GLOBAL EQUITIES TRUST

FUND DESCRIPTION AND FEATURES

The Global Equities Trust (the Fund) is a long only fund that holds 30-50 companies across developed and developing markets, large and small companies.

The Fund predominantly invests in companies that deliver stable yet growing free cash flow throughout cycles (which we classify as ‘Core’ holdings) whilst also taking positions in more cyclical companies (‘Cyclical’) and those whose valuation has been materially misconstrued by the market (‘Opportunistic’).

We avoid investment in companies that, in our opinion, are harmful to people, animals or the environment. Visit our website for more information on the Fund.

Important Note: There are significant accumulated tax losses contained within the GET portfolio which may benefit existing investors. We have accordingly closed GET to new investors in order to maintain the interests of existing investors. We strongly urge you to seek tax advice if you are an investor in the GET, to understand how this may benefit you.

PERFORMANCE COMMENTARY

In January the Fund delivered 2.5% while its benchmark returned 2.0%. Key contributors to this performance were stock selection and hedging of the portfolio’s USD exposure.

The biggest positive individual stock contributors were Itau Unibanco (Brazilian bank), IAC and Dollar General. Itau rose with the Brazilian market following solid economic data and developments in the Brazilian legal system that make it increasingly unlikely that Lula will run in the upcoming presidential elections. There was no single catalyst to explain the performance of IAC and Dollar General.

The three largest individual stock detractors were Nutrien, Howard Hughes and Sealed Air Corp. There was no substantive news to explain the (relatively) minor decline in these companies’ share prices.

During the month, we continued our practice of reducing the Fund’s exposure to positions that are close to our price targets or were not performing entirely in alignment with our expectations. We exited Apple and Nestle and materially reduced the portfolio’s exposure to Ahold, American Express, Celgene, Dollar General, IAC, Jeronimo Martins, and Novo Nordisk. In their place we only added two new stocks, Electronic Arts (USA) and Smiths Group (UK). All told, we reduced the portfolio’s total equity exposure from 93% as at Dec-17 to 88% as at Jan-18.

Following the aforementioned actions, the weight of the Core segment was 56%, which is below the target 60%. The team has a pipeline of prospective ideas to fill the gap and our priority is to take Core back above 60%. Cyclical exposure remains in the 20-25% range and Opportunistic 0-10%.
FUND AND STRATEGY PERFORMANCE (NET OF RECALCULATED FEES)

A new strategy was implemented for the Global Equities Trust from 1 July 2017 by the Pengana team. The financial information below refers to the strategy currently employed by the Global Equities Trust. For full performance history of the Global Equities Trust, please refer to the Pengana website.

Net performance for periods ending 31 January 2018¹

<table>
<thead>
<tr>
<th>Fund and Strategy¹</th>
<th>1 Month</th>
<th>1 Year</th>
<th>Since Inception p.a.</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2.5%</td>
<td>22.7%</td>
<td>10.5%</td>
</tr>
<tr>
<td>Benchmark</td>
<td>2.0%</td>
<td>19.5%</td>
<td>9.9%</td>
</tr>
</tbody>
</table>

¹ From July 2017, performance figures are those of the Hunter Hall Global Equities Trust’s class A units (net of fees). Between July 2015 and June 2017, performance figures have been recalculated by adjusting the Pengana International Equities Fund’s (ARSN 610 351 641) net returns to reflect the management fee of the Hunter Hall Global Equities Trust. From July 2017, the Hunter Hall Global Equities Trust has been managed by the same team and with the same strategy as the Pengana International Equities Fund. The Pengana International Equities Fund’s net track record data is historical. Past performance is not a reliable indicator of future performance. The value of the investment can go up or down.

PORTFOLIO INFORMATION

Top 10 Stocks

- **Name**: Dollar General Corporation, Howard Hughes Corporation, Medtronic plc, Novo Nordisk A/S Class B, Nutrien Ltd., Oracle Corporation, Reckitt Benckiser Group plc, Sligro Food Group N.V., TomTom International B.V., Wacker Chemie AG
- **Country**: United States, United States, United States, Denmark, Canada, United States, United Kingdom, Netherlands, Germany
- **Sector**: Consumer Discretionary, Real Estate, Health Care, Health Care, Consumer Staples, Information Technology, Consumer Staples, Consumer Discretionary, Materials

Largest 3 Contributors

- Itau Unibanco Holding SA Ptd
- IAG/InterActiveCorp.
- Dollar General Corporation

Largest 3 Detractors

- Nutrien Ltd.
- Howard Hughes Corporation
- Sealed Air Corporation

SECTOR BREAKDOWN

- **Materials**: 18.6%
- **Financials**: 14.3%
- **Information Technology**: 13.3%
- **Consumer Staples**: 11.3%
- **Consumer Discretionary**: 10.4%
- **Industrials**: 9.6%
- **Real Estate**: 9.3%
- **Utilities**: 8.4%
- **Telecom Services**: 8.3%
- **Put Options**: 0.5%
- **Cash**: 12.0%

CAPITALISATION

- **Under <5bn USD**: 11.0%
- **5bn to 10bn USD**: 12.2%
- **10bn to 100bn USD**: 51.4%
- **Over 100bn USD**: 12.9%
- **Put Options**: 0.5%
  - **Cash**: 12.0%

SEGMENT

- **Core**: 56.0%
- **Cyclical**: 21.2%
- **Opportunistic**: 10.3%
- **Put Options**: 0.5%
  - **Cash**: 12.0%

GEOGRAPHIC

- **North America**: 8.9%
- **Europe ex-UK**: 34.2%
- **UK**: 6.9%
- **Emerging Market - Latin America**: 4.0%
- **Emerging Market - Asia**: 3.7%
- **Australia/New Zealand**: 1.8%
- **Put Options**: 0.5%
  - **Cash**: 12.0%

STATISTICAL DATA

- **Fund and Strategy Portfolio Summary¹**: Volatility: 10.22%, Maximum Drawdown: -9.58%, Number of stocks: 42

² Annualised standard deviation since inception. 3. Relative to the MSCI All Country World Total Return Index in AUD.

2. Pengana Investment Management Limited (AFSL: 219462) (“PIML”) is the issuer of units in the Hunter Hall Global Equities Trust (ARSN 098 588 282) (the “Fund”). A product disclosure statement for the Fund is available and can be obtained from our distribution team or website. A person should obtain a copy of the product disclosure statement carefully before deciding whether to acquire, or to continue to hold, or making any other decision in respect of, the units in the Fund. This report was prepared by PIML and does not contain any investment recommendation or investment advice. This report has been prepared without taking account of any person’s objectives, financial situation or needs. Therefore, before acting on any information contained within this report a person should consider the appropriateness of the information, having regard to their objectives, financial situation and needs. Neither PIML nor its related entities, directors or officers guarantees the performance of, or the repayment of capital or income invested in, the Fund.