

Samuel Terry Absolute Return Fund – March 2019 quarterly report

The Fund's performance (Founder units, net of fees) and those of the Australian All Ordinaries Accumulation Index and the MSCI World Equities Index, are as follow:

To 31 March 2019	STAR	All Ords	MSCI (\$A)
1 quarter	4.9%	11.1%	11.5%
1 year	3.3%	11.2%	9.7%
3 years (%p.a.)	22.4%	11.3%	13.2%
5 years (%p.a.)	24.9%	7.5%	12.0%
7 years (%p.a.)	24.0%	9.7%	14.3%
10 years (%p.a.)	25.2%	10.5%	12.0%
Since inception on 1 Nov 2003 (%p.a.)	15.7%	8.8%	7.6%

The Fund significantly underperformed share markets in Australia and globally. Our biggest losses were from options positions in gold and the S&P Index, which cost a total of 2.6% of the Fund. 2.7% of the Fund was in options at quarter-end.

Implied volatility in several markets has been falling, so we are likely to increase our options exposure.

Our best performers were **Dubber**, an Australian call-recording firm (3.1% of the Fund), which rose 134% and **Spicers**, an Australian paper distributor, (8.8% of the Fund) which rose 21% after it received a takeover bid.

We invested 4.5% of the Fund into a new holding.

Our office has moved to 120B Underwood Street, Paddington.

The Fund's net asset value was \$122.5m or \$2.8203 per Founder unit and \$11.0811 per A Class unit (up 4.6%) at quarter end. 6% of the Fund was in cash, mostly in \$A. The Fund owned securities issued by 24 companies.

Fred Woollard and Nigel Burgess
10 April 2019



<https://twitter.com/FredWoollard>

Samuel Terry Asset Management Pty Limited (AFSL 278294) does not guarantee the repayment of capital or any particular rate of return from the Trust. Past performance is no guarantee or indication of future performance. The unit price can go down as well as up. Investment returns have been calculated in accordance with normal industry practice utilising movements in the unit price and assuming reinvestment of all distribution of income and realized profits. The above report does not take into account a reader's investment objectives, particular needs or financial situation. It is general information only and should not be considered as investment advice and should not be relied on as an investment recommendation.