



Drummond Dynamic Plus Fund

May 2023

COMMENTARY

Most major asset classes were weaker in May. Global equities (MSCI ACWI Index) fell -0.2% in local terms with Australian equities (ASX200) falling -2.5% after the RBA surprisingly raised interest rates. Emerging markets were also weak, falling -1.7% as concerns mounted over Chinese growth. Bond markets fell, and commodity markets were also weaker with the S&P GSCI Commodity Index falling -6.1% led by oil. The AUD fell -1.7% against the USD.

The underperformance of value - whether it be regional, or sector based - along with the very narrow leadership amongst US stocks (mega cap technology) in May were not great lead indicators for prospects of future equity performance. However, in late May, Nvidia blew investors away with a monumental revenue forecast beat as demand for their AI related chips exploded. The success of GPT 4 is unmatched in the history of recent technology adoption. The potential it has to positively impact GDP is coming at a time when US economic data has been relatively robust. If the world's biggest companies' earnings are lifted due to exposure to AI related demand, and high interest rates have not dented overall economic health, it seems more plausible that the much-anticipated earnings recession won't occur this year at all. It's wishful thinking, but such is the market's disposition.

Portfolio activity was again very light in May as directionality remains unclear for many asset classes in the near term. The portfolio continues to hold excess cash while we wait for a more opportune time to deploy capital.

FUND PERFORMANCE (NET)

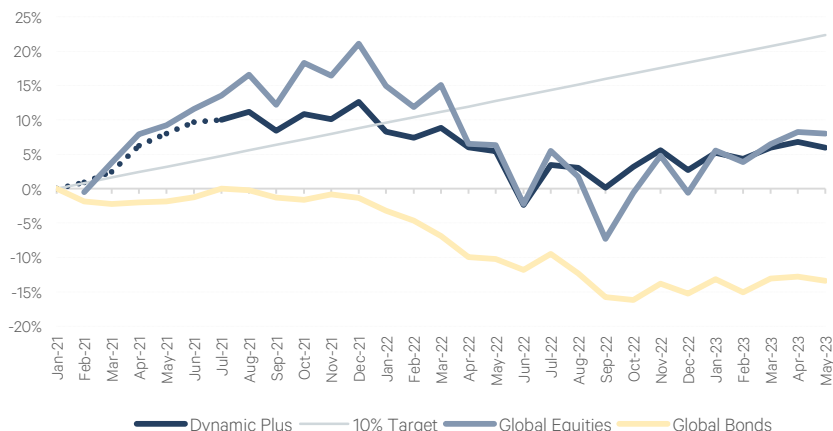
	1m	3m	6m	1yr	2yr pa	Inception pa
Dynamic Plus Fund	-0.8%	1.5%	0.3%	0.4%	-1.0%	2.4%

FUND PERFORMANCE BY MONTH (NET)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-	0.9%	1.5%	3.7%	1.7%	1.5%	0.3%	1.1%	-2.5%	2.2%	-0.7%	2.3%	12.6*
2022	-3.8%	-0.8%	1.4%	-2.6%	-0.5%	-7.4%	6.0%	-0.4%	-2.8%	3.0%	2.4%	-2.7%	-8.8%
2023	2.4%	-0.8%	1.5%	0.8%	-0.8%								3.1%

Source: Drummond Capital Partners, Interactive Brokers. *Performance from 1/2/21 to 31/7/21 is based upon a separate account managed under the same strategy and similar fee structure. The Drummond Dynamic Plus Fund (ABN 69109453831) commenced 1 August 2021 and performance from this date on is based upon fund returns not the separate account. Past performance is not indicative of future performance. Performance reported is net of fees.

PERFORMANCE GROWTH



Source: Drummond Capital Partners, Interactive Brokers. Performance from 1/2/21 to 31/7/21 is based upon a separate account managed under the same strategy and similar fee structure. The Drummond Dynamic Plus Fund (ABN 69109453831) commenced 1 August 2021 and performance from this date on is based upon fund returns not the separate account. Past performance is not indicative of future performance. Performance reported is net of fees.

FUND DESCRIPTION

The Dynamic Plus Fund is a dynamically managed, global multi-asset fund. The fund seeks to provide investors with an attractive return in a low return world by combining leverage across growth and defensive asset classes with tactical asset allocation processes and risk management across liquid global markets. The fund is suitable for wholesale investors and should be considered over a 5-year horizon.

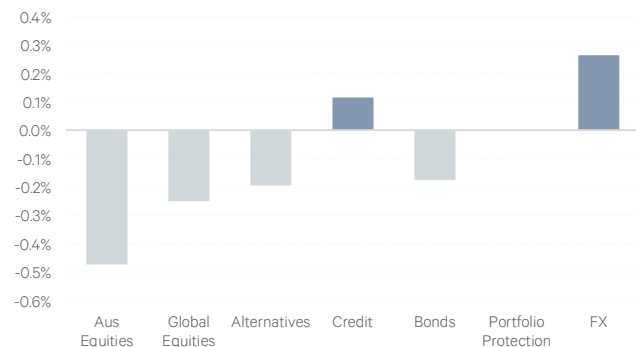
FUND POSITIONING – May 2023

Australian Equities	18.1%
International Equities	23.6%
Alternative Assets	5.6%
Bonds	12.9%
Credit	-10.5%
Gross Exposure	89.4%
FX Hedging	10.3%

