

## Credit Opportunities Fund

### November Update [2024]



#### Fund Objective

Fund strategy targets a return of 10.00% (net of fees)\* above the BBSW rate. The Fund may suit investors seeking a higher yield return with a preference for an elevated risk-profile.

#### Fund Withdrawal Windows

Applications for the March redemption window close 28 February 2025 at 5pm AEST. Redemption requests can be made via our investor portal or via the online form located [www.remara.com](http://www.remara.com)

#### Applications

Online application portal at <https://remara.com/funds/credit-opportunities-fund/>

#### Platform Arrears & Fund W.A Arrears\*\*

Platform 30+ days arrears increased to 30 November at 55bps, below SPIN RMBS and Auto ABS benchmarks, reflecting strong performance of the underlying exposure.

Across the Fund Portfolio we observed a marginal decrease in 30+days arrears from 0.57% to 0.56%. We note that across our portfolios, 30+ days arrears continue to trend below S&P's ABS and RMBS Standard & Poor's Performance Index (SPIN).

#### Fund Strategy

Remara has established itself in the SME, Floorplan, Consumer and Real Estate finance sectors through direct lending platforms, utilising a vertically integrated model to produce credit assets for its Fund and institutional investors. The Fund invests in securitised warehouses & direct loans, all originated and serviced by portfolio companies, allowing for direct ownership and active management to swiftly adapt to changes.

The Fund offers investment opportunities in below-investment-grade credit opportunities, including BB-B rated or shadow rated securitised products, mezzanine project finance, and special situations debt, targeting higher returns due to their relatively high credit risk and potential for higher default rates.

#### Fund Update\*\*

As of November 30, the Fund's portfolio comprised seven mezzanine notes and one subordinated note across six facilities, alongside four direct loans. During the month, the Fund invested in two new direct real estate loans, further increasing its exposure to real estate assets.

The Fund continues to outperform the benchmark, delivering an annualized return of 10.88% above the BBSW rate since inception.

### Fund Details

Particulars			
Distributions	Monthly	Benchmark	BBSW1M + 10.00%
Applications	Daily	Buy/Sell Spread	N/A
Withdrawals	Quarterly*	Distribution Reinvestment	Yes
Next Redemption Window*	31 March 2025	APIR Code	AMT1125AU
Pricing & Reporting	Monthly	ISIN	AU60AMT11256
Inception Date	January 2024	Management Fee	1.25% p.a
Performance Fee	20% of performance above a hurdle of 10% + BBSW p.a. (subject to a rolling return high water mark).		

+ Target returns are not guaranteed.

\*Subject to restrictions on redemptions, including a 12 month lockup.

\*\*Source: Remara Investment Management – Portfolio Statistics as at 30 November 2024.

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## Service Providers

Entities	
Responsible Entity & Trustee	AMAL Trustees Pty Limited [ACN 609 737 604; AFSL 483 459]
Investment Manager	Remara Investment Management Pty Ltd [ACN 644 751 815; AFSL 546 046]
Auditor	Ernst & Young
Administrator	AMAL Trustees Pty Ltd

## Market Overview

Global equity markets climbed in November, led by the US, as optimism grew over Republican pro-growth policies, including proposed tax cuts. US Treasury yields eased following Scott Bessent's nomination as Treasury Secretary, alleviating inflationary concerns. At the same time, the Federal Reserve adopted a cautious stance, lowering the probability of a December rate cut.

Equity markets were mixed with the ASX 200 Total Return Index increasing by 3.79%, the S&P 500 by 5.87%, the MSCI World Index by 4.59%, the MSCI Europe Index falling by -1.06%, the MSCI Asian ex-Japan Index falling by -3.29% as well as the Nikkei by -2.22%. Bond markets rose over the month, with the Bloomberg AusBond Composite Index increasing by 1.14%, Australian 10-year bonds falling by -3.65%, US 10-year bonds falling by -2.71%, and Eurozone 10-year bonds falling by -12.64%.

