

# Investor Newsletter

Period to: 30 November 2021

Dear Investor,

We enclose the December 2021 update for the PURE Income and Growth Fund.

The PURE Income and Growth Fund is open for investment.

[PURE Application Portal](#)

## Foundation Class Portfolio Returns (After Fees)

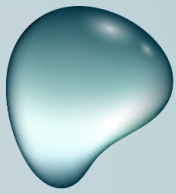
The PURE Income and Growth Fund returned -2.2% in November 2021.

	1 Month	3 Month	6 Month	1 Year	2 Years	Since inception (Annualised)*
Returns (%)	-2.2%	+1.3%	+2.2%	+1.3%	+58.4%	+20.1%
St Dev (Annualised %)		6.6%	8.1%	7.7%	16.3%	13.8%
Sortino Ratio						4.9
Sharpe Ratio						1.3

*\*After fees and assuming reinvestment of all income distributions*

### Fund overview as at 30 November 2021

Funds Under Management	\$146.8
Inception Return After Fees (Foundation Class, Distribution Re-Invest)	+71.9%
Inception Annualised Return After Fees (Foundation Class, Distribution Re-Invest)	+19.8%
Foundation Class Current Unit Price	\$1.3833
Total Distributions Paid After All Fees	28.9cpu
Number of Investments	22
Average Loan Size	\$4.8m
Weighted Average Portfolio Interest Rate	10.0%
Total Establishment and Arrangement Fees Paid to Investors (Gross)	\$2.3m



## Portfolio Summary

Just when you think it's safe to go outside... After months of lockdown life, November was to be Australia's first month of normalisation. The joys of human connection were returning. Christmas was on the horizon. The grief of 2020 and 2021 was supposedly behind us. That was, until a new letter of the Greek alphabet – Omicron – entered our vocabulary. While the unknown unknowns return, we hope this COVID variant remains benign and plans for the festive season continue unabated.

After a broadly positive November, markets shuddered into month end as Omicron cases spread across the globe. While we continue to monitor events closely, and provided things don't escalate, we are hopeful of a strong finish to 2021.

As growth investors, it was great to see three portfolio companies recognised in the AFR as Australia's fastest growers. Tesseract (#2) and Spacetalk (#79) were present in the [2021 AFR Fast 100](#), while Mighty Craft (#15) was present in the [2021 AFR Fast Starters](#).

There were winners and losers in our portfolio as we continue to await multiple company specific catalysts, however the month's performance was driven predominantly by, in order of magnitude:

- i) the end of month market correction,
- ii) weaker trading in Tesseract, as recent placement participants lightened holdings on a change of CEO, and
- iii) weak trading in Sensera, as the company examines options for a rebirth through a back-door listing of another operating business.

The first of these issues are the vagaries of the market, but the latter two are, in our view, now temporary and we are in dialogue with both companies to provide assistance, which we believe will result in an improvement in the share prices in 2022. After a spectacular contribution in 2021, Tesseract has been a material headwind in 2022, despite the Fund taking profits on 60% of the warrant position at the historical highs. We believe this is now behind us.

Elsewhere in the portfolio operationally Mighty Craft, Carbonxt, Spacetalk, Ordermentum, Fiscal Note and Xref continue to make very pleasing progress.

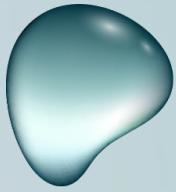
## Merry Christmas

From everyone at PURE, we would like to wish our valued investors a Merry Christmas and Happy New Year. Much like 2020, the past 12 months represented another year we will not quickly forget. Opportunities have been grasped, opportunities have been missed, yet throughout the ups and downs many lessons have been learnt. We look forward to putting these learnings into practice, in addition with those learnt over the last three years at PURE, as we enter 2022.

Stay safe, enjoy the simple things, and cherish every minute spent with loved ones. If there's one thing we've taken from the pandemic, it's that we can never take these things for granted.

