

Gyrostat Risk Managed Global Equity (Class E)

Gyrostat Risk Managed Equity Fund ARSN 651 853 799

Gyrostat Risk Managed Equity Fund – Address uncertainty through portfolio construction - Volatility is our friend with a 11 year track record of returns increasing with market volatility (including large market falls).

Solutions for: - Retiree equity income (absolute return benchmarks) and Australian and international equities (vs index) with protection always in place against major market falls (sequencing).

Headquartered in Melbourne, Australia, Gyrostat are specialists in delivering diversified low and non correlated investment solutions which address sequencing and portfolio drawdown risk while delivering equity income (derived from dividend pass through and risk management overlay profits.)

The Gyrostat Risk Managed Global Equity Class E is designed to outperform the Morningstar® Global Markets Index™ over rolling 12 months by mitigating against large losses on major market falls (downside protection always in place.) An international equities allocation that ‘spins out’ the ACWI iShares ETF with protection always with upside. The strategy builds on the class A track record exceeding eleven years.

Performance (Growth of USD \$100,000)



Net Investment Performance %

	1M	3M	6M	1YR	3YR (PA)	5YR (PA)	SI
Risk Managed Global Equity Class E	-3.95	7.14	1.71	-12.89			-13.28
Morningstar® Global Markets Index™	-3.49	-5.54	-11.05	-15.88			-13.04
Excess Returns	-0.46	12.68	12.76	2.99			-0.24

* Returns are net of fees and include franking credits. Redemption value is reported NAV less sell spread of -0.15%.

Class Facts

Eligibility	Investors who qualify as 'Wholesale Clients'
Responsible Entity	Columbus Investment Services Ltd
Investment Manager	Gyrostat Capital Management Advisers Pty Ltd
Sales & Marketing Manager	Mantis Funds Pty Ltd
Fund Inception date	8 June 2021
Strategy Inception date	8 June 2021
APIR	CIS6911AU
Base currency	United States dollars
Management fee	1.1% of NAV
Performance fee	15% over Hurdle
Investment minimum	USD 5,000
Buy/sell spread	0.15%
Liquidity	Daily
Benchmark	Morningstar® Global Markets Index™
Platforms	Mason Stevens, Netwealth, Powerwrap
Distribution frequency	Quarterly

Return Analytics

Monthly Volatility	3.47%
Sharpe Ratio	-0.92
Drawdown	-20.74%
Sortino Ratio	-1.28
Leverage *	83%

* Ratio defined as margin debt / net assets

Portfolio Analytics

Number of Stocks	1
Average Positive Months	3.56%
Average Negative Months	-2.51%
Beta (ASX200)	-0.03
% of Positive Months	27

The responsible entity for the Gyrostat Risk Managed Equity Fund (ARSN 651 853 799) is Columbus Investment Services Limited (ACN 095 162 931) [AFSL221183] (CISL). The investment manager for the fund is Gyrostat Capital Management Advisers Pty Ltd (ACN 168 737 246), a duly authorised representative of Gyrostat Capital Management Pty Ltd (ACN 138 219 002) (GCM) and One Wholesale Fund Services Ltd (ACN 159 624 585).

The information provided in this document was not prepared by CISL but prepared by other parties. All of the commentary, statements of opinion and recommendations contain general advice only. This information does not take into account your investment objectives, particular needs or financial situation. You should seek independent financial advice.

The content of this document does not constitute an offer or solicitation to subscribe for units in the Funds or an offer to buy or sell any financial product. Accordingly, reliance should not be placed on this document as the basis for making an investment, financial or other decision.

Past performance is not a reliable indicator of future performance. Performance comparisons are provided purely for information purposes only and should not be relied upon. The information included in this document may include information that is predictive in character which may be affected by inaccurate assumptions or by known or unknown risks and uncertainties and may differ materially from results ultimately achieved.

Whilst all care has been taken in preparation of this document, neither CISL nor the Investment Manager give any representation or warranty as to the reliability, completeness or accuracy of the information contained in this document. Neither CISL nor the Investment Manager accepts liability for any inaccurate, incomplete or omitted information of any kind or any losses caused by using this information.

You should obtain and carefully consider the Product Disclosure Statement (PDS) for the Fund before making any decision about whether to acquire, or continue to hold, an interest in the Fund. Applications for units in the Fund can only be made pursuant to the application form relevant to the Fund. A copy of the PDS (dated 15 February 2022) and relevant application form can be obtained from www.gyrostat.com.au/application-forms or www.oneinvestment.com.au/gyrostat.

