DENT SECTOR FUND

MONTHLY REPORT
February 2021

dentsectorfund.com.au

Portfolio Overview Fund Performance

In February the major equity markets halted their rise as rising bond yields created fear among equity markets. Typically, the bond yields rise late in the investment cycle as market participants expect Central Banks to raise rates to slow the euphoria felt by investors as well as to halt any signs of inflation. Similar to bond yields rising, commodity prices start to rise and small caps equities benefit from higher growth without higher cash interest rates. The seemingly endless supply of liquidity supplied by global Central Banks since the onset of Covid has continued as Biden has tabled plans for $1.5-2.0 billion more in stimulus cheques. The rising concern among economists about inflation saw the US government bonds selloff. The bond index fell 1.8% while equities rose 2.3% over the month. The rollout of Covid vaccines globally has continued. The prospects of life returning to normal has buoyed the expectations for some sectors that had suffered since the onset of Covid one year ago - particularly the cyclical sector. In response to the re-opening of industry, commodity prices have risen. Oil as an example was up strongly in February. Dent Sector Fund was up slightly in February returning 0.21%. The Fund held positions in Australian bonds and global equities. These two markets saw offsetting results in the month. The growth sector, exemplified by the Nasdaq in the US equity markets came under selling pressure late in the month as higher rates impacted the potential for higher margins. Investors are starting to look at which sectors will benefit from rising commodity prices and have the ability to withstand higher interest rates.

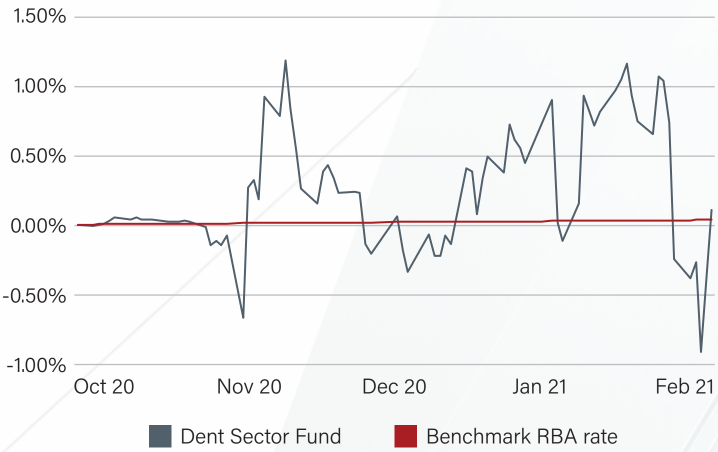
Fund Strategy

The Fund will use an investment process based on macroeconomic research to identify global investment themes and opportunities. It has a flexible and focused approach to take advantage of global trends and changes through a range of asset classes. The fund will be dynamic and has the scope to take a market contrary position where it is considered overvalued and/or reaching a turning point. The Fund aims to seek returns in excess of the RBA cash rate over rolling 5 year periods. The Fund's investment strategy is based on the Investment Manager's belief that the best investment opportunities are driven by fundamental trends that are reflected in cycles of many types and their interplay.

Portfolio Performance

	1 month	3 months	YTD
Dent Sector Fund*	0.21%	0.74%	0.07%
RBA Cash Rate	0.01%	0.02%	0.04%

Dent Sector Cumulative Performance vs Benchmark



Exposure

As at 28 February 2021	% of NAV	Positions
Australia	52.91%	10
USA	47.09%	18
Total	100.00%	28

Features

Fund type	Global Macro
Inception date	29 October 2020
Net Asset Value at 28 Feb 2021	$10,460,163
Redemption value at 28 Feb 2021	$0.9957
Min. Initial Investment	$10,000
Management Fee (% of NAV)	1.50%
Usual expenses (% of NAV)	0.25%
Performance Fee	15% of performance
Distribution Frequency	Annually
Applications/Withdrawals	Daily
Buy/Sell Spread	+0.50% on applications into the Fund and -0.50% on withdrawals out of the Fund

Net Monthly Returns

	Oct 20	Nov 20	Dec 20	Jan 21	Feb 21	Mar 21	Apr 21	May 21	Jun 21	Jul 21	Aug 21	Sep 21	Oct 21	FY
Dent Sector Fund	0.00%	-0.67%	0.32%	0.21%	0.21%	-	-	-	-	-	-	-	-	0.07%
RBA Cash Rate	0.01%	0.01%	0.01%	0.01%	0.01%	-	-	-	-	-	-	-	-	0.04%

Past performance should not be taken as an indicator of future performance.

*The Dent Sector Fund is a registered fund in Australia (ARSN 642 661 729 APIR ETL9161AU ISIN: AU60ETL91617) denominated in AUD Dollars. The Fund's inception date was 29 October 2020. Past performance should not be taken as an indicator of future performance. All performance figures are net of fees and expenses.