

Fund Description

Lucerne Alternative Investments Fund is a multi-strategy fund-of-funds targeting a return above the RBA Cash Rate +6% through a diversified portfolio of direct investments and managed funds employing a variety of strategies.

[Click here to invest.](#)

Key Facts

Inception Date	1 Dec 2017
Benchmark	RBA Cash Rate +6%
Liquidity	Monthly
Strategy	Multi-Strategy
Min. Investment	\$25,000
Class 1	
Unit Price	\$1.339
Mgt. Fee	1.15%
Perf. Fee	0%
APIR Code	PIM7035AU
Class 2	
Unit Price	\$1.333
Mgt. Fee	0.40%
Perf. Fee	12%
High Water Mark	Yes
APIR (Class 2)	PIM1923AU

Distributions ¹	Class 1	Class 2
30 June 2018	\$0.024	\$0.022
30 June 2020	\$0.009	\$0.012
30 June 2021	\$0.142	\$0.109

Risk Statistics

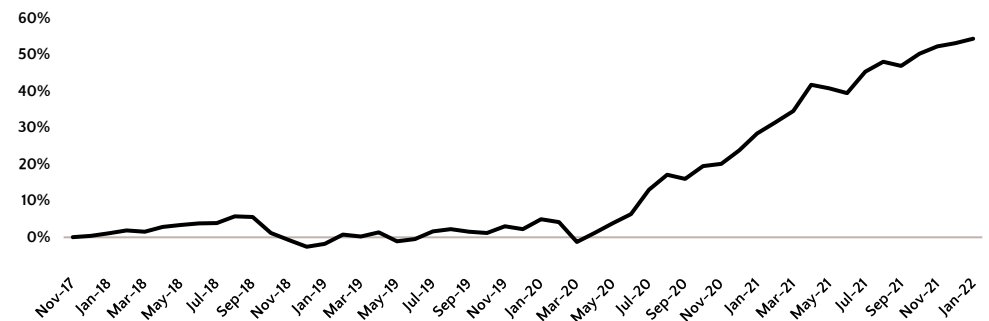
Sharpe Ratio	1.37
Sortino Ratio	2.56
Standard Deviation	7.39%
Maximum Drawdown	-7.88%
% Positive Months	68%

Service Providers

Responsible Entity	Perpetual
Fund Admin.	Mainstream
Legal Advisor	Launch Financial Services Lawyers
Fund Auditor	EY

¹Per unit

Cumulative Growth Since Inception

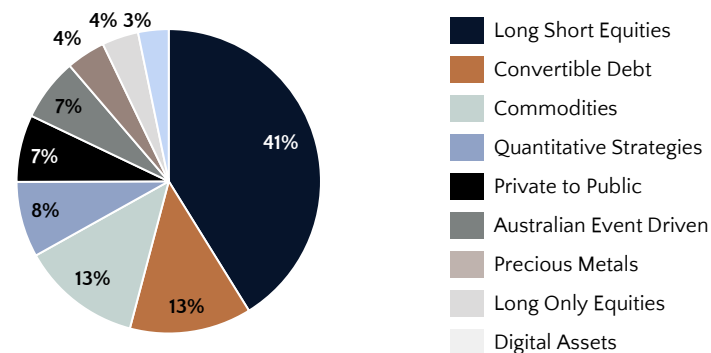


Performance Table

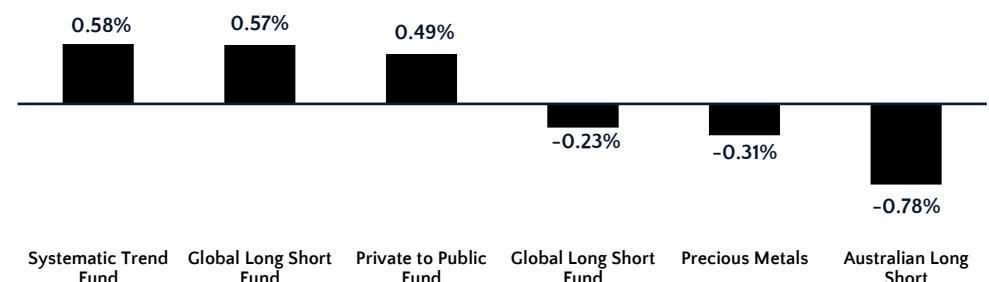
	Since Inception	Since Inception p.a.	1y	6m	3m	1m							
Class 1 (net)	54.53%	10.99%	20.22%	6.25%	2.74%	0.80%							
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017	-	-	-	-	-	-	-	-	-	-	-	0.40%	0.40%
2018	0.71%	0.80%	-0.37%	1.30%	0.53%	0.42%	0.04%	1.80%	-0.16%	-4.21%	-1.84%	-1.87%	-2.96%
2019	0.78%	2.57%	-0.47%	1.13%	-2.43%	0.66%	2.07%	0.58%	-0.65%	-0.34%	1.84%	-0.78%	4.95%
2020	2.69%	-0.75%	-5.25%	2.53%	2.66%	2.36%	6.23%	3.69%	-0.98%	3.02%	0.52%	3.06%	21.13%
2021	3.78%	2.28%	2.45%	5.37%	-0.71%	-0.93%	4.18%	1.90%	-0.76%	2.26%	1.33%	0.59%	23.78%
2022	0.80%												0.80%

