

HALIDON YIELD ENHANCED FUND

FUND DETAILS

Report Date	30th April, 2018
Fund Investment	Cash, Debt and Hybrid Securities
Investment Objective	RBA Cash +1.50% - 2.00%
Minimum number of Securities	25
Sector Exposure Limit (GICS)	35% Banks, 25% Other
Maximum Single Issuer Limit	15% for CBA, WBC, ANZ, NAB, 7.5% Others
Duration Limit	Maximum 2 years
Recommended Investment Period	At least 3-year
Unit Price	Variable, calculated daily
Access to Funds	Within 5 business days
Management Fee	0.90%
Distributions	Half-yearly (Dec, June)
Application/Withdrawal Fee	Nil
Minimum Investment	\$5,000
APIR Code	SWI001AU

FUND CHARACTERISTICS

FUND

Number Holdings	59
Cash (Running) Yield	4.14%
Weighted Average Credit Rating #	BBB
Modified Duration (years)	1.18
Yield to Maturity	3.93%

S&P Long Term

PERFORMANCE *(after fees and before taxes)*

PERIOD	FUND	RBA CASH	RBA CASH +2.00%
1 Months	0.23%	0.12%	0.29%
3 Months	0.16%	0.38%	0.88%
6 Months	0.98%	0.75%	1.76%
1 Year	3.10%	1.51%	3.56%
3 Year (pa)	3.50%	1.70%	3.75%
Inception (pa)	5.44%	2.91%	4.98%

RETURN BREAKDOWN	INCOME	CAPITAL
1 Months	0.00%	0.23%
3 Months	0.00%	0.16%
6 Months	1.64%	-0.66%
1 Year	3.27%	-0.17%
3 Year (pa)	3.23%	0.27%
Inception (pa)	4.73%	0.71%

INVESTMENT OBJECTIVE AND SUITABILITY

The Halidon Yield Enhanced Fund ("Fund") was established in 2009. The Fund's investment objective is to provide the investor with low-risk, quarterly income and total return which is 1.5% to 2.0% greater than the Reserve Bank of Australia's Overnight Cash Rate on a rolling 12-month basis.

The Fund invests in a diverse range of fixed income assets including cash, debt and hybrid securities and is suitable for those investors seeking a sustainable income stream, who wish to protect their capital and are prepared to hold their investment for at least three years. The Fund seeks to provide an attractive cash yield with minimal capital volatility. It aims to maintain investment grade credit quality by ensuring a minimum weighted average portfolio credit rating of BBB- (S&P Long Term).

WHO IS SWITZER ASSET MANAGEMENT

Switzer Asset Management Limited ("SAM") is the responsible entity and investment manager of the Halidon Yield Enhanced Fund and the Switzer Dividend Growth Fund (ASX:SWTZ). It currently manages funds more than \$100m. SAM is jointly owned by the Switzer Financial Group Limited and Contango Asset Management Limited (ASX:CGA) and is chaired by Peter Switzer. Peter is supported on the board by Paul Rickard, Marty Switzer and Jarrod Deakin.

INVESTMENT PHILOSOPHY AND STYLE

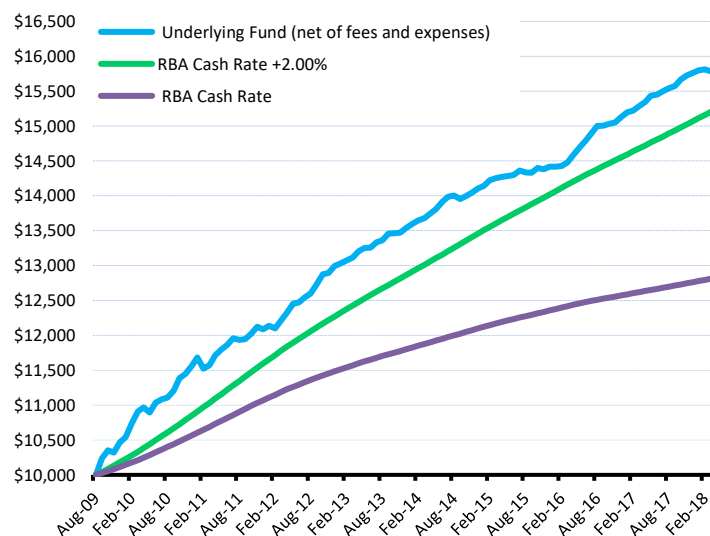
The investment philosophy is based on the premise that value can be created by using a combination of top down macro-economic and bottom up issuer and security analysis to uncover and profit from the mispricing of debt and hybrid securities. The Fund's active style provides yield and some potential for capital gain. There is a cap on exposure to higher risk sectors and credit.

BENEFITS OF INVESTING IN THE FUND

Benefits of investing in the Halidon Yield Enhanced Fund include: sustainable income, capital protection and a low correlation to equities. The Fund can play a significant role as part of a "balanced" investment strategy.

