

## Fund Fact Sheet – May 2018

The AIM Global High Conviction Fund returned -1.74% (est) in May due to the underperformance of our Asian investments (HSCEI -2.86%) and a month end rally in bond yields. Both short-term events we see as unlikely to be sustained and we retain our conviction in our Asia facing investments and our short in US 30-year bonds. The fund is +10.0% for FY18 and we will be giving annual distribution guidance this month.

Portfolio Manager Angus Wright & analyst Ed Davies spent the last week in mainland China and Hong Kong, seeing our key long investments and a variety of unlisted Chinese contacts. We will write separately on the findings of that trip. Ping An Insurance and Tencent remain our two largest investments in Hong Kong, while also being the largest and third largest long investments in the portfolio.

The main positive contributor to the month was Aristocrat Leisure (ALL.ASX). ALL delivered 1H 2018 earnings surprise which drove consensus analyst upgrades. ALL remains the fund's 2<sup>nd</sup> largest long investment and we believe the company remains in a structural earnings upgrade cycle that should start to also see P/E expansion to acknowledge the greatly increased recurring revenue now being generated.

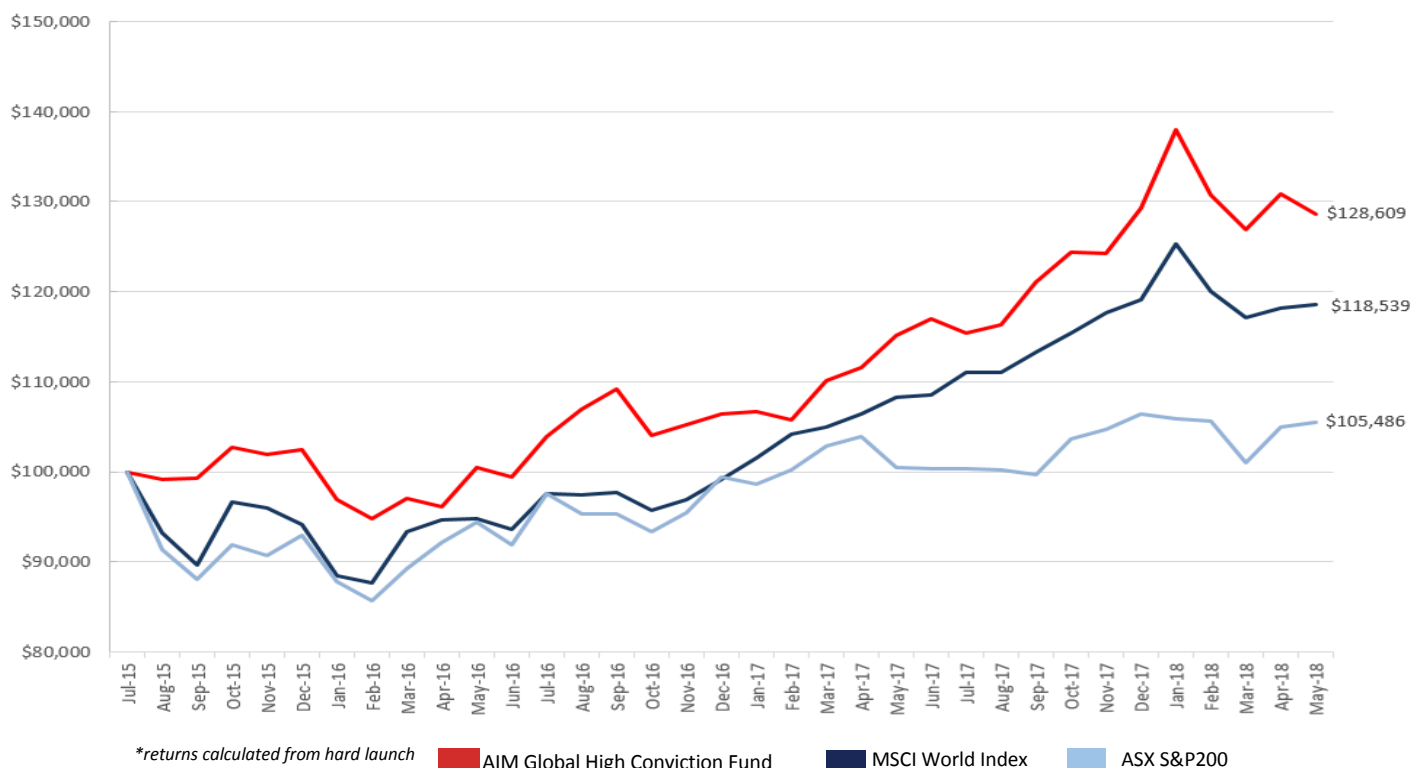
The fund remains open to new investor, please contact Les Andrews [la@aimfunds.com.au](mailto:la@aimfunds.com.au) or Ed Davies [ed@aimfunds.com.au](mailto:ed@aimfunds.com.au) with any enquiries or for assistance with the application process.

