



Factsheet and Performance Review

MAY 2017

TOTAL RETURNS (AFTER FEES) AS AT 31 MAY 2017

	May	April	March	3 MTHS	6 MTHS	12 MTHS	INCEPTION (p.a.)	(Total)
Meme Australian Share Fund	+ 0.66 %	- 0.30%	- 1.40%	- 1.05%	- 4.34%	-6.55%	+ 12.34%	+ 57.70%
All Ordinaries Accumulation Index	- 2.58 %	+ 0.78 %	+ 3.16 %	+ 1.28%	+ 6.88%	+10.23%	+ 9.57%	+ 43.04%
Performance Relative to Benchmark	+ 3.24 %	- 1.08%	- 4.56%	- 2.32%	-11.22%	- 16.77%	+ 2.77%	+ 14.66%

Past performance is not necessarily indicative of future performance. Portfolio results assume distributions totalling \$0.145044 have been reinvested. Inception was 1 July, 2013.

INVESTMENT OBJECTIVE: To outperform the S&P/ASX All Ordinaries Accumulation Index over rolling three year periods, through active investment in ASX listed securities outside the S&P/ASX 20.

INVESTMENT APPROACH: The Fund takes an evidence-based quantitative approach to investing and uses a robust and back-tested trend-following strategy to identify investment opportunities expected to provide both positive price appreciation and relative price out-performance over the medium to long term. The Fund rigorously applies a set of capital management rules to manage both risk and return such that any losses are taken while they are small while gains are given room to compound until their long-term price trends become exhausted or their relative out-performance becomes impaired.

The Fund employs a non-thematic, bottom-up investment style which allows us to quantify both the absolute and relative merits of each investment opportunity and to allocate the Fund's investment capital accordingly. The resulting exposures to the various market sectors are essentially a consequence of that process, such that the strategy at the individual investment level guides the Fund's sector exposure and not the other way around.

The Fund only takes long positions and does not use derivatives. The Fund will hold an allocation to cash to the extent that there are at any time insufficient investment opportunities at appropriate levels of risk.

KEY PORTFOLIO METRICS

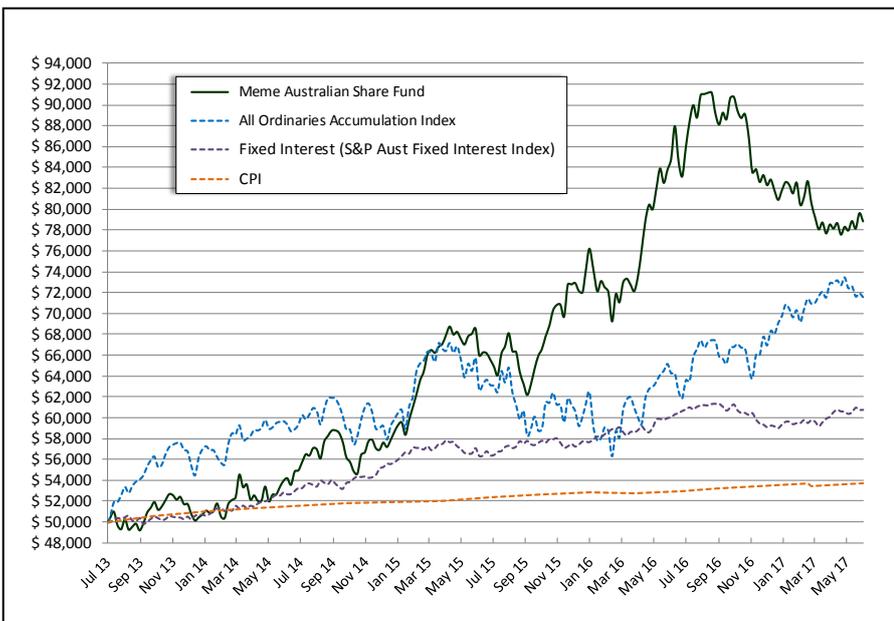
Assets Under Management	\$ 5.79 mill
Net Asset Value per unit	\$ 1.3977
Number of Holdings	83
Portfolio Components	Cash 1.09% Equities 98.91%