KEY FACTS

Strategy FUM	\$51.9m
APIR Code	DCP4812AU
Inception Date	Aug-21
Strategy	Multi-Strat
Target	10.0% p.a.
Hurdle	5.0% p.a.
Manager Fees	0.7% p.a.
Perf. Fee	15.0%
High Water Mark	Yes
Liquidity	Monthly
Fund Admin	Apex
Fund Trustee	Evolution
Fund Auditor	E&Y

ASSET CLASS CONTRIBUTION – May 2023



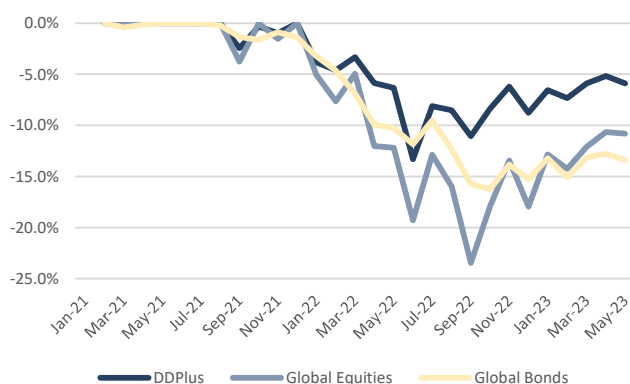
Source: Drummond Capital Partners, Interactive Brokers,

RISK STATISTICS - May 2023

Std. Dev. (p.a.)	9.4%
Max. Draw (3yr)	-13.3%
Sharpe Ratio (p.a.)	-0.0
Positive Months	57.1%

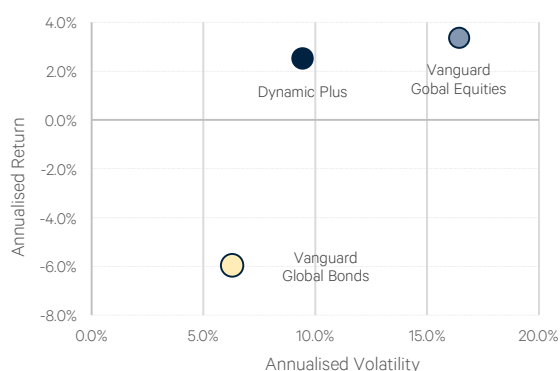
Source: Drummond Capital Partners, Interactive Brokers, Refinitiv

FUND DRAWDOWN ANALYSIS



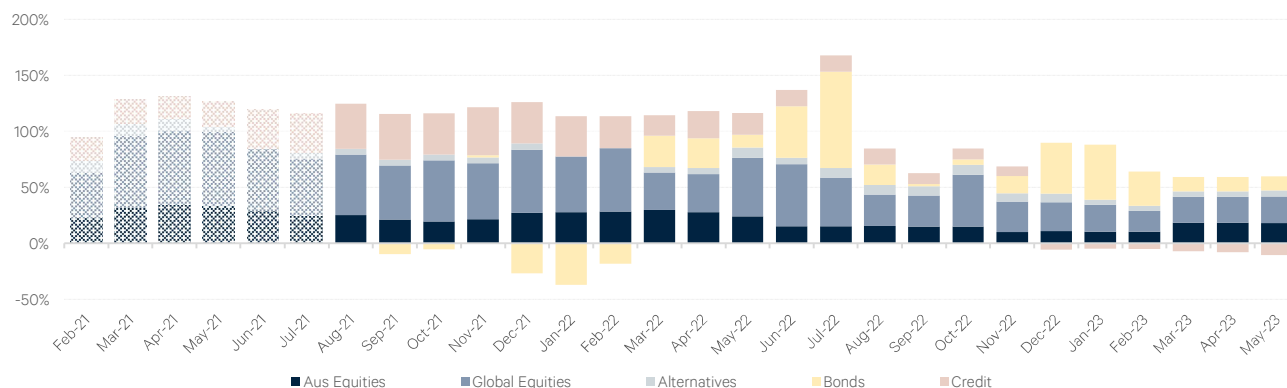
Source: Drummond Capital Partners, Interactive Brokers, Refinitiv

RISK REWARD COMPARISON



Source: Drummond Capital Partners, Interactive Brokers, Refinitiv

HISTORICAL PORTFOLIO EXPOSURE



Source: Drummond Capital Partners, Interactive Brokers. Performance from 1/2/21 to 31/7/21 is based upon a separate account managed under the same strategy and similar fee structure. The Drummond Dynamic Plus Fund (ABN 69109453831) commenced 1 August 2021 and performance from this date on is based upon fund returns not the separate account.

DISCLAIMER

Wholesale Fund Material: The material contained within this document about the Drummond Dynamic Plus Fund ("Fund") has been prepared and is issued by Drummond Capital Partners Pty Ltd (ACN 622 660 182) AFSL No. 534213 ("Manager"). Figures referred to in document are unaudited. The document is not intended to provide advice to investors or take into account an individual's financial circumstances or investment objectives. This is general investment advice only and does not constitute advice to any person. Neither Manager nor the Fund's Trustee (Evolution Trustees Limited ACN 611 839 519, AFSL No 486217 ("Evolution")) guarantee repayment of capital or any rate of return from the Fund. Neither Evolution nor the Manager gives any representation or warranty as to the reliability, completeness or accuracy of the information contained in this document. Investors should consult their financial adviser in relation to any material within this document. Past performance is not a reliable indicator of future performance. Investors should consider any offer document of the Fund and any other material published by the Manager or Evolution in deciding whether to acquire units in the Fund. This information is available by contacting the Manager at enquiries@drummondcp.com