

# Gyrostat Risk Managed Hong Kong Equity (Class D)

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 15 year track record of returns increasing with market volatility (including large market falls).**

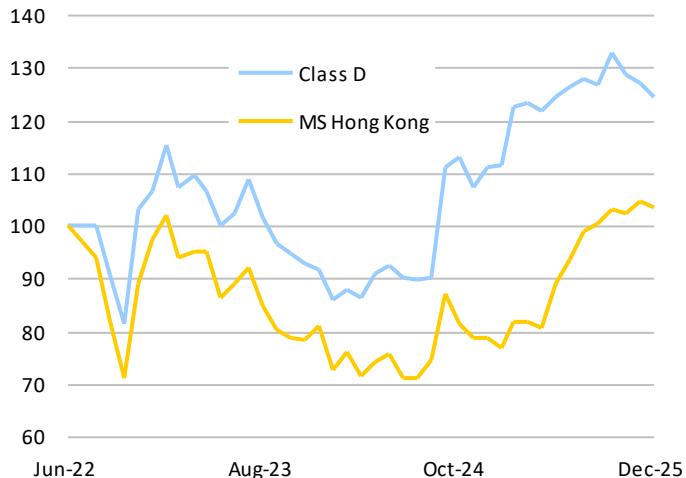
5 classes: - Regular equity income (absolute return benchmarks) and Australian and international equities (index return benchmarks) with protection always in place against major market falls (sequencing).

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 fifteen years with no quarterly drawdown greater than a pre-defined 3% limit.

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

## Performance since inception (Growth of \$100,000 example)



Net Investment Performance %							
	1M	3M	6M	1YR	2YR (PA)	3YR (PA)	SI (PA)
Risk Managed Australian Equity Class D	-2.09	-6.09	-1.49	12.07	16.53	5.37	6.46
Morningstar® Hong Kong Index™	-1.11	0.07	10.25	31.48	13.06	2.02	0.92
Excess Returns	-0.98	-6.16	-11.74	-19.41	3.47	3.35	5.54

\* Returns are net of fees.

### MONTHLY UPDATE

NAV per unit was HK\$8.6788. Total NAV of the Fund was A\$44.2m

The Class commenced operations on 1 Jul 2022, having previously operated under mandate for over 2 years.

The Hong Kong market traded modestly lower in December and remains near 52W highs. The price of risk, as measured by the VHSI, has fallen significantly from the 7 April 2025 high of 48.02 to close at the 18.98 level on 31 December, significantly reducing the cost of protection. During December, the price of risk continued to fall with modest increases at month end and is now approaching 5-year lows.

The significant reduction in the costs of protection saw monthly underperformance Vs our benchmark during the month.

**Since inception of the class, Gyrostat Class D delivered total returns after fees of 6.46% pa with a beta of 0.82 and outperformed the index by 5.54% pa.**

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 overseas equities portfolio allocation to Hong Kong (including mainland Chinese firms included in the Hong Kong Markets Index).

The Class buys and holds the Tracker Fund with the lowest cost Hang Seng Index protection always in place dynamically managed.

### CLASS OVERVIEW

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

**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 Hong Kong Fund, holding Tracker Fund of Hong Kong with a risk management overlay. Leverage can also be added up to 100% of class assets.

- It provides liquidity (Tracker Fund of Hong Kong and Hang Seng 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

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	1 July 2022
APIR	CIS7391AU
Base currency	Hong Kong dollars
Management fee	1.1% of NAV
Performance fee	15% over Hurdle
Investment minimum	HKD 50,000
Buy/sell spread	0.15%
Liquidity	Weekly
Benchmark	Morningstar® Hong Kong Index™
Platforms	
Distribution frequency	Quarterly

Return Analytics	
Annual Volatility	24.03%
Sharpe Ratio	0.21
Drawdown	-25.62%
Sortino Ratio	0.65
Leverage *	78%

\* Ratio defined as margin debt / net assets

Portfolio Analytics	
Number of Stocks	1
Average Positive Months	5.13%
Average Negative Months	-3.65%
Beta (Morningstar HK)	0.82
% of Positive Months	50

Contributors to Return (%)	
TOP GAINS	
TOP LOSSES	
HSI	-1.46

Unit Value (HKD)		
INVESTMENT TEAM	GYROSTAT	INDUSTRY
Craig Racine Chief Investment Officer	15	30+
Leo Tang Senior Investment Officer	15	30+
BUSINESS TEAM		
David Barwise Director	7	30
Peter Keating Investment Operations	5	30+
Andrew Smith Compliance and Risk	11	30+
Peter Clifton Chairman	11	30+

Top Holdings	
HOLDING	%
HSI	100.0

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## Enquiries

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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 31 DEC 2025

## 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 and to obtain a copy of the PDS, please refer to [www.gyrostat.com.au](http://www.gyrostat.com.au). Unit Net Asset Values are calculated in accordance with the PDS.