

INVESTMENT OBJECTIVE

The Global Infra-Energy Fund (the Fund) is focused on infrastructure and energy business segments to provide exposure to companies that are operating in essential industries around the world. We explore the entire infrastructure and energy value chain where we believe we can add value under different economic scenarios.

The Fund targets an annual total return of 10% with income component of greater than 3.5% yield.

Our investment approach is bottom-up, value-oriented with a quality overlay, thematic-driven and index agnostic.

FUND OVERVIEW

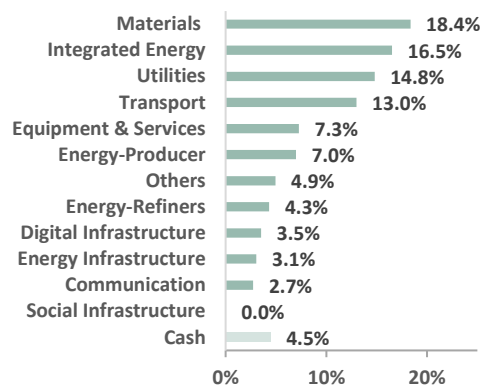
Portfolio Manager	Roy Chen
Performance Target	10% per annum
Asset Class	International Shares
Coverage	All Global Equity Markets
Currency	AUD Unhedged
Cash Holdings	Up to 35%
Entry/Exit Price	\$1.0816/\$1.0752

PERFORMANCE

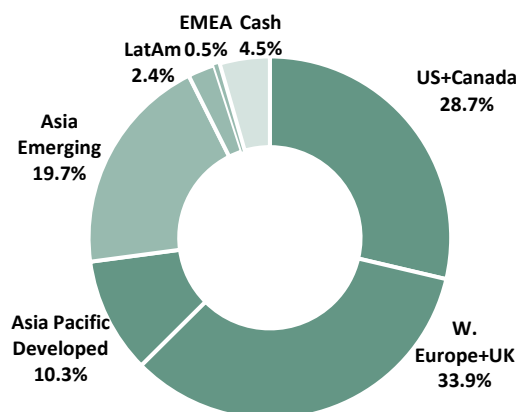
Total Return	1 month	3 month	6 month	YTD	1 Year	Since Inception**
Global Infra-Energy Fund*	3.0%	4.4%	7.7%	5.3%	11.7%	31.4%
Performance Target					10.0%	

*Performance is based on the movement in net asset value per unit plus distributions before tax and after all fees and charges. Imputation and foreign tax offsets are not included in these numbers. **Inception date is 1 August 2017, calculated cumulatively, and assuming all distributions have been reinvested.

SECTOR EXPOSURE



REGIONAL EXPOSURE



TOP 10 HOLDINGS

Company	Country	Industry Segment	Mkt Cap \$USbn	ND/EBITDA	Div Yield	Weight
1 TotalEnergies SE	France	Integrated Energy	155	0.9	4.7%	2.0%
2 BP p.l.c. Sponsored ADR	United Kingdom	Integrated Energy	106	1.3	4.0%	1.7%
3 Telenor ASA	Norway	Communication	19	2.2	6.9%	1.7%
4 Linde plc	Germany	Materials	163	1.3	1.2%	1.7%
5 Shell PLC	United Kingdom	Integrated Energy	223	1.0	3.1%	1.6%
6 OCI NV	Netherlands	Materials	7	0.7	4.4%	1.6%
7 Sumitomo Metal Mining Co., Ltd.	Japan	Materials	12	0.5	5.6%	1.6%
8 Gaztransport & Technigaz SA	France	Utilities	5	-1.2	2.6%	1.6%
9 PetroChina Company Limited	China	Integrated Energy	149	0.8	6.3%	1.5%
10 PETRONAS Chemicals Group Bhd.	Malaysia	Materials	19	-1.5	4.5%	1.5%