In Australia, the Reserve Bank maintained the cash rate at 4.35% amid ongoing inflation risks. Consumer sentiment showed improvement, although housing prices continued to decline and wage growth remained sluggish. Trimmed mean inflation rose to 3.5%, which the RBA deems too high; expectations for a rate cut have been pushed from February to May. The ASX 200 rose 3.4%, driven by strong performances in technology and consumer discretionary sectors, alongside rising valuations across markets.

Commodities saw varied outcomes, with oil prices increasing due to OPEC+ considerations, while gold and other commodities declined. Meanwhile, Bitcoin reached over \$100k for the first time, bolstered by Trump's pro-crypto stance. The USD strengthened broadly, except against the yen, which gained on expectations of Bank of Japan tightening. Meanwhile, ongoing political and economic challenges in Europe and China weighed on global investor sentiment, stay competitive.

## Performance & Availability

### Fund Statistics\*

Metrics**	
Annualised Running Yield <sup>1</sup>	15.46% p.a.
Volatility - [Calculated since inception of the fund on monthly returns]	0.06%
Average Credit Duration - (underlying contracts)	20.91 months
Fund Portfolio Arrears - 30+ Days	0.56%
Look Through Obligor Exposures - Fund	17,068
Look Through Obligor Exposures - Platform	21,788
Average Position Exposure	\$1,623,749.68
Max Position Exposure	\$6,775,170
Current Loan Balance - Platform	\$1,321,728,257.89
Fund Weighted Average Seasoning <sup>2</sup>	9.32 months
Fund Weighted Average Remaining Term	19.63 months
Fund Weighted Average Interest Rate	18.42%
Fund Weighted Average Credit Score	605

<sup>1</sup> Existing monthly return multiplied by 12.

<sup>2</sup> 'Seasoning' refers to the length of time a loan has been in place.

### Performance Overview\*

Period	Total Return	BBSW1M	Active Gain
1 Month	1.29%	0.36%	0.93%
3 Month	3.94%	1.08%	2.86%
6 Month	7.76%	2.16%	5.60%
Since inception [annualised]	15.18%	4.31%	10.88%

### Distribution History %\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec
2024		1.24%	1.14%	1.24%	1.16%	1.19%	1.28%	1.34%	1.32%	1.33%	1.29%	

### Platform Availability



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\*Past performance is not an indicator of future performance.

\*\*Source: Remara Investment Management – Portfolio Statistics as at 30 November 2024.



## Portfolio Quality & Diversification Statistics\*\*

As at 30 November 2024	Fund%	Platform %
<b>Fund Composition</b>		
Real Estate / Project Finance	37.43%	8.85%
Cash & Cash Equivalents	36.20%	3.73%
Asset Finance	20.16%	69.57%
Insurance Premium Finance	2.87%	7.82%
Business Loan & Line of Credit	2.79%	8.22%
Other	0.55%	1.81%
<b>Credit Score Distribution</b>		
Under 500	1.54%	0.92%
500-700	22.71%	29.60%
600-700	39.03%	1.29%
700-900	27.34%	49.36%
900-1000	5.87%	12.23%
Over 1000	2.76%	5.94%
Untracked	0.76%	0.67%
<b>Geographic Concentration</b>		
NSW	36.33%	33.11%
QLD	33.97%	22.74%
VIC	17.28%	23.96%
WA	5.46%	11.82%
SA	4.03%	5.46%
TAS	1.15%	1.21%
ACT	1.01%	0.96%
Untracked	0.48%	0.16%
NT	0.29%	0.57%
<b>Current Loan Balance Distribution</b>		
Under 100k	24.12%	50.26%
100k to 250k	10.93%	26.83%
250k to 500k	3.93%	8.36%
500k to 1M	4.61%	2.53%
Over 1M	56.41%	12.01%
<b>Collateral Type - Top 10</b>		
Direct Loan: Real Estate Mortgage	39.03%	1.29%
Asset Finance: Business Loan: Real Estate Backed	19.58%	7.75%
Business Loan: Real Estate Mortgage	12.02%	31.86%
Asset Finance: Cars & Light Commercial	6.90%	17.97%
Asset Finance: Plant & Equipment	5.44%	8.79%
Insurance Premium Finance	4.49%	8.12%
Asset Finance: Business Loan	2.90%	5.45%
Business Loan: Term	2.49%	6.72%
Line of Credit	1.47%	3.09%
Solar system	1.44%	1.97%
Other	4.24%	6.99%
<b>Remaining Loan Term</b>		
0 - 12 months	49.32%	17.52%
12 - 24 months	17.57%	5.65%
24 - 36 months	10.89%	19.72%
36+ months	22.23%	57.11%
<b>Seasoning</b>		
0 - 12 months	73.17%	58.96%
12 - 24 months	16.31%	27.53%
24 - 36 months	8.84%	11.31%
36+ months	1.69%	2.20%

