



24 September 2020

Dear Investor,

Changes to the Dalton Street Capital Absolute Return Fund (the “Fund”) team

We are writing to inform you that Alan Sheen (Managing Partner and CIO) has resigned from his role as Managing Partner at Dalton Street Capital Pty Ltd (“Dalton”) to take up a senior role at an industry super fund. Alan’s last day with Dalton will be the 25th of September. We wish Alan all the best in his new role and look forward to continuing our association with him. As you are aware, it has been an eventful period for Dalton with Mantis Funds Pty Limited (“Mantis”) taking over operational and distribution support from Prodigy Investment Partners effective 18 May 2020. Since Dalton partnered with Mantis the Fund has consistently provided positive performance registering a cumulative 9% (net of fees).ⁱ

Alan had groomed his team to support full business continuity. Rhett Dinsdale and Aji Matthews – who were his deputies – will continue to run the strategy and they will benefit from our full support as Dalton and Mantis continue to invest in growth.

Who will manage the Fund going forward?

Rhett Dinsdale has been promoted to Managing Director of Dalton and will manage the Fund day-to-day with Aji Mathews as co-Portfolio Manager. Rhett and Aji both previously worked with Alan at Credit Suisse and have extensive experience managing absolute return portfolios including the Fund’s strategy. Dalton will continue to apply the systematic equities and futures strategy originally developed by Alan. Rhett and Aji will be supported by Stefano Cavaglia, Senior Advisor, who will guide strategy development and all aspects of investment and portfolio risk management. Stefano is one of Australia’s most experienced alternative asset allocators and systematic equities portfolio managers having led investment teams at Findex and UBS O’Connor across a career spanning thirty years.

What is going to change?

There will be no material changes affecting unitholders in the Fund. Dalton and Mantis have every confidence in the ability of the investment team. The Dalton team will continue to target delivering consistent positive rates of return with relatively low volatility, whilst maintaining an exposure to the underlying equity market consistent with the history of the Fund. We will shortly be updating the PDS to reflect Alan’s departure but will not make any changes to investment strategy or process. All of our key service providers such as responsible entity, custodian and prime broker remain committed to the Fund.

What do I need to do?

Right now, you do not need to do anything. The Fund remains focused on performing for investors and we are confident that with the experienced team in place, we will continue to build on the momentum in place since

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May. We will be in touch over the coming weeks to formally introduce Rhett, Aji and Stefano to you. We look forward to maintaining an open and ongoing dialogue with all clients on the management of the fund?

For more information please contact Damien Hatfield, Mantis Fund's Head of Distribution, via e-mail (damien.hatfield@mantisfunds.com) or at 0400 560 240. You can also visit www.daltonstreetcapital.com and www.mantisfunds.com.

Yours sincerely,



Rhett Dinsdale

Partner and Portfolio Manager

Dalton Street Capital Pty Ltd



Timothy Cheung

Chief Executive Officer

Mantis Funds Pty Ltd