

# Gyrostat Risk Managed Australian Equity (Class C)

Gyrostat Risk Managed Equity Fund ARSN 651 853 799

Gyrostat Risk Managed Equity Fund – [Address uncertainty through portfolio construction - Lower beta with alpha for diversification benefits](#) with a 13 year track record of returns increasing with market volatility (including large market falls).

5 classes: - Regular equity income (absolute return benchmarks) and Australian and international equities (index return benchmarks) with protection always in place against major market falls (sequencing).

Headquartered in Melbourne, Australia, Gyrostat are specialists in delivering diversification benefits through 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 flagship Gyrostat Absolute Return Income Equity Class A has a track record exceeding thirteen years with no quarterly drawdown greater than a pre-defined 3% limit.

Class C is designed to outperform the Morningstar® Australia Index™ over rolling 12 months whilst mitigating against major losses on large Australian market falls.

## Performance (Growth of AUD \$100,000)



## Net Investment Performance %

	1M	3M	6M	1YR	2YR (PA)	3YR (PA)	SI (PA)
Risk Managed Australian Equity Class C	-0.81	6.60	5.02	6.35	8.49		-7.18
Morningstar® Australia Index™	1.04	10.00	8.25	11.55	9.33		7.90
Excess Returns	-1.85	-3.40	-3.23	-5.20	-0.84		-15.08

\* Returns are net of fees and include franking credits.

### MONTHLY UPDATE

NAV per unit was \$0.5281. Total NAV of the Fund was \$13.9m.

The Australian market traded in a narrow range in February with small gains and is at 52W and all-time highs. The price of risk has fallen significantly since October 2022 where the VIX has fallen from 32.02 to VIX 13.40 significantly reducing the cost of protection.

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

### CLASS OVERVIEW

**Strategy:** Designed to outperform the Morningstar® Australia Index™ over rolling 12 months whilst mitigating against major losses on large Australian market falls (downside protection always in place).

**Purpose:** A risk managed Australian ETF as part of the 'Australian equity' component of a portfolio to de-risk portfolio structure.

**Investment Objectives:**

**Return:** 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 can be described as Risk Managed Australian Equities Fund, holding ASX200 State Street ETF, and component stocks with risk management overlay. Leverage can be up to 100% of class assets.

- It provides liquidity (ASX200 State Street ETF and XJO Australian index exchange traded options for risk management overlay)
- It provides a stable and reliable source of income (from dividends, franking credits, and risk management overlay)
- It provides an opportunity to address sequencing risk

The responsible entity for the Gyrostat Risk Managed Equity Fund (ARSN 651 853 799) (Fund) is One Managed Investment Funds Limited ACN 117 400 987 AFSL 297042 (OMIFL). 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) (AFSL 452917) (GCM).

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You should obtain and carefully consider the Product Disclosure Statement (PDS) and Target Market Determination (TMD) 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 20 October 2022), TMD and relevant application form may be obtained from [www.gyrostat.com.au/application-forms](http://www.gyrostat.com.au/application-forms) or [www.oneinvestment.com.au/gyrostat](http://www.oneinvestment.com.au/gyrostat)

Class Facts	
Eligibility	Investors who qualify as 'Wholesale Clients'
Responsible Entity	One Managed Investment Funds Limited
Investment Manager	Gyrostat Capital Management Advisers Pty Ltd
Registry Services Provider	One Registry Services Pty Limited
Inception date	16 April 2021
APIR	CIS2863AU
Base currency	Australian dollars
Management fee	1.1% of NAV
Performance fee	15% over Hurdle
Investment minimum	AUD 5,000
Buy/sell spread	0.15%
Liquidity	Weekly
Benchmark	Morningstar® Australia Index™
Platforms	
Distribution frequency	Quarterly

Unit Value (AUD)	
Net Asset Value	0.5281
Application Price	0.5289
Redemption Price	0.5273

Team Members Experience		
INVESTMENT TEAM	GYROSTAT	INDUSTRY
Craig Racine Chief Investment Officer	13	30
Leo Tang Senior Investment Officer	13	30
BUSINESS TEAM		
David Barwise Director	5	30
Peter Keating Investment Operations	2	30+
Andrew Smith Compliance and Risk	9	30+
Peter Clifton Chairman	9	30+

Return Analytics	
Annual Volatility	13.85%
Sharpe Ratio	-0.61
Drawdown	-31.41%
Sortino Ratio	-0.62
Leverage *	89%

\* Ratio defined as margin debt / net assets

Portfolio Analytics	
Number of Stocks	2
Average Positive Months	2.38%
Average Negative Months	-3.28%
Beta (ASX 200)	0.31
% of Positive Months	49

Contributors to Return (%)	
TOP GAINS	
TOP LOSSES	
BHP	-0.17
XJO	-0.13

Top Holdings	
HOLDING	%
BHP	52.7
XJO	47.3

The Class C 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

[www.gyrostat.com.au](http://www.gyrostat.com.au)

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PDS and application form can be obtained from:

[www.gyrostat.com.au/application-forms](http://www.gyrostat.com.au/application-forms) or

[www.oneinvestment.com.au/gyrostat](http://www.oneinvestment.com.au/gyrostat)

**GYROSTAT**  
RISK MANAGED EQUITY FUNDS

AS AT 29 FEB 2024

## RG240 Disclosure

For the period covered by this report, there were no material changes to any of the following: The Fund's risk profile; the Fund's strategy; and key investment personnel related to the Gyrostat Risk Managed Equity Fund. For information since that date, please refer to [www.gyrostat.com.au](http://www.gyrostat.com.au).