KEY PERFORMANCE METRICS

Open Positions	
Winning Positions	83.8%
Avg Profit / Avg Loss	7.04
All Positions (last 12 months)	
Winning Positions	42.9%
Avg Profit / Avg Loss	3.02

	Up Weeks		Rel Mthly Perf when B'mark is	
	Fund	B'mark	Up	Down
1 Year	50.0%	51.9%	-2.46%	+0.18%
2 years	53.8%	51.9%	-0.41%	+1.05%
Inception	58.5%	57.1%	-0.42%	+1.26%

COMPARATIVE PERFORMANCE



TOP 10 HOLDINGS

Stock	%
Steadfast Group (SDF)	2.88
Crown Resorts (CWN)	2.68
Iluka Resources (ILU)	2.58
A2 Milk (A2M)	2.53
Sydney Airport (SYD)	2.52
Aristocrat Leisure (ALL)	2.51
Lend Lease (LLC)	2.47
Abacus Property Group (ABP)	2.37
Seek Limited (SEK)	2.21
Qantas Airways (QAN)	2.10
Total Top 10	24.83

MONTHLY PERFORMANCE % BY YEAR (after fees)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013							-0.99	-0.67	4.19	2.94	-1.96	-1.00	2.39
2014	-1.32	3.66	0.16	1.01	1.84	1.01	6.12	1.59	-4.60	1.10	0.42	3.79	15.41
2015	3.29	8.38	2.09	-0.04	1.76	-5.97	5.56	-7.50	4.93	7.12	3.11	4.40	30.48
2016	-4.89	-1.71	3.38	8.60	5.43	0.61	7.18	-3.75	3.68	-4.39	-5.07	-0.72	7.33
2017	-0.81	-1.83	-1.40	-0.30	0.66								-3.65

DISTRIBUTIONS

	Jun	Dec
2013		1.6358
2014	0.6277	1.7428
2015	8.2160	0.0000
2016	1.9278	0.3543

INVESTMENT MANAGER'S COMMENTARY

Review. May saw a return to form for the fund with our performance of +0.66% outperforming the broad market's return of -2.58% by a significant +3.24%. Particularly pleasing was that the fund outperformed all market cap segments, with the ASX20 returning -4.83%, ASX100 returning -2.82%, Small Ordinaries (ASX100-300) returning -2.06% and Emerging Companies (ASX300+) returning -1.05%. This most recent result brings the Fund returns since inception to +12.34% per annum, comfortably ahead of the market's +9.57%.

Active strategies are characterised by applying their particular investing 'edge' and these edges typically exist in the market some, but not all, of the time. As a consequence, active strategies such as ours will go through periods of outperformance and underperformance as their edge waxes and wanes, but always with the objective of providing outperformance in the longer term and over multiple market cycles. While this recent market behaviour is encouraging, it remains to be seen whether it has signalled the commencement of the next favourable market cycle.

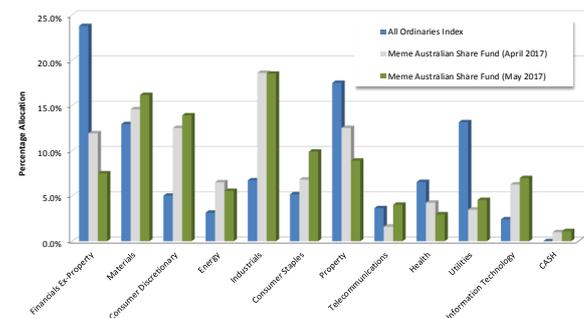
Attribution. The five most positive contributors to the funds' May performance of +0.66% were Qantas (QAN, +0.32%), Aristocrat Leisure (ALL, +0.26%), Sydney Airport (SYD, +0.24%), Fairfax (FXJ, +0.24%) and Elders (ELD, +0.19%), while the five most negative contributors were Mesoblast (MSB, -0.27%), NIB Holdings (NHF, -0.17%), Asaleo Care (AHY, -0.15%), Soul Pattinson (SOL, -0.13%) and Sky and Space Global (SAS, -0.13%).