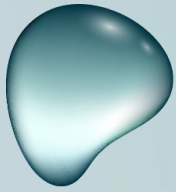
Thank you for the ongoing support and we look forward to continuing the journey with you next year.

We thank you for your support. Nick, Mike, Tim, Dan and Jean-Luc



## Foundation Class Unit Performance History

Month	Unit Price	Return	Distribution re-invest unit price
Inception	1.0000		1.0000
Dec-18	1.0240	2.40%	1.0240
Jan-19	1.0058	-1.78%	1.0058
Feb-19	1.0181	1.22%	1.0181
Mar-19	1.0216	0.34%	1.0216
Apr-19	1.0112	-1.02%	1.0112
May-19	1.0362	2.47%	1.0362
Jun-19	1.0231	1.68%	1.0536
Jul-19	1.0494	2.57%	1.0807
Aug-19	1.0343	-1.44%	1.0651
Sep-19	1.0558	2.08%	1.0873
Oct-19	1.0704	1.38%	1.1023
Nov-19	1.0614	-0.84%	1.0930
Dec-19	1.0619	3.76%	1.1341
Jan-20	1.0912	2.76%	1.1654
Feb-20	1.0674	-2.18%	1.1400
Mar-20	1.0130	-3.77%	1.0971
Apr-20	1.0511	3.76%	1.1383
May-20	1.1112	5.72%	1.2034
Jun-20	1.1117	0.71%	1.2120
Jul-20	1.2883	15.89%	1.4045
Aug-20	1.4015	8.79%	1.5279
Sep-20	1.3868	-1.05%	1.5119
Oct-20	1.5114	12.24%	1.6975
Nov-20	1.5224	0.73%	1.7099
Dec-20	1.5169	2.61%	1.7545
Jan-21	1.5022	-0.97%	1.7375
Feb-21	1.4869	-1.02%	1.7198
Mar-21	1.3910	-3.52%	1.6592
Apr-21	1.4199	2.08%	1.6937
May-21	1.4199	0.00%	1.6937
Jun-21	1.3744	0.83%	1.7077
Jul-21	1.4211	3.40%	1.7658
Aug-21	1.3760	-3.17%	1.7097
Sep-21	1.3973	2.30%	1.7491
Oct-21	1.4143	1.22%	1.7704



Nov-21	1.3833	-2.19%	1.7316
--------	--------	--------	--------

## Platform Class Unit Performance History

Month	Unit Price	Return	Distribution re-invest unit price
Inception	1.0000		1.0000
Jul-20	1.1598	15.98%	1.1598
Aug-20	1.2635	8.94%	1.2635
Sep-20	1.2291	-0.86%	1.2526
Oct-20	1.382	12.44%	1.4084
Nov-20	1.3922	0.74%	1.4188
Dec-20	1.3911	2.66%	1.4566
Jan-21	1.3781	-0.93%	1.4430
Feb-21	1.3641	-1.02%	1.4284
Mar-21	1.2760	-3.53%	1.3779
Apr-21	1.3025	2.08%	1.4065
May-21	1.3025	0.00%	1.4065
Jun-21	1.2639	0.83%	1.4182
Jul-21	1.3068	3.39%	1.4663
Aug-21	1.2653	-3.18%	1.4197
Sep-21	1.2845	2.31%	1.4525
Oct-21	1.3001	1.21%	1.4701
Nov-21	1.2716	-2.19%	1.4379

### Confidential Information

The information in this document is confidential and may be privileged or subject to copyright. It is intended for the exclusive use of the addressee(s). If you are not an addressee, please do not copy, distribute or otherwise act on the document, except as otherwise required to inform PURE Asset Management. If you have received the document in error, please contact the sender immediately and delete the document. The unauthorised use of this document may result in liability for breach of confidentiality, privilege or copyright. Subject to applicable regulations and laws under the Corporations Act 2001.