

To: Investor Partners of Castlereagh Equity Pty Ltd

From: Peter Phan

Date: 31 July 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 31/7/21	201%	178%	92%	86%	41%	160%	230 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 31/7/21	2%	2%	12.1%	-10.1%	11.5%	-9.5%	230 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 7664 on 31 July 2021. In percentage terms, the XAO gained 41% for the 93 months period since the start of the CE fund.

The XAOA started at 44054.2 on 1 November 2013 and ended at 84671 on 31 July 2021. In percentage terms, the XAOA gained 92% for the 93 months period since the start of the CE fund.

CE's performance over the same 93 months period is 201%.

For the month of July 2021, the XAO gained 1% and the XAOA gained 1%. CE was flat for the month.

The cash component of the CE fund is just under 46%.

The whole of July 2021 was spent in lockdown. Meetings with domain experts and CEOs were all delayed indefinitely into the future until restrictions are eased. Time was spent in doing our usual research and due diligence. I have commenced deploying some funds back into the market this month. Amounts deployed are not significant yet. I will provide more details once I have managed to establish our targeted position sizes.

Over the last few months, I have found several attractive opportunities stocks trading in the US markets. Unless I receive objections from investor members, I will be deploying funds into these opportunities. This means that CE's focus will now be expanded from purely Australian stocks into international stocks.

The month of August is now upon us. It is reporting season, and once again, I do not expect much surprises from the businesses within the CE portfolio.

Thank you for your trust and confidence in us.

Regards
Peter Phan
Director, Castlereagh Equity Pty Ltd