## Fund Performance and Analytics

Period	Return
May	(1.7%)
6 Month	3.5%
Financial YTD	10.0%
Calendar year 2018	(0.5%)
Inception	28.6%

Portfolio Analytics	
Percentage of Positive Months	60%
ASX S&P 200 Beta	0.44
Volatility	10.0%
Top 5 Positions (% of AUM)	33%
Top 10 Positions (% of AUM)	57%

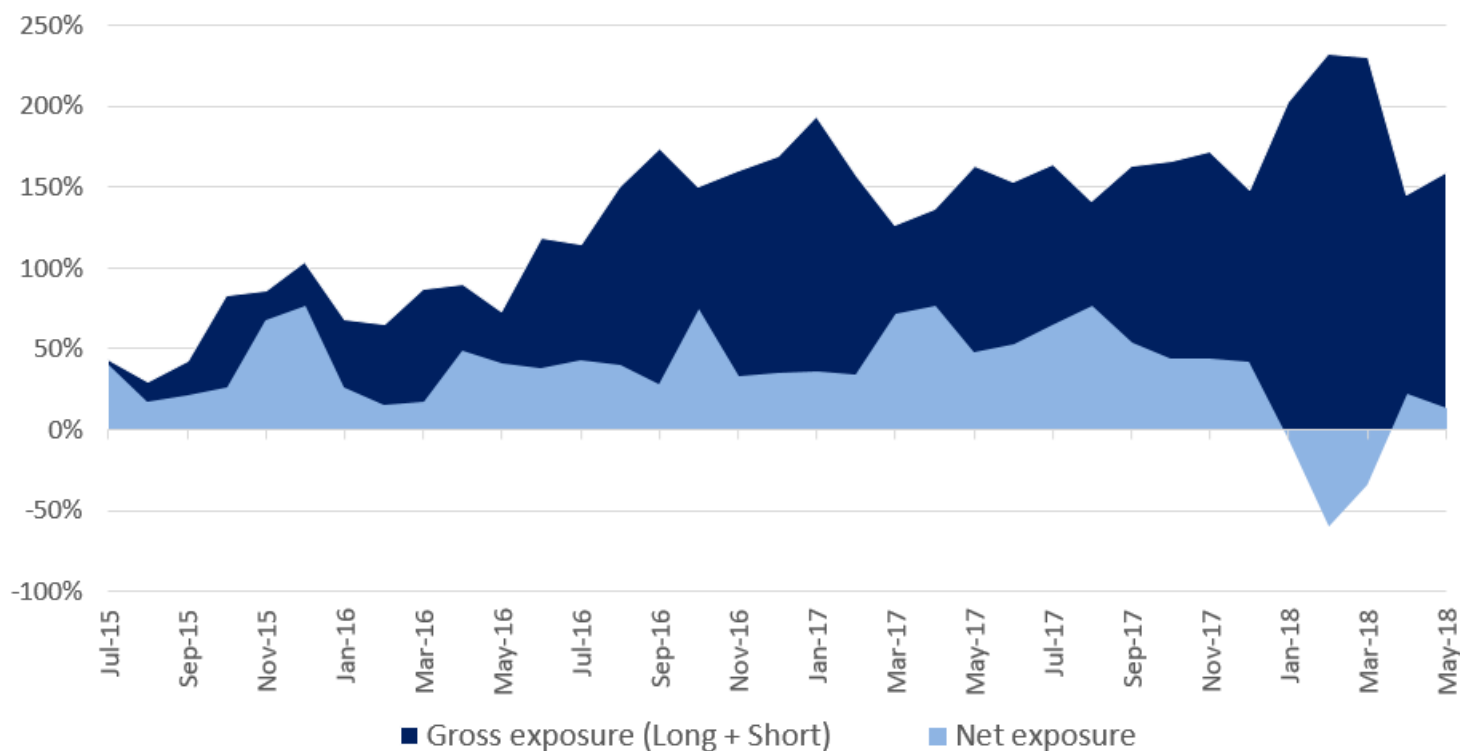
## Relative Performance



## Performance Summary

Year	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	YTD
FY16	-1.49	-0.91	0.15	3.54	-0.86	-0.57	-5.42	-2.19	2.36	-0.99	4.63	-1.06	-2.04
FY17	4.54	2.90	2.10	-4.74	1.11	1.16	0.21	-0.83	4.05	1.34	3.17	1.61	17.56
FY18	-1.29	0.79	4.11	2.67	-0.04	4.00	6.70	-5.19	-2.95	3.13	-1.74		10.00

## Exposure Chart



## Geographic Exposure

Location	Long	Short	Net
USA	0%	(44%)	(44%)
Australia / NZ	32%	(22%)	10%
Asia	49%	(6%)	43%
Japan	4%	0%	4%
Europe / UK	2%	0%	2%
<b>Total</b>	<b>86%</b>	<b>(73%)</b>	<b>14%</b>

## Sector Exposure

Sector	Long	Short	Net
Consumer Discretionary	16%	(2%)	14%
Consumer Staples	0%	(1%)	(1%)
Energy	3%	0%	3%
Financials	27%	(6%)	21%
Healthcare	2%	(2%)	0%
Industrials	7%	(6%)	2%
Information Technology	15%	(2%)	13%
Materials	15%	(2%)	12%
Real Estate	0%	(5%)	(5%)
Telcos	1%	0%	1%
Utilities	0%	2%	2%
Bonds	0%	(44%)	(44%)

[aimfunds.com.au](http://aimfunds.com.au)

[info@aimfunds.com.au](mailto:info@aimfunds.com.au) • + 61 2 8379 3700 • Level 10, 70 Phillip St., Sydney NSW 2000, Australia

The information contained in this message and or attachments is intended only for the person or entity to which it is addressed and may contain confidential information. Any review, retransmission, dissemination, or other use of, or taking of any action in reliance upon, this