

ETHICAL INCOME FUND

Wholesale Class – 31 May 2019

Fund Description

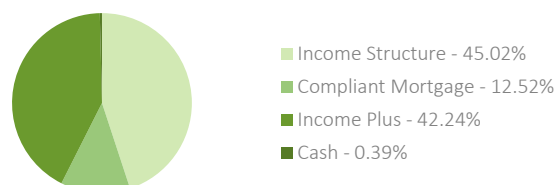
- Ethical Income Fund (EIF) is an investment fund specifically designed to help generate a steady income stream while maintaining the highest ethical standards. Investment assets include Sharia compliant income structures and mortgages.
- Eternal Asset Management seeks to identify and assess the most appropriate opportunities through disciplined investment reviews and ethical screens. In the due diligence process, all opportunities undergo preliminary analysis including a strict Sharia-compliant testing for eligibility by the Fund Manager.
- Should the investment pass the ethical screens and move beyond preliminary analysis, detailed entity/project/sector research is undertaken. This detailed analysis allows evaluation of key asset risks as well as the proper analysis of the asset's financing structure and credit risk.

Fund Features

Inception Date	Oct 2018
Management Fee	1.50%
Performance Fee	Nil
Minimum Initial Investment	Depend upon the class of Units and are set out in each relevant Term Sheet
Target Return	Depend upon the class of Units and are set out in each relevant Term Sheet
Income Distribution	Depend upon the class of Units and are set out in each relevant Term Sheet
Application Fee	0.10%
Investment Horizon	3-5 Years
Sharia Ethical Standards	Accounting and Auditing Organisation for Islamic Financial Institutions (AAOIFI)

Portfolio Allocation - as at 31 May 2019

The fund currently has exposure in discount invoice financing products, senior secured loan facilities and other structured income products via the following portfolio allocation:



*The above allocation figure is based on Gross Asset Value (before fees)

Unit Class	Fund Size (\$millions)	Unit Price (\$)
Income Structure Unit	8.37	1.04789
Compliant Mortgage Unit	2.35	1.01210
Income Plus Unit	7.89	1.00232
Total	18.62	-

*Fund size refers to Net Asset Value (after fees)

Distribution History

Date	Unit Class	Method	New units	@Unit Price
01 Apr 19	Income Structure	Reinvest	32,550.68	1.02403
Total Amount				33,332.86



Fund Performance as at 31 May 2019

Income Structure Unit (Inception: 2 October 2018)

Performance	1 mth (%)	3 mth (%)	1 year (% annualised)	Since Inception (%)
Total Net Return	1.13	3.15	8.86	5.77
Growth	1.13	2.69	8.04	5.24
Distribution	-	0.46	0.82	0.53

Compliant Mortgage Unit (Inception: 7 March 2019)

Performance	1 mth (%)	3 mth (%)	1 year (% annualised)	Since Inception (%)
Total Net Return	0.28	N/A	6.40	1.46
Growth	0.28	N/A	6.40	1.46
Distribution	-	N/A	-	-

Income Plus Unit (Inception: 30 April 2019)

Performance	1 mth (%)	3 mth (%)	1 year (% annualised)	Since Inception (%)
Total Net Return	0.30	N/A	4.59	0.30
Growth	0.30	N/A	4.59	0.30
Distribution	-	N/A	-	-

Notes:

- Total Net Return is the Fund return after the deduction of ongoing expenses based on end of month Net Asset Value (NAV).
- The one year annualised return figure is based on the since inception data.
- It is assumed that all unit classes have constant daily return over reporting period.
- Past performance is not a reliable indicator of future performance.

Contact Us



Colin Campbell
Chairman of Investment Committee

+61 (03) 9111 0825



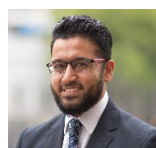
Ben Meikle
Portfolio Manager

+61 (03) 9111 0850



Jared Chuah
Business Development Executive

+61 (03) 9111 0835



Sheikh Muzzammil Dhedhy
Compliance and Ethical Officer

+61 (03) 9465 7142



Lessi Liu
Fund Analyst

+61 (03) 9111 0895

About the Investment Manager

Carnbrea & Co. (ACN 090 724 762, an Australian Financial Services Licence holder (AFSL 233763)) is a privately-owned boutique Wealth and Investment Advisory group with a proud 50-year history of providing financial and investment advice to High Net Worth Individuals, Family Offices and Institutional clients.

About the Fund Manager

Eternal Asset Management (ACN 627 310 230, a Corporate Authorised Representative of Interprac Financial Planning Pty Ltd (AFSL 246638) Corporate Authorised Representative number 1268948) is an Australian based Fund Manager specialising in Ultra Ethical and Socially Responsible Investments, particularly Sharia compliant investments. Eternal Asset Management (EAM) seeks to identify and assess the most appropriate opportunities through disciplined investment reviews and ethical screens. The goal is to build long term wealth by investing in an ethical manner, without compromising the values and beliefs. EAM's clients are invested in a broad range of active strategies across equities, compliant income, multi-asset, alternatives and real estate.

The team at EAM:

- Specialises in offering boutique ethical advisory and investment services.
- Provides expertise in the sciences of Islamic jurisprudence, specifically Islamic finance and investments.