Total returns shown for the Lucerne Alternative Investments Fund have been calculated using unit prices after taking into account all of Perpetual's ongoing fees and assuming reinvestment of distributions. No allowance has been made for taxation. Past performance is not indicative of future performance. Information on this document may not be reproduced or communicated, including files downloadable from this website, without the express permission of Lucerne Australia Pty Ltd. Source: Mainstream Fund Services

Strategy Allocation



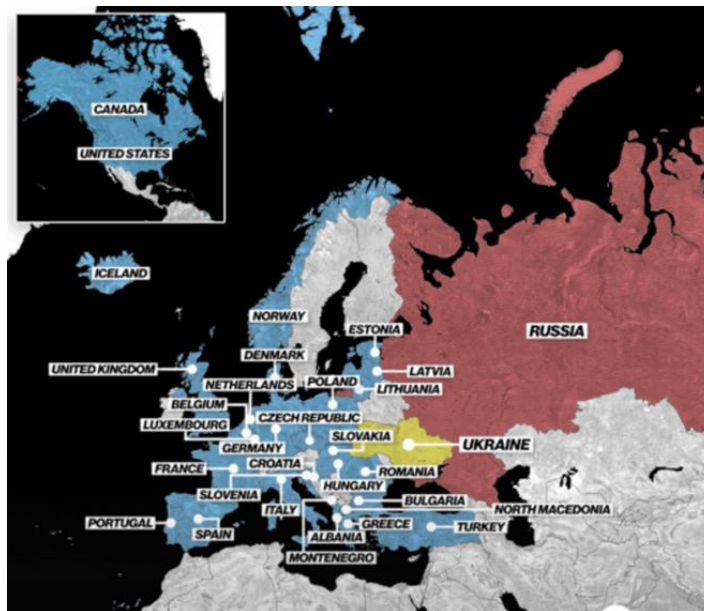
Attribution



Note that distribution of factsheets occurs late in the following month as we need to receive final NAV reports from all underlying managers before finalising the NAV for LAIF. We appreciate your patience. A person should consider the PDS and TMD in deciding whether to acquire or continue to hold units in Lucerne Alternative Investments Fund. The PDS and TMD are available for download at laif.com.au

Fund Commentary – January 2022

January was a volatile month for equities and bonds globally. The NASDAQ declined 8.52% and the S&P500 declined 7.6%. One of the key reasons behind the market volatility was the tensions between Russia and Ukraine. At this stage Russia had stationed an estimated 130,000 troops along its border with Ukraine. This is a result of Russia being unhappy that Ukraine could potential join the North Atlantic Treaty Organization (“NATO”). According to the treaty if one nation is invaded or attacked by a third party, all nations in NATO will collectively mobilise its defense. At the time of writing this Russia has invaded Ukraine after President Vladimir Putin authorised military operation in the Eastern European country.



Treasury yields also shot higher in January, rising faster than many forecast, as a result of the December minutes of the Federal Reserve policy meeting which showed that rates may increase sooner and faster than expected and it began reducing its asset holding. This is an attempt to curtail inflation which is being seen across all industries. Rate hikes are a double-edged sword that can also limit economic activity, which hits stocks, particularly growth companies such as the mega cap technology stocks out of the US. This was evidenced by the large drawdowns in January across the NASDAQ.

LAIF, however, will return a positive 0.79% for the month of January. Which further justifies having an allocation to a diversified multi-strategy fund which can produce alpha during bouts of market volatility. The LAIF Investment Committee has been preparing for continued volatility since the middle of 2021, which has proven beneficial.

Lucerne Alternative Investment Fund January 2022

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