\*\*Source: Remara Investment Management – Portfolio Statistics as at 30 November 2024 vs full book of Remara managed credit assets.

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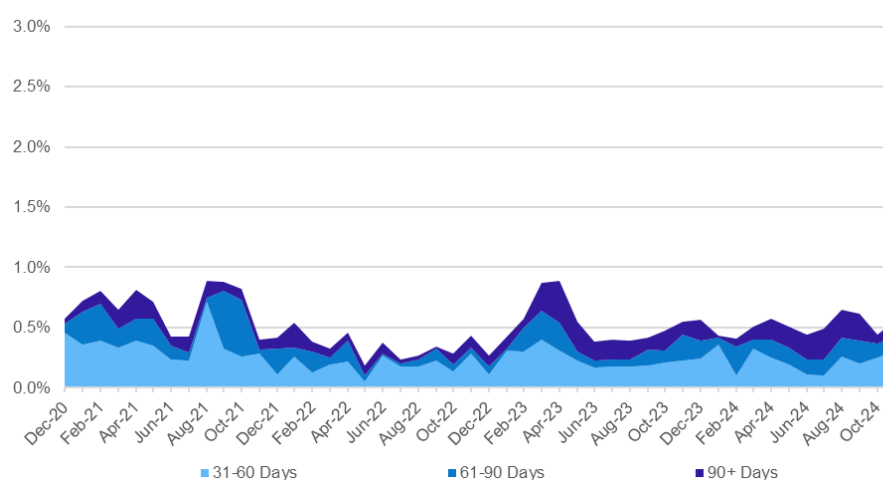


## Portfolio Quality & Diversification Statistics\*\*

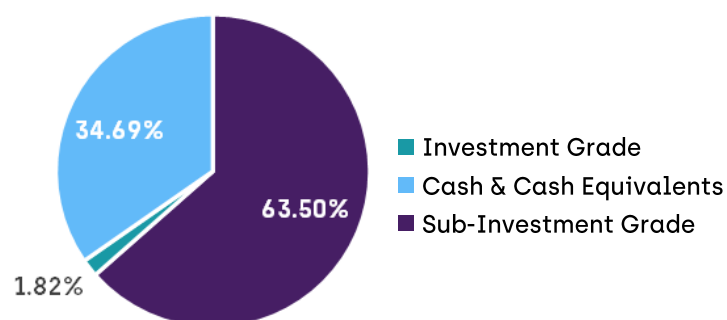
### Platform Arrears (30+ Days)\*\*

SPIN	RMBS	ABS	Fund	Platform
Prime	0.87%	1.31%	0.56%	0.55%
Sub Prime	3.89%	N/A		

### Remara Credit Platform | 30+ Days Arrears\*



### RCOF - Note Ratings<sup>1</sup>



\*\*Source: Remara Investment Management – Portfolio Statistics as at 30 November 2024.

<sup>1</sup>Notes may be shadow rated

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## Disclaimer

Units in the Remara Credit Opportunities Fund ("Fund") are issued by AMAL Trustees Pty Ltd [ABN 98 609 737, AFSL 483459] ("Issuer"). Remara Investment Management Pty Limited [ABN 26 644 751 815, AFSL 546046] ("Remara") is the Investment Manager of the Fund. This document is issued by Remara. Offers of units in the Fund will only be made in, or accompanied by, an Investment Memorandum ("IM") which is available at [www.remara.com](http://www.remara.com). Offers of units in the Fund are only available to persons receiving the offer in Australia and qualify as wholesale clients under s 761G and s 761GA of the Corporations Act.

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