

Investor Newsletter

March 2021

Dear Investor,

We enclose the March 2021 update for the PURE Income and Growth Fund. An overview of our returns and portfolio comments are detailed below.

Foundation Class Portfolio Returns (After Fees)

The PURE Income and Growth Fund returned -1.0% in February 2021.

PURE ASSET MANAGEMENT	1 Month	3 Month	6 Month	1 Year	Since inception*
Returns (%)	-1.0%	+0.6%	+12.6%	+50.9%	+72.0%
St Dev (Annualised %)		5.9%	16.4%	19.8%	14.8%
Sortino Ratio					8.2
Sharpe Ratio					1.7

After fees and assuming reinvestment of all income distributions

*21 December 2018

Portfolio Summary

It has been a busy month for the PURE team, with a restructure (OLI.ASX), two new position commitments (one funded – SPA.ASX) for >\$6m, a \$20m co-investment loan executed for cornerstone investment company Tesseract, and substantial headway made on the Resources Fund raise. Despite the quantum of dollars deployed this month, the team remains engaged on at least a further \$27m in investment opportunities, likely to be executed in April. The Portfolio overview as at 28 February 2021 as follows:

Funds Under Management	\$119.1m
Since Inception Return After Fees (Foundation Class, Distribution Re-Invest)	+72.0%
Foundation Class Current Unit Price (Ex Dec 2020 Distribution)	1.4869
Total Distributions Paid After All Fees (Ex Dec 2020 Distribution)	+17.8 cpu
Total Committed Capital	>\$140m
Number of Investments	17
Average Loan Size	\$3.5m
Weighted Average Portfolio Interest Rate	+10.5%
Total Establishment and Arrangement Fees Paid to Investors (Gross)	\$1.3m

PURE Resources Fund

The Investment Team has been actively marketing the PURE Resources Fund over recent weeks, with positive feedback received from investors. As described in our February newsletter, the product takes the IP and structuring established in our flagship PURE Income & Growth Fund, then tailors it for the risks inherent to resources investing. We believe the product structure, combined with an impending mining capex cycle, provide an asymmetric opportunity to grow a fund in an historically under-funded sector.

The investment team has been speaking to potential borrowers over recent weeks. High levels of engagement have been received, with the team now discussing some highly prospective opportunities. We are encouraged by both the quantum of opportunities to hand and, on face value, the asymmetric nature of these investments.

Please contact a member of the Investment Team if you would like to learn more.

Deal Flow

The PURE Investment Team continues to work through multiple transactions at various stages of completion. As outlined above, we have recently closed a transaction with Spacetalk, while a modest pre-IPO position has also been initiated (subject to shareholder approval).

Subject to reaching binding terms on one additional transaction discussion that is in advanced stages, PURE intends to reopen the Fund for additional investment in April.

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

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

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