



Fund Objective

The investment objective of the Fund is to deliver income and capital growth over the long-term by investing in Australian listed equities, exchange traded derivatives and cash assets. The Fund is suitable for investors with an investment horizon of at least five years.

Net Performance

	1 Month	3 Months	6 Months	12 Months	CYTD
Frame Long Short Australian Equities Fund	-0.35%	2.08%	10.71%	4.07%	7.62%
Benchmark (RBA Cash Rate + 3%)	0.26%	0.78%	1.56%	2.93%	1.29%
Excess Return	-0.62%	1.30%	9.16%	1.14%	6.33%

Fund Details

Investment Manager	Frame Funds Management Pty Ltd
Trustee	Primary Securities Ltd
Prime Broker	Interactive Brokers LLC
Application Price	\$1.043
Redemption Price	\$1.039
Distribution Frequency	Semi-Annually
Applications/Redemptions	Monthly
Buy/Sell Spread	+/- 0.2%
Minimum Investment (AUD)	\$50,000
Investor Classification	Wholesale
Fund Currency	AUD

Characteristics

Number of Stocks	21
Portfolio (unfranked) Dividend Yield	2.16%
Stock Range	0-80
Industry Range	Unrestricted
Cash Range	0-100%

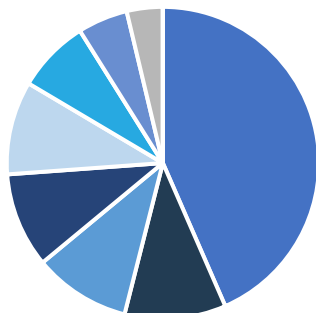
Contributors

Boral Ltd	0.45%	Costa Group Holdings Ltd	-1.32%
Codan Ltd	0.33%	Mineral Resources Ltd	-0.27%
Virgin Money UK PLC	0.30%	Oil Search Ltd	-0.22%

Detractors

Sector Allocations

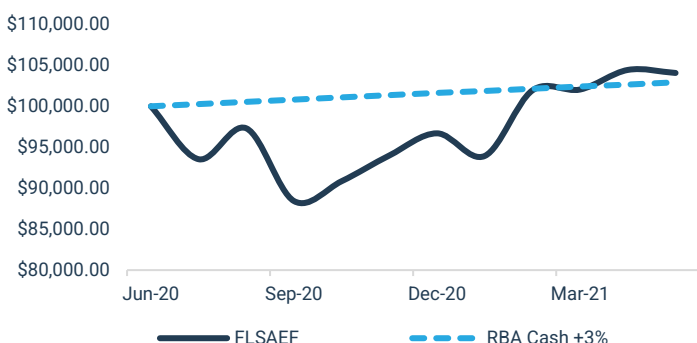
Sector	Weight
Materials	43.45%
Industrials	10.50%
Consumer Discretionary	10.04%
Financials	9.84%
Communication Services	9.68%
Consumer Staples	7.57%
Information Technology	5.19%
Energy	3.73%



Top 10 Positions

Company	Weight
Reece Ltd	6.18%
Fletcher Building Ltd	6.07%
Boral Ltd	5.95%
OZ Minerals Ltd	5.88%
BlueScope Steel Ltd	5.54%
Mineral Resources Ltd	5.50%
Sims Ltd	5.36%
Codan Ltd	5.27%
Harvey Norman Holdings Ltd	5.21%
News Corp	5.20%

