



SAMUEL TERRY
ASSET MANAGEMENT

Samuel Terry Absolute Return Group (the Fund) – June 2022 quarterly report

The Fund's performanceⁱ (pre-tax, net of fees) and those of the Australian All Ordinaries Accumulation Index and the MSCI World Equities Index, are as follow:

To 30 June 2022	STAR Founder Class	All Ords Accum	MSCI World (\$A)	STAR A Class
1 quarter	1.4%	-12.9%	-8.8%	1.5%
1 year	-1.5%	-7.4%	-9.4%	-1.4%
3 years (%p.a.)	16.4%	3.8%	6.6%	14.9%
5 years (%p.a.)	18.8%	7.2%	8.9%	17.2%
10 years (%p.a.)	22.7%	9.4%	13.0%	
Since inception (%p.a.)	16.0%	8.3%	7.5%	

The Fund benefitted from rises in several holdings, including **Horizon Oil** (9.4% of the Fund), which rose 8%. The Fund had zero exposure to slumping technology and crypto assets.

Asset Resolution Ltd rose 19%. It distributed most of its capital to shareholders and announced plans to complete its wind-up in 2023. This ends a complex and profitable saga for us, which began when the Fund started buying units in ARL's predecessor trust in November 2008.

Despite a 6% increase in the oil priceⁱⁱ, shares in offshore drilling contractor, **Diamond Offshore** (13.4% of the Fundⁱⁱⁱ) fell 17%, and oil producer **Karoon Energy** (2.5% of the Fund), fell 19%. Our sales of shares in both companies during the quarter lessened the impact of these price falls.

The Fund sold its shares in Australian royalty owner **Deterra** and American conglomerate **Loews**.

At 30 June, the Fund's net asset value was \$451m or \$3.6977 per Founder unit and \$13.70 per A Class unit. 19.6% of the Fund was in cash and gold. The Fund owned securities issued by 26 companies.

Please note that **Link Fund Solutions, the Fund's administrator** has changed its contact details to:

- Email: SamuelTerry@linkmarketservices.com.au
- Postal Address: Samuel Terry Unit Registry, C/- Link Market Services Limited, PO Box 3721, Rhodes NSW 2138
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Fred Woollard, Nigel Burgess and Mitch Taylor
15 July 2022

 <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 Fund. 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.

ⁱ Performance numbers are net of all fees and admin costs. The difference in returns between Founder units and A units is due to A units having a lower performance hurdle for calculating performance fees.

ⁱⁱ Calculated using the Brent front month futures spot price.

ⁱⁱⁱ The Fund's investment in Diamond is split between 9.1% in ordinary shares and 4.3% in secured debt.