

Australian Masters Equity Fund

Performance Report to 31 December 2018

11-13 Bentham Street
 Adelaide, SA 5000
 Phone +61 8291 2122
 Toll Free 1800 425 451
 Email amef@amem.com.au
 Website www.amem.com.au

Investment objective

The fund aims to outperform the S&P/ASX300 Accumulation Index over a rolling five year period.

Investment strategy

The Australian Masters Equity Fund is designed to provide investors with access to a number of Australia's top fund managers, some of which are only accessible to high net worth investors, or are closed to new investors.

The current five underlying funds all have distinctively different methods of investing, providing exposure to the entire breadth of the market. They are highly transparent, 'long only' investors.

Distribution frequency Half Yearly (Minimum yearly) **Suggested minimum investment time frame** 5 years

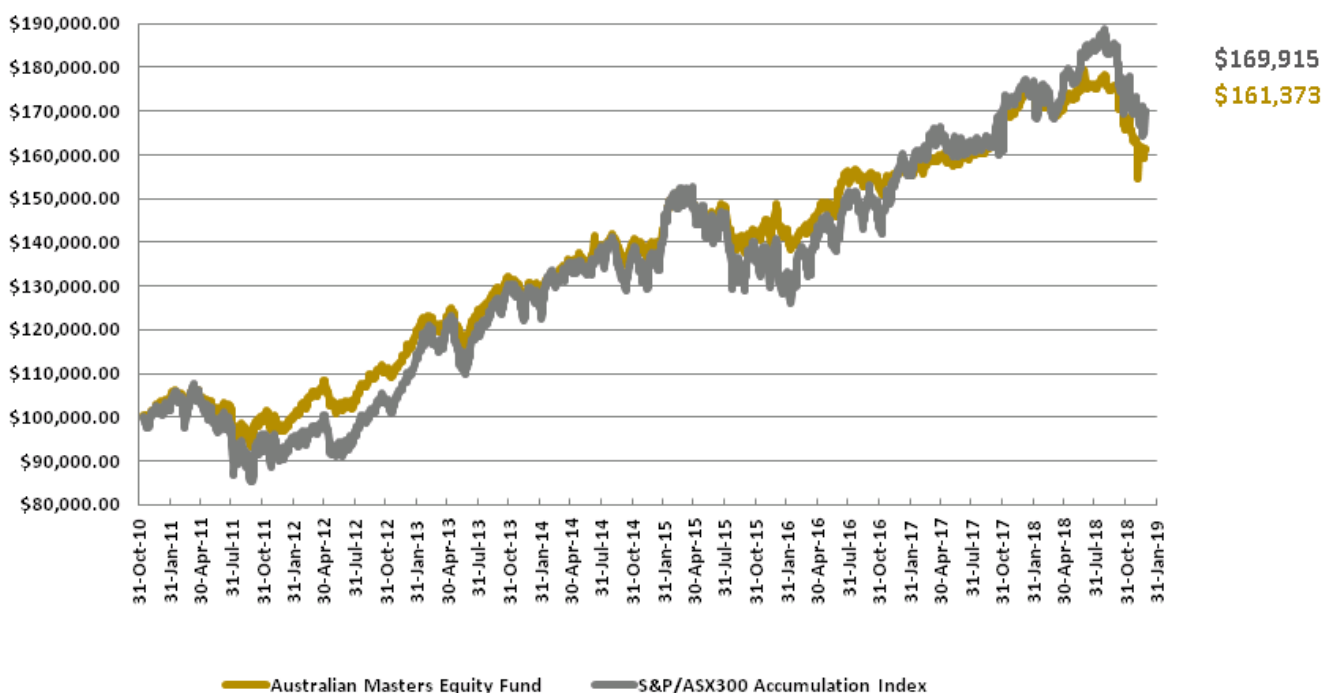
Fund performance at 31 December 2018

	3 Months	12 Months	3 Years	5 Years	Since Inception**
AMEF	-8.25%	-6.75%	2.93%	4.40%	61.37%
Benchmark*	-8.41%	-3.06%	6.65%	5.60%	69.91%
Difference	0.16%	-3.69%	-3.72%	-1.20%	-8.54%

* S&P/ASX300 Accumulation Index

** Inception Date- 12 November 2010 (total return)

Growth of \$100,000 invested since inception



Please note- past performance is not a reliable indicator for future performance. The Australian Masters Equity Fund inception date is 12th November 2010 and fund returns are to 31 December 2018. Performance is based on the NAV prices and is calculated by compounding daily time weighted returns and assumes 100% reinvestments of income. The S&P/ ASX300 Accumulation index assume 100% reinvestments of dividends.