Market Commentary

MONTHLY UPDATE

The Class E NAV at 31 Aug 2022 was \$0.8432.

The Class commenced operations on 8 June 2021. The Morningstar® Global Markets Index™ traded in a range of 7.3 % during August (high 92.70 on 14 July, low 85.90 on 31 August). Our investment strategy is designed for returns to increase the larger the market range (in either trending, falling, or rising markets).

Market volatility saw an increased in August with a range of 34.2% (as measured by the VIX and Australia-VIX). VIX low 19.53 on 12 August, high 26.21 on 29 August. The increase in the pricing of risk increases the valuation of protection

The under performance of benchmark index for the month was -0.46%.

The investment strategy is designed to mitigate against large losses on major market falls (downside protection always in place) and address sequencing risk, particularly for pre / post retiree investors, and is part of an “International equities” portfolio allocation.

Gyrostat Risk Managed Global Equity Class E buys and holds iShares AWCI ETF with lowest cost AWCI index protection always in place and dynamically managed with market movements. Investments are entered into the SP500 ETF and SP500 options given the enhanced liquidity and scalability.

FUND OVERVIEW

Purpose: A risk managed global ETF as part of the ‘global equity’ component of a portfolio to de-risk portfolio structure.

Investment Objectives:

Returns: To exceed the benchmark index over rolling 12 months

Income: To match the benchmark index

Protection: Always in place to mitigate losses against large market falls to address sequencing risk

The strategy could be described as Risk Managed Global Equities ETF, holding iShares ACWI ETF with a risk management overlay. Leverage can also be added up to 100% of class assets.

- It provides liquidity (iShares ACWI ETF and ACWI index exchange traded options for risk management overlay)
- It provides a stable and reliable source of income (from dividends and risk management overlay)
- It provides an opportunity to address sequencing risk

Contributors to Return (%)

TOP GAINS	TOP LOSSES
	SPX -3.40

Team Members Experience

INVESTMENT TEAM	GYROSTAT	INDUSTRY
Craig Racine Chief Investment Officer	11	30
Leo Tang Senior Investment Officer	7	30
BUSINESS TEAM		
David Barwise Director	4	30
Damien Hatfield Head of Distribution	1	40+
Andrew Smith Compliance and Risk	8	30+
Peter Clifton Chairman	8	30+
Peter Keating	1	30+

Top Holdings

HOLDING	%
SPX	100.0

The Class C Units, the Class D Units and the Class E Units of the Gyrostat Risk Managed Equity Fund are not sponsored, endorsed, sold or promoted by Morningstar Australasia Pty Ltd. or any of its affiliates (all such entities, collectively, “Morningstar Entities”). The Morningstar Entities make no representation or warranty, express or implied, to the owners of the Class C Units, the Class D Units and the Class E Units of the Gyrostat Risk Managed Equity Fund or any member of the public regarding the advisability of investing in listed equities, exchange traded options, risk managed products or index-linked products generally or in the Class C Units, the Class D Units and the Class E Units of the Gyrostat Risk Managed Equity Fund in particular or the ability of the Morningstar® Australia Index™, the Morningstar® Hong Kong Index™ and the Morningstar® Global Markets Index™ to track general equity and option market performance in the Australian market (in the case of the Class C Units), the Hong Kong market (in the case of the Class D Units) and the global market (in the case of the Class E Units). THE MORNINGSTAR ENTITIES DO NOT GUARANTEE THE ACCURACY AND/OR THE COMPLETENESS OF THE MORNINGSTAR® AUSTRALIA INDEX™, THE MORNINGSTAR® HONG KONG INDEX™ AND THE MORNINGSTAR® GLOBAL MARKETS INDEX™ OR ANY DATA INCLUDED THEREIN AND MORNINGSTAR ENTITIES SHALL HAVE NO LIABILITY FOR ANY ERRORS, OMISSIONS, OR INTERRUPTIONS THEREIN.

Enquiries

Mantis Funds Pty Ltd
Level 1, 131 Clarence St,
Sydney NSW 2000, Australia

M. +61 400 166 144
gyrostat@mantisfunds.com
www.mantisfunds.com

PDS and application form can be obtained from:
www.gyrostat.com.au/application-forms or
www.oneinvestment.com.au/qyrostat

GYROSTAT
RISK MANAGED EQUITY FUNDS

AS AT 31 AUG 2022