PORTFOLIO COMMENTARY

- In May, European equities (-0.2%) continued to outperform both Asia Pacific (-0.3%) and North America (-1.1%) despite the negative macro backdrop. The portfolio has weathered the volatility and uncertainty relatively well (+3%) compared to the broader market MSCI AC (-0.8%) and every region. This is our fourth month of gain in 2022. Only in February did the Fund generate a negative return.
- May saw very strong Energy performances helped by Brent crude rising 8% and global refining capacity very tight -all top 5 performers came from this sector
- We also witnessed profit-takings in the Agri-Food segments such as fertilisers impacting the Material sector. However, Industrials (both Transport and Equipment) saw good recovery after a period of weakness.
- We realised some profits in Transport/Shipping names - BWLPG Norway, Hapag-Lloyd Germany, Social Infrastructure - BDMS Thailand, Brazilian utilities CEMIG.
- New stocks in the Energy included - Imperial Oil Canada (Integrated), New Fortress Energy US (Infrastructure) Reliance-Industries India (Refiner), ConocoPhillips and Devon both US Producers). In Materials we added Toho Titanium, Sumitomo Metals, Evonik Germany and in Transport Infrastructure ASUR Mexico (Airport), Hamburg Port Germany) and Transport-Shipping - Flex LNG and Scorpio Tankers.

PORTFOLIO POSITIONING

- We are now broadly equal-weighted in the 3 major Continents - slightly more in Europe (32.9%), followed by Asia Pac (32%) and Americas including Latam (30%). Global EM combined at 22.5%, approaching our 25% limit.
- Sector weighting – we remained overweight in Energy, Material, Industrials and Utilities. We are well diversified in all these sectors but ensure that all companies have strong balance sheets, good FCF and can protect their profit margins. We also adopt an active trading approach to areas such as Metals/Miners and Shipping which are more volatile.
- Within the broader Energy sector, we find three areas worth special mention as we highlighted last month.
- Refining segment** – this segment is most in demand. Irrespective of how much crude oil is produced, the world is short of refining capacity which means gasoline, diesel and jet fuel prices will outperform crude oil prices. Europe is at a serious disadvantage with sanctions on Russia while India is effectively becoming the Refining hub for Europe and taking full advantage of buying cheap Russia oils refining it and sell the expensive products to Europe.

- LNG Value Chain**- last Sept energy crunch in Europe saw the spike in LNG prices now it is trying to move from reliance on piped Russia gas, we believe a repeat in price rises is highly likely and sooner rather than later.
- Energy Shipping** – be refined products, crude oil, LPG or LNG-all requires dedicated tankers for each type of energy and judging by escalating freight rates, shipping companies in these segments are going to generate bumper profits and subsequently, dividends.
- The portfolio is well positioned in all three areas.**
- In terms of dividends received, May was a big month and we could expect a higher level of distribution for investors this June than in previous years.

PORTFOLIO CHARACTERISTICS

Net Asset Value	\$1.0784
Number of stocks	84
Net cash position	4.5%
Dividend yield	3.9%
Price/Earnings FY1	10.5
Market capitalisation \$USbn	57.9
EV/EBITDA	12.3
ND/EBITDA	2.2

TOP 5 PERFORMERS

Company	Return
1 Hoegh LNG Partners LP	40.11%
2 TotalEnergies SE	18.42%
3 Schlumberger NV	17.16%
4 Phillips 66	16.30%
5 Marathon Petroleum Corporation	16.25%

BOTTOM 5 PERFORMERS

Company	Return
1 Kuala Lumpur Kepong Bhd.	-14.5%
2 OCI NV	-9.2%
3 Incitec Pivot Limited	-8.8%
4 Symrise AG	-8.0%
5 BKW AG	-6.0%

DISCLAIMER - This material has been prepared by RC Global Funds Management Pty Limited ABN 38 600 792 710 AFSL 491119 (RC Global or we or us) for investors who qualify as wholesale clients under sections 761G of the Corporations Act 2001 (Cth) or to any other person who is not required to be given a regulated disclosure document under the Corporations Act and is for information purposes only. Although we believe that the material is correct, no warranty of accuracy, reliability or completeness is given, except for liability under statute which cannot be excluded. The material contained in this document is for general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with your professional adviser, whether the information is suitable for your circumstances. Before you decide to invest or continue to invest, you should consider the Information Memorandum for the Fund dated issued by us. Please note that past investment performance is not a reliable indicator of future investment performance and that no guarantee of performance, the return of capital or a particular rate of return is provided.