Clime Australian Income Fund

Investment Report - March 2016

Investment Objective

The Fund aims to achieve a return of at least 3% p.a. above the average 1 year term deposit rate and to minimise volatility and thus maximise capital stability and protection.

Investment Strategy

The Clime Australian Income Fund (Fund) seeks to provide an income stream above term deposits from a portfolio of Australian listed and unlisted securities, with a view to capital preservation.

The Fund's goal is to select high quality individual investments that allow the creation of a best ideas portfolio for income generation. Portfolio returns are likely to be added to by franking credits.

Fund Profile - Wholesale

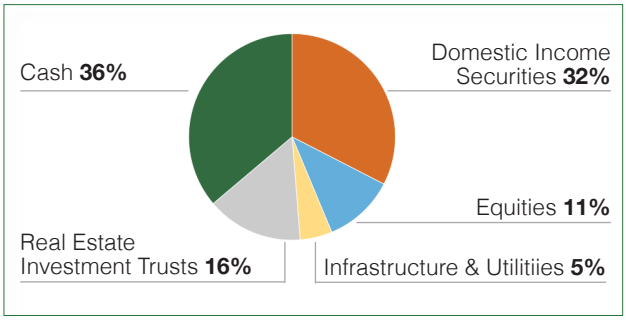
Investment Manager	Clime Asset Management Pty Limited
Investments	The Fund's goal is to select high quality individual investments that allow the creation of a best ideas portfolio for income generation.
Fund Size (Wholesale) Inception Date	A$1.87 million 1 July 2015
Income Distributions	Quarterly. Unless otherwise requested, distributions are automatically reinvested.
Management Fee	1.28% p.a.
Contribution Fee	Nil
Minimum initial investment	$200,000
Minimum additional investment	$10,000
Expenses	0.21% p.a.
Withdrawal Fee	Nil
Benchmark / Hurdle	3% p.a. above the avg. 1 yr term deposit rate
Investment Horizon	Minimum 3 years

Performance to 31 March 2016

Period	Portfolio Return	#Hurdle
1 month	2.47%	0.43%
3 months	0.58%	1.31%
6 months	4.03%	2.65%
Inception*	3.76%	4.03%

Inception: Wholesale Units: 1 July 2015. Performance figures calculated after all applicable fees and taxes. Performance figures compare unit price to unit price for the given period.

Asset Allocation



Top 5 Holdings

Stock	Code
Multiplex Convertible Notes	MXUPA
National Australia Bank Notes	NABHA
Westpac Subordinated Notes II	WBCHB
Suncorp Subordinated Notes	SUNPD
Goodman Plus Trust	GMPPA

Distributions

Period Ending	Wholesale Units (cents per unit)
31 March 2016	0.8246
31 December 2015	0.2390
30 September 2015	0.5383

Wholesale Units - Monthly Returns since inception

Financial Year	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	CAIF FYTD	#Hurdle FYTD
2015 - 16	0.5%	0.6%	-1.3%	2.5%	-0.6%	1.5%	-1.6%	-0.3%	2.5%	-	-	-	**3.8%**	4.0%

Based on the published 12mth interest rate of 4 Australian major banks (reset every year) + 3%. FYTD represents net return for the given financial year, calculated after all applicable fees and taxes. Performance figures compare unit price to unit price for the given period. * Inception date as at 1 July 2015 (Wholesale) at which point the Fund's units NAV was struck at an inception price of AUD 1.00.

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