Growth of \$100,000



Contact

Investor Relations

Ph: +61 2 8668 4877

Email: investors@framefunds.com.au

www.framefunds.com.au

Disclaimer

This information is prepared by Frame Funds Management Pty Ltd (ACN 608 862 442) (Frame Funds, we or us) is a Corporate Authorised Representative (CAR No. 123 9068) of Primary Securities Limited (ACN 089 812 812 635) and is intended only for "wholesale clients" within the meaning of sections 761G and 761GA of the Corporations Act 2001 (Cth). This material is not intended to constitute advertising or advice (including legal, tax or investment advice) of any kind. These materials are not to be distributed to any person who does not qualify as a wholesale client and must not be copied, reproduced, published, disclosed or passed to any other person at any time without the prior written consent of Frame Funds. Primary Securities Ltd (ACN 089 812 635 635, AFSL 224 107) is the Trustee of, and issuer of units in, the Frame Long Short Australian Equity Fund (Fund). In deciding whether to acquire, or to continue to hold, units in the Fund please read the current Information Memorandum available from Frame Funds. Past performance of the Fund is not a reliable indicator of future performance. The value of an investment in the Fund may rise or fall. Returns are not guaranteed by any person. Total returns are calculated before tax and after ongoing management costs. In preparing this information, we have not considered your investment objectives, financial situation or personal circumstances and therefore the Fund may not be suitable for you. Neither Frame Funds, Primary Securities Ltd, nor any of their respective related parties, directors or employees, make any representation or warranty as to the accuracy, completeness, reasonableness or reliability of the information contained in this publication or accept liability or responsibility for any losses, whether direct, indirect or consequential, relating to, or arising from, the use or reliance on any part of this material. Any rates of return, forecasts or estimates contained in this publication are not guaranteed. The content of this publication is current as at the date of its publication and is subject to change at any time. It does not reflect any events or changes in circumstances occurring after the date of publication.

Commentary

The Frame Long Short Australian Equity Fund declined -0.35% in May. Comparatively, the S&P/ASX 200 rose +1.93% for the period.

May saw volatility in commodity markets spill over into equity markets. This resulted in the expansion of the trading range for the S&P/ASX 200. After closing at an all-time high on the 10th, the index proceeded to decline by 3.5% as an aggressive sell-off led by iron ore, coal and steel sparked profit taking in the overbought materials sector. The selling began with Chinese officials voicing concerns over the prices of raw materials, as well as increasing trading limits and margin requirements on some iron ore contracts. Profit taking appeared to be short lived however as investors took the opportunity to accumulate at lower levels. Boral Limited (BLD), Codan Limited (CDA) and Virgin Money (VUK) were the Fund's top contributors as they continued to trend higher and make new 52-week highs. Their approximate contributions were +0.45%, +0.33% and +0.30% respectively.

Costa Group (CGC) was sold off aggressively after their AGM market update. The update cited labour market shortages and only a marginal increase in first half performance compared to 2020. CGC detracted approximately -1.32% from the Fund's performance. This is unfortunately an unavoidable part of participating in equity markets – investors will always have differing opinions on company updates which can result in somewhat confusing price moves. Mineral Resources (MIN) and Oil Search (OSH) detracted -0.27% and -0.22% respectively. Their declines can also be attributed to the commodity price volatility mentioned above.

The material sector remains our largest weighting at 43.45%. We believe the selling and subsequent rebound in commodities mid-month is proof of the underlying strength of the sector. The Fund continued to build positions in our basket of materials companies. Additionally, we took advantage of discretionary trading opportunities in Latitude Consolidated (LCD) and ASX200 Index Futures.

At the end of May, the Fund held 21 investments.

Disclaimer

This information is prepared by Frame Funds Management Pty Ltd (ACN 608 862 442) (Frame Funds, we or us) is a Corporate Authorised Representative (CAR No. 123 9068) of Primary Securities Limited (ACN 089 812 812 635) and is intended only for "wholesale clients" within the meaning of sections 761G and 761GA of the Corporations Act 2001 (Cth). This material is not intended to constitute advertising or advice (including legal, tax or investment advice) of any kind. These materials are not to be distributed to any person who does not qualify as a wholesale client and must not be copied, reproduced, published, disclosed or passed to any other person at any time without the prior written consent of Frame Funds. Primary Securities Ltd (ACN 089 812 635 635, AFSL 224 107) is the Trustee of, and issuer of units in, the Frame Long Short Australian Equity Fund (Fund). In deciding whether to acquire, or to continue to hold, units in the Fund please read the current Information Memorandum available from Frame Funds. Past performance of the Fund is not a reliable indicator of future performance. The value of an investment in the Fund may rise or fall. Returns are not guaranteed by any person. Total returns are calculated before tax and after ongoing management costs. In preparing this information, we have not considered your investment objectives, financial situation or personal circumstances and therefore the Fund may not be suitable for you. Neither Frame Funds, Primary Securities Ltd, nor any of their respective related parties, directors or employees, make any representation or warranty as to the accuracy, completeness, reasonableness or reliability of the information contained in this publication or accept liability or responsibility for any losses, whether direct, indirect or consequential, relating to, or arising from, the use or reliance on any part of this material. Any rates of return, forecasts or estimates contained in this publication are not guaranteed. The content of this publication is current as at the date of its publication and is subject to change at any time. It does not reflect any events or changes in circumstances occurring after the date of publication.