

Fund Profile

Solaris Core Australian Equity Fund – Performance Alignment

APIR: SOL0001AU

About Solaris

Solaris Investment Management is a style neutral, Australian equities funds manager with a tried and tested investment process. The Solaris team consists of a diverse and experienced group of investment professionals, boasting years of industry experience in varying market conditions.

Solaris employees are majority equity partners in the business, it's how we make sure our interests are perfectly aligned with investors.

Solaris Core Australian Equity Fund – Performance Alignment Facts

INVESTMENT OBJECTIVE: Outperformance of the S&P/ASX200 Accumulation Index over rolling 3 year periods

BENCHMARK S&P/ASX 200 Accumulation Index

HOLDS BETWEEN 40 - 70 stocks in Australian listed securities

SUGGESTED INVESTMENT TIMEFRAME Medium to Long Term (5-10 years+)

RISK LEVEL Growth. This risk level is aimed at investors who are prepared to take more risk in exchange for potentially higher returns on their investment over the longer term. Growth investors are comfortable with volatility and with the possibility of negative returns.

Investment in shares, in general, carries a higher level of risk than investments in many other asset classes such as cash or fixed interest.

DISTRIBUTION FREQUENCY Semi-annually

ALLOCATION The Fund holds between 95 – 100% of Australian Shares (including derivatives).

FEES **Management Fee:** Nil
Performance Fee: 30% p.a. of gross outperformance of the Benchmark. High watermark applies to any underperformance.

RESPONSIBLE ENTITY Pinnacle Fund Services Limited

Investment Principles

- Solaris uses fundamental analysis to choose stocks, to exploit market inefficiencies in forecasts and valuations.
- Active Management can provide better investment returns than passive investment.
- To achieve superior returns, positions are taken which may deviate from the benchmark portfolio, through skilful stock selection.
- All investment decisions are supported by detailed analysis of the securities and key financial markets, with an eye on the global perspective.
- We apply strict risk controls to minimise the exposure to downside risk.
- Analyst management of the portfolio is the best way to capture market inefficiencies.
- Solaris aims to integrate material ESG factors into the valuation of each company included in, or considered for inclusion in, the portfolios we manage.
- Selecting stocks is our main area of expertise. Our research aims to identify the "true" value of each stock, based on qualitative and quantitative company fundamentals. We do not have a bias towards value or growth stocks ("style-neutral"). We identify the stocks with the best expected return, regardless of perceived style.

Investment Team

Solaris comprises 10 experienced investment professionals with an average investment experience of 19 years who have worked together for many years as a successful Australian equities team.

Investment Process


Solaris utilises a proven investment process, forged over nearly two decades.

STOCK UNIVERSE

 **250+**
Risk Screening

Risk Screens:

- ✓ Liquidity (120 Days)
- ✓ Financial Risk
- ✓ Geo political
- ✓ ESG
- ✓ Litigation

 **200+**
Expected Returns

Stock Research:

- ✓ Qualitative evaluation (Includes ESG as 1 of 6 factors)
- ✓ 4+ years forecasts
- ✓ Valuation models
- ✓ 500 Company meetings p.a.

PORTFOLIO CONSTRUCTION

 **40-70**
CORE PORTFOLIO

Stock Selected:

- ✓ Where recommended by analyst
- ✓ Positive excess returns
- ✓ Approved by team head

 **20-40**
HIGH ALPHA

Contact Us

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Responsible Entity: Pinnacle Fund Services Limited ABN 29 082 494 362 AFSL 238371. Investment Manager: Solaris Investment Management Limited ACN 128 512 621 AFSL 330505. While every effort has been made to verify the data in this report, Pinnacle Fund Services Limited does not warrant the accuracy, reliability or completeness of the information. This communication has been prepared without taking into account your particular investment objectives, financial situation or needs. For further information and before investing, please read the Investment Memorandum which is available on request from solarisclientservices@solariswealth.com.au.