

## COMMENTARY

Series 1 units of the Warburton Global Fund returned -23.9% in October 2018. The value of \$1 invested since inception is \$1.61.

October saw significant decreases across the board in the global financial markets. Equities were down sharply in all geographies. Sovereign bonds lost value in all major developed countries and the US yield curve steepened. Commodities were negative in aggregate, with the falls in energy and industrial metals outweighing the gains in precious metals. The AUD fell versus the USD.

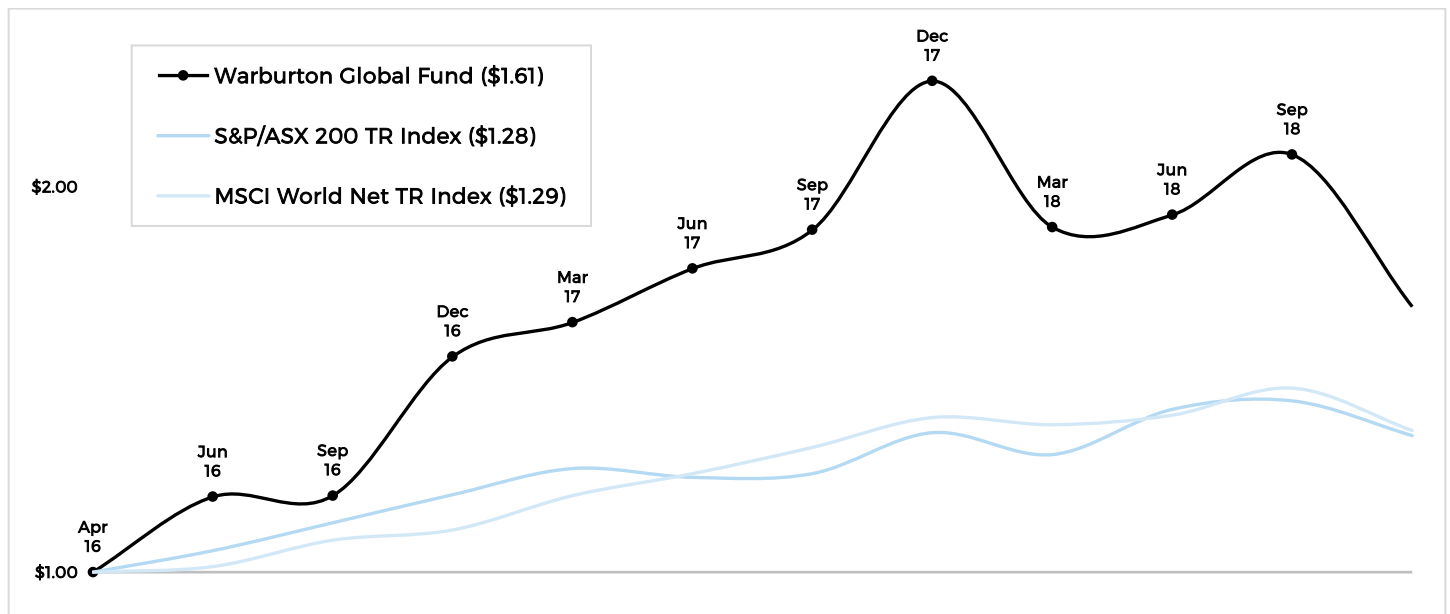
In such an adverse environment, the Warburton Global Fund could not avoid a sizable negative return in October. Most of the month's losses were from equities (-17.7%), with fixed income (-4.9%) and commodities (-3.5%) making up the remainder. We made a modest profit from our currency book (+2.2%).

The simultaneous fall in asset classes will not persist. To our long-time investors, who have been through a few up-and-down periods with us, you know this is business as usual, and that the fund has historically bounced back. To our newer investors who have joined the fund in the past year, we recognise the concerns that you may have.

Given our target volatility of 30%+, monthly gains and losses of such magnitude are expected to occur occasionally. Our investment strategy requires tolerance for short-term volatility, combined with a sufficiently long investment horizon, in order to reap superior long-term returns.

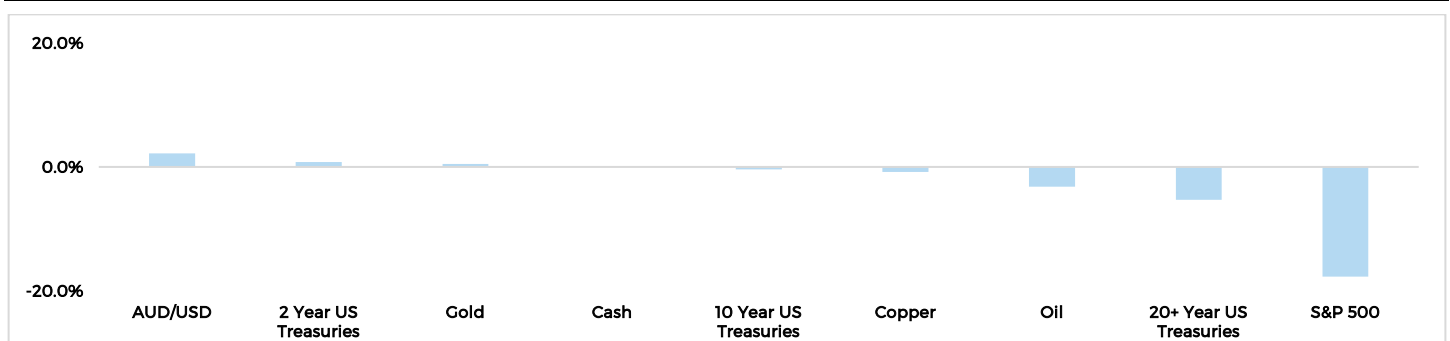
## PERFORMANCE

1 Month Return	Annualised Return	Value of \$1 Invested Since Inception
<b>-23.9%</b>	<b>+20.3%</b>	<b>\$1.61</b>



The above graph represents how \$1 invested in the Warburton Global Fund has grown assuming the reinvestment of all distributions. The returns are net of all fees and costs.

## MONTHLY PERFORMANCE ATTRIBUTION



## RETURNS

%	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FYTD
FY19	-1.3	9.8	2.9	-23.9									-15.2
FY18	1.0	5.3	0.8	4.5	7.9	15.9	10.6	-29.0	-2.1	1.6	-2.6	3.3	10.1
FY17	7.3	-5.9	-0.8	-11.5	17.6	23.4	0.6	10.5	-4.3	2.8	2.1	5.0	50.8
FY16	-	-	-	-	-	-	-	-	-	0.2	-0.7	15.1	14.5

Inception: 1 April 2016.

## STATISTICS

Total Return	61%
Annualised Return	20%
Annualised Volatility	37%
Sharpe Ratio*	0.50
% Positive Months	68%

\*Risk-free rate is the AUD 3-month Bank Bill rate.

## INFORMATION

Fund Name	Warburton Global Fund
Bloomberg Ticker	WARBURT AU
Inception Date	1 April 2016
Strategy	Global Macro
Structure	Unit Trust
Domicile	Australia
Manager	Warburton Investment Management
Trustee & Administrator	Primary Securities Ltd
Auditor	BDO
Legal	DLA Piper
High Water Mark	Yes
Liquidity	Monthly
Minimum Investment	\$10,000
Wholesale APIR Code	TSG0001AU
Wholesale ISIN Code	AU60TSG00014
Retail APIR Code	PRS9720AU
Retail ISIN Code	AU60PRS97205

## CONTACT

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