Airlie Concentrated Share Fund returned -5.96% for the 3 month period ending 31 December 2018, outperforming the S&P/ASX 300 accumulation Index, which returned -8.41%. Since inception the Fund has returned 62.20%, compared to the S&P/ASX 300 accumulation index which has returned 63.03% over the same period. The portfolio remains cautiously positioned, with the cash weighting in the portfolio at approximately 24%. The top five active positions in the portfolio are Nick Scali Ltd, Macquarie Group Ltd, Wesfarmers Ltd, Centuria Capital Group, & Westpac Banking Corp.



Cooper Investors Brunswick Fund returned -9.43% for the 3 month period ending 31 December 2018, underperforming the S&P/ASX 200 Accumulation Index, which returned -8.24% for the same period. Key contributors to portfolio performance over the period were Graincorp, Washington Soul Pattinson, and Mainfreight. Since inception the Fund has returned 725.02%, compared to the 202.37% returned by the S&P/ASX 200 Index over the same period.



Greencap Broadcap Fund returned -9.69% for the 3 month period ending 31 December 2018, underperforming the S&P/ASX 300 Accumulation Index which returned -8.41%. At the end of December, the portfolio had an overweight position in consumer discretionary & materials (relative to the S&P/ASX300 Index), while holding an underweight position in consumer staples & financials ex property. The portfolio was holding approximately 9% in cash at the end of December 2018.



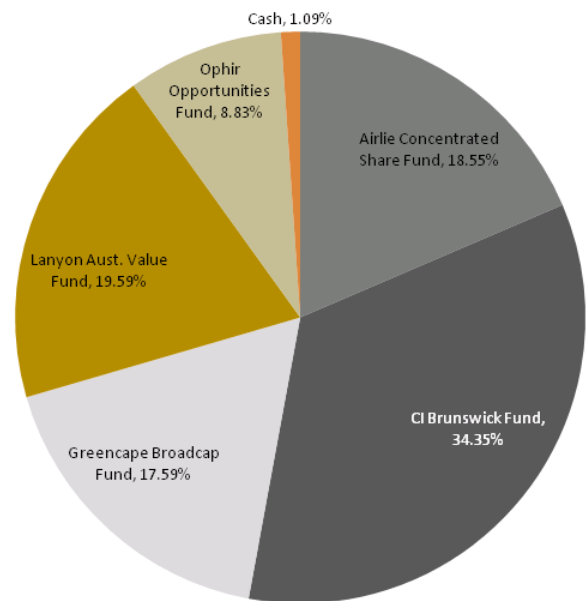
Lanyon Australian Value Fund returned -1.5% during the 3 month period ending 31 December 2018, outperforming the All Ordinaries Accumulation Index which returned -9.0%. Since inception the Fund has returned 129.3%, compared to the 90.3% returned by the All Ordinaries Accumulation Index.



Ophir Opportunities Fund returned -6.2% during the month of December, underperforming the S&P/ASX Small Ordinaries Accumulation Index which returned -4.2%. Since inception the Fund has returned 449.8%, compared to the 42.7% returned by the S&P/ASX Small Ordinaries Accumulation Index.

Portfolio Holdings as at 31 December 2018

	Strategic Weight
Airlie Concentrated Share Fund	18.55%
CI Brunswick Fund	34.35%
Greencap Broadcap Fund	17.59%
Lanyon Australian Value Fund	19.59%
Ophir Opportunities Fund	8.83%
Cash	1.09%



Unless otherwise specified, any information contained in this publication is current as at 31 December 2018 and is provided by the Australian Masters Equity Management (AMEM) ABN 28 141 461 083. It should be regarded as general information only & not as advice as all investments within the fund involve risk. This has been prepared without taking into account your investment objectives & financial situations. Each person should obtain a Product Disclosure Statement (PDS) relating to the Australian Masters Equity Fund & consider the PDS before making any decision about the product. A copy of the PDS can be obtained from AMEM on 1800 425 451 or on our website www.amem.com.au. Some or all of the directors of AMEM may benefit from fees & commissions of the Australian Masters Equity Fund.