

CC Sage Capital Equity Plus Fund

An active extension long/short strategy

CC SAGE CAPITAL EQUITY PLUS FUND

CC Sage Capital Equity Plus Fund (the Fund) is an active extension long/short strategy. The Fund takes both long and short positions where the proceeds from the short positions are reinvested in long positions to retain exposure to the equity market.

INVESTMENT OBJECTIVE

The Fund aims to achieve positive returns in excess of the S&P/ASX 200 Accumulation Index, after fees and expenses, over the long term by taking both long and short positions in selected Australian shares. The Fund will typically hold between 100-120 positions.

INVESTMENT PROCESS

The investment team utilises a style and cycle neutral investment process that combines two complementary sources of return derived from:

- 1. Fundamental research** – using deep insights to generate high conviction views; and
- 2. Quantitative process** – exploiting behavioural biases that exist within the market.

The aim of this unique process is to provide an improved risk/return trade-off and more consistent returns to investors over time.

INVESTMENT GUIDELINES

- Aust. equities (long) 90% – 150%
- Aust. equities (short) 0% – 50%
- Aust. equities (net) 90% – 100%
- Cash and equivalents 0 – 10%
- Derivatives 0 – 10%

The Fund gives you exposure to a more diversified portfolio of stocks aiming to provide an improved risk/return trade-off and more consistent returns over time.

FUND FACTS

Inception date	1 August 2019
APIR Code	CHN8862AU
Benchmark	S&P/ASX 200 Accumulation Index
Distributions	Semi-annually
Pricing	Daily
Management Fee	0.79% pa*
Administration Fee	0.10% pa*
Performance Fee	20.5% pa**
Buy/sell spread	0.2%

PORTFOLIO MANAGERS

A highly credentialled investment team with 70+ years of joint experience managing Australian and global equities.



Sean Fenton
Portfolio Manager



Kelli Meagher, CFA
Portfolio Manager



James Delaney, CFA
Portfolio Manager



Peter Moore, PHD
Portfolio Manager

PLATFORM AVAILABILITY

AMP MyNorth, Ausmaq, BT Panorama, BT Wrap, Colonial FirstWrap, IOOF Pursuit/eXpand, Macquarie Wrap, Mason Stevens, Netwealth, Praemium, Powerwrap.

RESEARCH RATINGS

'Recommended' by Zenith and Lonsec.
Reports available on request.

* Including the net effect of GST/RITC, accrued daily, paid monthly based on the net portfolio asset value.

** Including the net effect of GST/RITC, based on Outperformance of the Fund Benchmark, based on net asset value, net of the Management Fee, paid semi-annually. Refer to the Fund PDS for more information.

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BENEFITS

Potential for enhanced returns – investors gain exposure to the potential growth in the equity market as well as enhanced returns from active management. The investment process is enhanced through the use of short selling, where proceeds from the sale of short positions are reinvested into long positions.

Active returns – by gaining exposure to Sage Capital's stock selection expertise. The long/short structure enables Sage Capital to fully utilise its investment process by selecting portfolio weights for stocks that are independent of the index weight, subject only to liquidity constraints.

Diversification – through a broader set of investment opportunities. The long/short structure aims to achieve active return targets more consistently by employing a more diversified portfolio in a style and cycle neutral fashion.

RISKS

Short selling risk – there is higher risk in creating a short position than creating a long position in relation to a security.

Market risk – movements in financial markets due to economic, environmental or political conditions, or general market sentiment will result in the valuation of the Fund moving up or down.

Company specific investment risk – investments in shares of a company can fall in value for many reasons and these factors may not be predictable or identifiable prior to their impact on the market value of shares.

Refer to the Fund PDS for further detail on the risks.

WHERE DOES IT FIT WITHIN A BALANCED PORTFOLIO?

The Fund can complement an existing allocation to long-only Australian equities and provide additional portfolio diversification.

It may suit investors with a growth risk profile, or those seeking to generate returns from rising and falling Australian equities over the medium to long term (at least five years).

WHY INVEST WITH SAGE CAPITAL?

■ Sage Capital's stock selection process utilises two complementary sources of return, combining fundamental research with quantitative analysis. This style and cycle neutral investment process is designed to deliver consistent returns across most market environments.

The Fund is managed by one of the most experienced long/short investment managers in Australia.

MORE INFORMATION

To learn more about the Fund, speak to your financial adviser, contact us or visit the Sage Capital website.

Phone: +61 2 8669 3940

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Web: sagecap.com.au