WEALTH CHART

The chart illustrates what your investment would be worth today after fees and expenses but before tax if you invested \$10,000 at inception (31st August 2009).



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Investment Advisor: Contango Funds Management Limited
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FUND FACTS

Net Tangible Assets (NTA)	\$0.827800
Buy/Sell Spread	0.30%
Inception Date	31 st August, 2009
Fund Type	Unit Trust (Unlisted)

INCOME DISTRIBUTION

HALF-YEAR ENDING	CENTS PER UNIT	REINVEST PRICE
Dec 2017	1.2766	\$0.827100
Jun 2017	1.2342	\$0.824020

CREDIT ALLOCATION (S&P Long Term)

CREDIT ALLOCATION (S&P Long Term)	WEIGHT
AAA	3.93%
AA	9.30%
A	30.23%
BBB	28.34%
BB	6.40%
B	1.93%
Not Rated	19.87%
Total	100.00%

TOP TEN HOLDINGS

TOP TEN HOLDINGS	WEIGHT
Royal Bank of Canada Floating Rate Note	3.11%
Verizon Floating Rate Note	3.10%
Adelaide Airport Floating Rate Bond	3.10%
SCA Property Retail Trust 3.75% Fixed	3.09%
Nissan Financial Services Floating	3.07%
Cash	3.00%
CBA Hybrid (CBAPD)	2.92%
National Australia Bank Hybrid (NABPB)	2.28%
Nufarm NZ Finance Ltd Floating	1.94%
Lend Lease Finance 5.50% Fixed Rate	1.91%
Suncorp Metway Floating Rate Note	1.87%

Glossary:

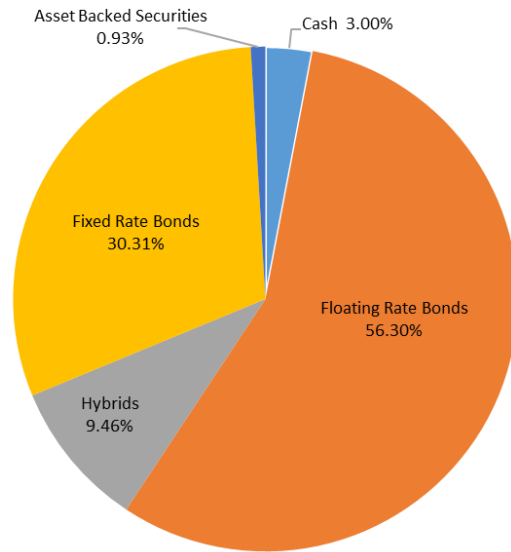
Yield To Maturity: The rate of return an investor would receive if the securities were held to the final maturity date;
Yield To Call: The rate of return an investor would receive if the securities were held to the call date in the case where an issuer has the right to call the securities;

Modified Duration: The percentage price of a security for a given change in the yield. The portfolio duration is the sum of the weighted average duration for each security in the portfolio;

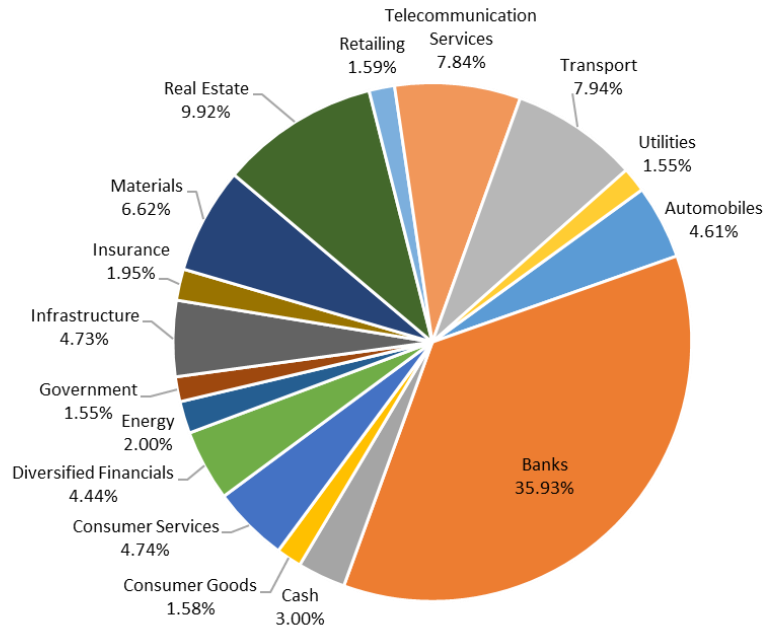
Cash or Running Yield: The annual dollar interest income or coupon divided by the market value;

Credit Rating: A measure of portfolio quality and risk using the Standard & Poores Long Term Ratings scale. The highest investment grade rating is AAA and the lowest is BBB-

SECURITY TYPE



SECTOR EXPOSURE



HOW TO INVEST

The Product Disclosure Statement and Application Forms can be reviewed and downloaded at www.switzerassetmanagement.com.au

For more information and to have any questions answered, please contact us at –

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