

To: Investor Partners of Castlereagh Equity Pty Ltd

From: Peter Phan

Date: 30 April 2015

Re: Monthly Update

	Castlereagh Equity	ASX All Ordinaries	Relative Performance	CE Net Asset Value
1 November 2013 to 30 April 2015	10.3%	6.5%	3.8%	110.3 cents
1 February 2015 to 30 April 2015	3.9%	4%	-0.1%	110.3 cents

The XAO started at 5420 on 1 November 2013 and ended at 5774 on 30 April 2015. In percentage terms, this was a rise of 6.5% for the period. CE turned in a slightly better performance at 10.3% during the same period.

Taking things from the commencement of 1 February 2015, the XAO started at 5552 on 1 February 2015 and ended at 5774 on 30 April 2015. In percentage terms, the XAO increased by 4% for this three months period. CE started at 106.2 on 1 February 2015, and ended at 110.3 on 30 April 2015. Performance comparison to the XAO is nearly identical, with an increase of 3.9% for the same period.

It has been a challenging and difficult period from inception of the fund in November 2013. Constructing a portfolio from scratch has not been made easy due to the market valuations of shares during the period. Nevertheless, the CE portfolio performed pleasingly as expected. During the recent market surges, the portfolio kept pace with the market. When the market receded at the end of the month, the portfolio's decline was significantly less. I am hopeful that this will be a recurring nature of the portfolio going forward.

As at 30 April 2015, CE's cash component is 9%. We made a sale and a few purchases during April 2015 and collected some dividends. The composition of the share portfolio remains significantly unchanged and we continue to monitor the performance of our outstanding managers. We are pleased to note that our managers are starting to deliver on their promises in quite a few of our holdings.

I reiterate that the objective of the fund is to purchase, at a fair price, parts of outstanding businesses operated by honest and capable management. In April 2015, due to soaring share prices, we have not had any opportunities. We continue to monitor the shares of outstanding businesses closely for an opportunity to purchase them at a fair or attractive price.

If any investor partner wishes to contact me to discuss this memorandum or any other matters related to CE, please do not hesitate to do so. Contact details can be found on CE's website.

Thank you for your trust and confidence in us.

Regards

Peter Phan

Director, Castlereagh Equity Pty Ltd