information by persons or entities other than the intended recipient is prohibited. If you received this in error, please contact the sender and delete the material from any system and destroy any copies. This material has been prepared by Aitken Investment Management Pty Ltd (AIM) (ACN 603 583 768) (AFSL 473534) and any views or commentary expressed herein are those of that party only. AIM is the investment manager for the AIM Global High Conviction Fund.

The AIM Gateway Fund is issued by Theta Asset Management Limited (ABN 37 071 807 684) (AFSL 230920) (Theta). Although AIM is an AFS licensee, it is also an authorised representative (001245993) of Theta for the provision of general advice in relation to the AIM Gateway Fund. The advice provided in relation to the AIM Gateway Fund, is general advice only and has been prepared without taking into account your objectives, financial situation and needs. Before making any investment decision in relation to the AIM Gateway Fund you should read the Product Disclosure Statement (PDS) and consider whether an investment in this product is right for you, given your objectives and financial circumstances and needs. Retail investors should seek professional investment advice. The PDS is available at PDS. Past performance is no indication of future performance. Any forecasts are subject to change without notice. Neither Sequoia, nor Theta guarantee any income or return of capital.

To the extent permitted by law AIM, its employees, consultants, advisers, officers and authorized representatives are not liable for any loss or damage arising as a result of reliance placed on the contents of this email.