

To: Investor Partners of Castlereagh Equity Pty Ltd

From: Peter Phan

Date: 31 May 2021

Re: Monthly Update

	CE	CE ex-fees	XAOA	CE ex fees vs XAOA	XAO	CE vs XAO	CE Net Asset Value
1/11/13 to 31/5/21	202%	178%	85%	93%	36.6%	165.4%	232 cents*
1/11/13 to 31/1/15	6.2%	6.2%	7.7%	-1.5%	2.4%	3.8%	106.2 cents
1/2/15 to 29/1/16	19.4%	16.4%	-4.7%	21.1%	-9.2%	28.6%	126.8 cents
1/2/16 to 31/1/17	19.7%	16.3%	17%	-0.7%	12.5%	7.2%	151.8 cents
1/2/17 to 31/1/18	9%	8.3%	13%	-4.7%	8.3%	0.7%	146 cents
1/2/18 to 31/1/19	0%	0%	0.6%	-0.6%	-3.4%	3.4%	139 cents
1/2/19 to 31/01/20	65%	51.7%	25%	26.7%	20.3%	44.7%	229 cents
1/2/20 to 29/1/21	20%	16.5%	-0.7%	17.2%	-3.8%	23.8%	253 cents
1/2/21 to 31/5/21	3%	3%	9.4%	-6.4%	7.8%	-4.8%	232 cents

To aid in understanding the tables above:

1. CE commenced on 1 November 2013 with shares issued at \$1 per share, backed by \$1 of cash per share.
2. The first row of the table above provides a summary of CE's performance since its commencement on 1 November 2013 until the date of this memorandum. It also compares CE's performance with the benchmark All Ordinaries index (XAO) and the All Ordinaries Total Return Index (XAOA) over the same period.
3. The second row of the table provides a summary of CE's performance for its first reporting period (15 months period from 1 November 2013 to 31 January 2015).
4. The third row of the table (and subsequent rows) provides a summary of CE's performance for its reporting period (12 months period from 1 February to 31 January).
5. The last row of the table provides a summary of CE's performance for its current reporting period (period commencing 1 February 2021 to the date of this memorandum).
6. *CE NAV is after payment of dividend and director fees in calendar month February of each year. These payments "reset" the NAV as follows:
 - (a) 1.52 to 1.34 in Feb 2017,
 - (b) 1.46 to 1.39 in Feb 2018,
 - (c) 1.39 to 1.39 in Feb 2019.
 - (d) 2.29 to 2.10 in Feb 2020.

(e) 2.53 to 2.25 in Feb 2021.

The XAO started at 5420 on 1 November 2013 and ended at 7406 on 31 May 2021. In percentage terms, the XAO gained 36.6% for the 91 months period since the start of the CE fund.

The XAOA started at 44054.2 on 1 November 2013 and ended at 81695 on 31 May 2021. In percentage terms, the XAOA gained 85% for the 91 months period since the start of the CE fund.

CE's performance over the same 91 months period is 202%.

For the month of May 2021, the XAO gained 1.6% and the XAOA gained 2%. CE gained 1.8% for the month.

The cash component of the CE fund is just under 49%. We were net purchasers during the month of May. Being cash heavy, CE continues to trail the market, as expected.

Going into June and the tax loss selling season, opportunities within my circle of competence in which I am willing to commit significant sums of capital remain scarce. Nevertheless, we are currently stalking some good quality companies in the "old economy" world and waiting patiently for a reasonable entry price.

Thank you for your trust and confidence in us.

Regards

Peter Phan

Director, Castlereagh Equity Pty Ltd