

Fund Summary

The Lucerne Select Alpha Fund (LSAF) offers suitably qualified wholesale investors the potential to diversify their investment portfolios by allocating to some of the best investment ideas generated from Lucerne's professional investor network.

The portfolio primarily consists of companies who exhibit key characteristics sought in private capital markets including differentiated, leading ideas that are supported by strong business fundamentals. These opportunities are expected to produce a substantial return on capital over the investment timeframe.

LSAF will:

- Diversify capital across different ventures and sectors
- Seek returns over the long run - 20% p.a. over rolling 5-year periods is possible
- Provide access to esoteric private investments typically available only to institutions and family offices

LSAF is a diversified portfolio of carefully curated investments, with a focus on unlisted, established, later growth stage investments. Investments will generally be established and positioned for accelerated growth. Start ups and mature entities will generally fall outside of consideration.

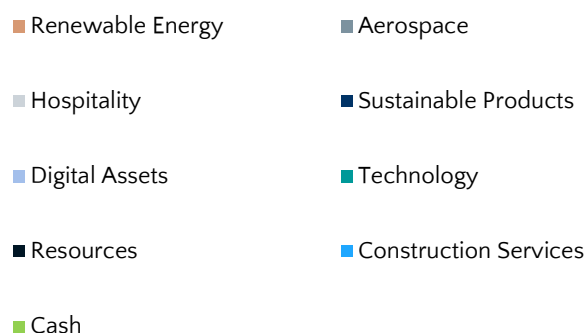
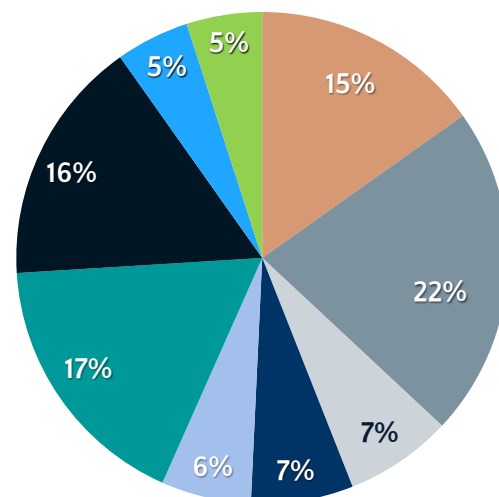
Key Facts

Investment manager	Lucerne Funds Pty Ltd
Trustee	Non Correlated Capital Pty Ltd
Target return	20% p.a. over rolling 5-year periods
Risk level	Medium to high
Minimum initial Investment	\$50,000
Minimum additional investment	\$50,000

Fees & Expenses

	Foundation Class	L Class
Management fee (p.a.)	0%	1.25%
Performance fee (p.a.)	20% above hurdle	15% above hurdle
Hurdle (p.a.)	10%	8%
Expenses (p.a.)	0.50%	0.50%

Industry Exposure*



Cumulative Growth Since Inception

	Mar	Jun	Sep	Dec	YTD
2021	-	-	-	10.24%	10.24%
2022	1.24%	0.41%	16.31%	-0.28%	17.91%
2023	0.54%	-2.51%	0.31%	4.33%	2.57%
2024	8.53%				8.53%

All performance figures refer to Foundation Class units, and are quoted net of fees and expenses. No allowance has been made for taxation. Past performance is not indicative of future performance. *May not total 100% due to rounding. A person should consider the Information Memorandum (IM) in deciding whether to acquire or continue to hold units in Lucerne Select Alpha Fund. The IM is available upon request by contacting lsaf@lucernepartners.com. This document is issued by Lucerne Funds Pty Ltd (ACN 661 669 718), a corporate authorised representative (CAR: 001299102) of Lucerne Services Pty Ltd (AFSL 481217). Lucerne Funds Pty Ltd is the Investment Manager of the Fund, Non Correlated Capital Pty Ltd (ACN 143 882 562) (AFSL 499 882) is the Trustee of the Fund. Lucerne Funds Pty Ltd makes no representation or warranty with respect to the accuracy, completeness or currency of the content of this newsletter. The content is for general information purposes only and does not constitute financial advice. The information contained in this newsletter does not take into account the investment objectives, financial situation or needs of any particular person. To the extent permitted by law, Lucerne Funds Pty Ltd excludes all liability for any loss or damage arising in any way including by way of negligence. Information on this document may not be reproduced or communicated, including files downloadable from this website, without the express permission of Lucerne Funds Pty Ltd.

Quarterly Update – March 2024

The Lucerne Select Alpha Fund (LSAF) returned +8.53% for the March 2024 quarter, resulting in an annualised return since inception (October 2021) of +15.92%.

New investments

Locomote – During the March quarter LSAF invested in an Australian-based travel booking platform. The business travel marketplace is highly fragmented and inefficient, with many businesses internalising their corporate travel booking process which results in additional and lengthy lead times. Locomote solves this problem with a fully integrated platform to streamline the process through its unique and proprietary platform. LSAF invested via a preference share; this provides more security than traditional equity while incorporating an accruing interest component at 7% p.a.

Existing portfolio

Alta Global Group – Alta listed on the New York Stock Exchange over the March quarter, under the stock ticker NYSE:MMA. The business is currently trading around the valuation in which the Fund invested. We look forward to seeing Alta grow and establish itself as the only company to convert 650 million MMA fans from fandom to participation.

Primal Capital – the Web 3.0 venture capital fund has benefitted from increased liquidity and appreciation in valuations of digital assets. This has been supported by the launch of global Bitcoin ETFs from groups including Blackrock and Vanguard, with the broader market sentiment surrounding these technologies seeming to be gradually improving. This sentiment is flowing through to the Web 3.0 sector including online gaming, decentralised finance and digital infrastructure products, a sector in which Primal is heavily invested. The Fund posted a +13% return for the first calendar quarter.

Graphinex – the Australian Graphite producer has experienced strong growth since LSAF's investment in mid 2023. The company's graphite product achieves class-leading 99.96% purity and they have been awarded several grants from the Queensland government. Following a restructure of the company, Graphinex completed a \$5m equity capital raise with Japanese resources group Idemitsu, at a 4x uplift to LSAF's initial investment valuation.

N.B. Commencing 1 January 2024, the Investment Manager has changed to Lucerne Funds Pty Ltd (previously Lucerne Australian Pty Ltd); this is solely a new entity and the investment team remains unchanged.

A new Trustee was also engaged in Non Correlated Capital Pty Ltd (previously iPlatforms Nominees Pty Ltd).

If you have any questions or would like further information on the Fund, please contact the team at lsaf@lucernepartners.com or +61 3 8560 1440.

Thank you to all investors for your ongoing support.

The **Lucerne Select Alpha Fund** team, May 2024.