

The Datt Capital Absolute Return Fund is a long-only fund targeting double digit returns over the medium term, managed by a performance orientated and differentiated boutique fund manager. Our objectives are to minimize the risk of permanent capital loss, achieve an absolute return throughout the economic cycle and temper the market risks typical of equity funds. We believe utilizing a multi-asset approach reduces downside risk and volatility in returns.



Datt Capital Absolute Return Fund - July 2021

To our valued investors and followers,

Thank you for entrusting your capital and co-investing with us.

For July the Fund provided a net return of +3.21% for the month.

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FYTD
FY19		2.6%	-1.22%	-4.8%	3.53%	-2.07%	6.97%	1.66%	0.76%	-3.64%	-2.45%	0.79%	1.57%
FY20	4.85%	3.01%	1.72%	0%	1.31%	0.84%	2.02%	-5.85%	-13.66%	12.00%	9.22%	8.24%	23.23%
FY21	10.84%	11.82%	-2.05%	-0.37%	-1%	0.30%	-0.1%	3.63%	-0.98%	4.46%	6.26%	-7.17%	26.86%
FY22	3.21%												3.21%

July was a benign month for markets and a big month for local M&A activity. Former portfolio position, Afterpay, was taken over in an all-stock transaction by Square, a large US financial services competitor brand. This was the largest transaction in Australian corporate history at a gob smacking \$39 billion. This unequivocally validates our original thesis that the company had legitimate, enduring global brand potential. Whilst we can take meaningless victory laps, the real question in our minds is “which local company will provide the next paradigm shift in their sector, similar to Afterpay?”

We can make some educated guesses via our portfolio positioning. Our methodology is to go long and deep with portfolio positions and work proactively with management teams to maximise value for all shareholders. All current positions have the potential to provide asymmetric returns and we have a number of very near-term catalysts on the horizon. We have also added an undisclosed position to the portfolio which we believe has extreme (50-100x) return potential over a 3-year timeframe. Overall, the portfolio is well positioned to benefit from a range of different theses that continue to evolve and play out over time.

Fund Features		Portfolio Analytics ¹	
Investment Objective	To achieve absolute double digit returns over 2-year periods, irrespective of market conditions	Sortino Ratio ²	1.51
Min. Investment	\$100,000	Sharpe Ratio	0.96
Management Fee (p.a.)	1.025%	Standard Deviation (annualised)	18.20%
Performance Fee (p.a.)	20.5% > benchmark	Winning Month Ratio	61%
Benchmark	RBA rate + 5%	Cumulative Return	63.86%
Fund Administrator	Fundhost	1 year rolling return	18.12%
Auditor	Ernst & Young	3 year rolling return	-
Custodian/PB	NAB Asset Services	5 year rolling return	-
Responsible Entity	Fundhost	Annual Return since Inception (Aug-2018)	18%

¹ Actual performance will differ for clients due to timing of their investment. Returns are calculated net of all fees, since inception.

² Sortino and Sharpe ratios assume the Australian cash rate as the applicable risk-free rate.

Media

- 1) Buy, hold, sell: Imugene, Liontown Mesoblast, Kogan, Dusk (AFR) - <https://bit.ly/37CRdNJ>
- 2) Datt Capital: small to mid-sized Aussie caps made me the fund I am today (Ausbiz) - <https://bit.ly/3CGFFHA>
- 3) 'Extravagant' monetary and fiscal policy to support small caps (Inside Investor) - <https://bit.ly/2VU3ivy>

[For now, the Fund remains open for investment.](#)

To join our Waitlist and Register your interest in the Fund please register via this link:

<https://bit.ly/Datt-Interest>

Please click the link below to view the Fund disclosure documents and apply for an investment online.



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