Allocations. Stocks within the ASX200 continue to provide most of the portfolio opportunities such that by month end our holdings within that group had increased further to 69.9% of the portfolio while holdings outside the ASX200 has fallen to just 28.9% of the Fund. The portfolio continues to exhibit significant non-correlation to the broad capitalisation based sectors, with the portfolio still significantly overweight to Industrials and Consumer Discretionary and most underweight to Financials, Utilities and Property. Note that our capitalisation and sector allocations are simply a risk-adjusted response to investment opportunities as they arise and we continue to be strongly of the view that the passive use of capitalisation alone constitutes a poor premise on which to base meaningful portfolio allocations.

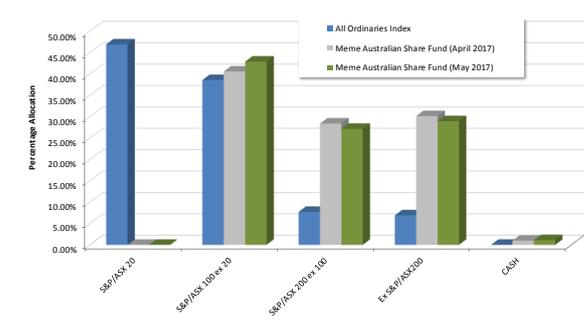
Outlook. May saw weakness across most market sectors with the break of short-term support at 5,850 sending the broad market swiftly to the next support at around 5,725. This interim level seems to be holding for the moment, and even if the market breaks down here it would need to continue below about 5,600 before the upward move from the February 2016 low could be declared over. Larger capitalisation stocks which had benefited from the rotation away from growth stocks since October last year appear to have exhausted their dominance for the time being over the smaller and emerging stocks.

Regardless of the direction from here, our investment strategy will continue to monitor and respond to the market dynamics such that portfolio rotation, expansion or contraction will naturally occur in response to the evolving market circumstances.

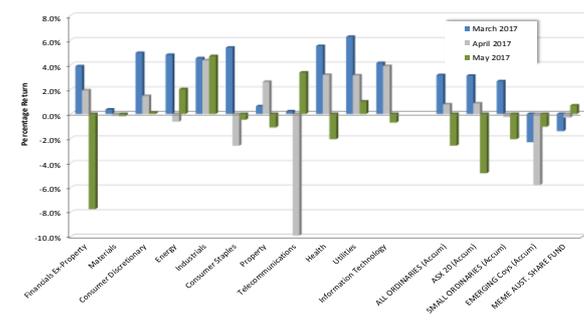
PORTFOLIO ALLOCATION BY SECTOR



PORTFOLIO BY MARKET CAPITALISATION



MARKET PERFORMANCE BY SECTOR (last 3 months)



KEY FEATURES

APIR Code	MMC0003AU	Morningstar™	Ticker: 40932 Category: Equity Australia Mid/Small Growth
Investment Horizon	3 to 5 years	Minimum Investment	\$20,000
Investor Type	Wholesale	Buy/Sell Spread	±0.25% on applications and withdrawals.
Valuations	Weekly and last day of each month.	Distributions	Six-monthly, 30 June and 31 December.
Fees and Costs	Investment Management	1.10% pa (incl. GST but net of applicable Reduced Input Tax Credits (RITC)).	
	Recoverable Expenses	Maximum of 0.77% pa (incl. GST but net of applicable Reduced Input Tax Credits (RITC)).	
	Performance Fee	11.00% pa (incl. GST but net of applicable Reduced Input Tax Credits (RITC)) of out-performance over the All Ordinaries Accumulation Index. High water mark applies.	

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Past performance is not indicative of future performance.

Interests associated with the Investment Manager maintain a significant holding in the Meme Australian Share Fund.

FURTHER INFORMATION

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