

INSYNC GLOBAL TITANS FUND

ARSN 165 786 390

CONDENSED FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

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This condensed financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this condensed financial report is to be read in conjunction with the annual report for the year ended 30 June 2021 and any public announcements made in respect of Insync Global Titans Fund during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This condensed financial report covers Insync Global Titans Fund as an individual entity.

The Responsible Entity of Insync Global Titans Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:
Level 1, 575 Bourke Street
Melbourne, VIC 3000.

DIRECTORS' REPORT

The directors of Equity Trustees Limited, the Responsible Entity of Insync Global Titans Fund (the "Fund"), present their report together with the condensed financial statements of the Fund for the half-year ended 31 December 2021. These condensed financial statements have been prepared as it is a disclosing entity under the *Corporations Act 2001*.

Principal activities

The Fund invests in shares of companies listed on stock exchanges around the world. The Fund may also hold cash, derivatives (for example futures, options, swaps), currency contracts, American Depository Receipts (ADRs) and Global Depository Receipts (GDRs). The Fund may also invest in various types of international pooled investment vehicles in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The Fund did not have any employees during the half-year ended 31 December 2021.

There were no significant changes in the nature of the Fund's activities during the half-year ended 31 December 2021.

The various service providers for the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	Insync Funds Management Pty Limited
Custodian	BNP Paribas Securities Services
Administrator	Mainstream Fund Services Pty Ltd (an Apex Group Company)
Statutory Auditor	Pitcher Partners Sydney

Directors

The following persons held office as directors of Equity Trustees Limited during or since the end of the half-year and up to the date of this report:

Philip D Gentry	Chairman
Michael J O'Brien	
Russell W Beasley	

Review and results of operations

During the half-year, the Fund continued to invest its funds in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The performance of the Insync Global Capital Aware Fund was 9.97% (net of fees) and Insync Global Quality Equity Fund was 10.81% (net of fees) for the half-year ended 31 December 2021. The Fund's benchmark, the MSCI All Country World Index net total returns (AUD) returned 9.12% for the same period.

The performance of the Fund, as represented by the results of its operations, were as follows:

	Half-year ended	
	31 December 2021	31 December 2020
Profit/(loss) before finance costs attributable to unit holders for the half-year (\$'000)	12,641	4,732

There were no distributions declared for the half-year ended 31 December 2021 and 31 December 2020.

DIRECTORS' REPORT (CONTINUED)

Significant changes in the state of affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Fund that occurred during the half-year ended 31 December 2021.

COVID-19

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. The outbreak and the response of Governments in dealing with the pandemic has continued to evolve over the course of time as new variants of COVID-19 emerge. There continues to be increased financial market volatility and corresponding fluctuations in the fair value of the Fund's investment portfolio. There is still uncertainty around the continued impact of COVID, the potential for further outbreaks both in Australia and around the world.

The Responsible Entity and Investment Manager continue to monitor the situation closely, noting that with the ongoing developments, there is still a degree of uncertainty; therefore it is not possible at this time to predict the extent and nature of the overall impact on the Fund. The Investment Manager however, actively manages the financial risks that the Fund is exposed to, and the Net Asset Values of the Fund continue to be valued in accordance with the frequency set out in the Fund's Product Disclosure Statement, applying valuation policies reflective of the prevailing market conditions.

Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' report have been rounded to the nearest thousand dollars in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, unless otherwise indicated.

Matters subsequent to the end of the financial period

At the time of signing these financial statements, there is an increased level of global uncertainty associated with the conflict in Ukraine. The impacts of the Ukraine conflict are not yet known but are likely to result in increased market and economic volatility, which may in turn have an impact on the Fund.

No other matters or circumstances have arisen since 31 December 2021 that have significantly affected, or may have a significant effect on:

- i. the operations of the Fund in future financial years;
- ii. the results of those operations in future financial years; or
- iii. the state of affairs of the Fund in future financial years.

Auditor's independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.

Philip D Gentry
Chairman

Melbourne
9 March 2022

Auditor's Independence Declaration

To be provided

Insync Global Titans Fund
Condensed statement of comprehensive income
For the half-year ended 31 December 2021

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Note	Half-year ended	
		31 December 2021 \$'000	31 December 2020 \$'000
Investment income			
Dividend and distribution income		482	252
Net foreign exchange gain/(loss)		(85)	364
Net gains/(losses) on financial instruments at fair value through profit or loss		13,360	4,658
Other income		1	-
Total investment income/(loss)		13,758	5,274
Expenses			
Management fees		787	373
Custody and administration fees		56	55
Withholding taxes		106	33
Transaction costs		124	52
Legal and professional expenses		-	4
Interest expense from financial assets at amortised cost		10	4
Other expenses		34	21
Total expenses		1,117	542
Profit/(loss) before finance costs attributable to unit holders for the half-year		12,641	4,732
Finance costs attributable to unit holders			
(Increase)/decrease in net assets attributable to unit holders	5	(12,641)	(4,732)
Profit/(loss) for the half-year		-	-
Other comprehensive income		-	-
Total comprehensive income for the half-year		-	-

The above condensed statement of comprehensive income should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF FINANCIAL POSITION

	Note	As at	
		31 December 2021 \$'000	30 June 2021 \$'000
Assets			
Cash and cash equivalents	7	2,570	2,222
Receivables	8	230	207
Financial assets at fair value through profit or loss	4	167,566	99,641
Total assets		170,366	102,070
Liabilities			
Bank overdrafts	7	-	7
Distributions payable		-	1,719
Payables	9	174	87
Total liabilities (excluding net assets attributable to unit holders)		174	1,813
Net assets attributable to unit holders - liability		170,192	100,257

The above condensed statement of financial position should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Half-year ended	
	31 December	31 December
	2021	2020
	\$'000	\$'000
Total equity at the beginning of the half-year	-	-
Profit/(loss) for the half-year	-	-
Other comprehensive income	-	-
Total comprehensive income	-	-
Transactions with owners in their capacity as owners	-	-
Total equity at the end of the half-year	-	-

Under Australian Accounting Standards, net assets attributable to unit holders are classified as a liability rather than equity. As a result there was no equity at the start or end of the half-year.

The above condensed statement of changes in equity should be read in conjunction with the accompanying notes.

Insync Global Titans Fund
Condensed statement of cash flows
For the half-year ended 31 December 2021

CONDENSED STATEMENT OF CASH FLOWS

	Half-year ended	
	31 December	31 December
	2021	2020
	\$'000	\$'000
Cash flows from operating activities		
Proceeds from sale of financial instruments at fair value through profit or loss	11,226	7,744
Payments for purchase of financial instruments at fair value through profit or loss	(65,791)	(24,491)
Net gain/(loss) on foreign exchange activities	24	406
Dividends received	373	204
Other income received	1	-
Management fees paid	(692)	(336)
Custody and administration fees paid	(55)	(48)
Legal and professional expenses paid	-	(4)
Interest paid from financial assets at amortised cost	(10)	(4)
Other expenses paid	(165)	(74)
Net cash inflow/(outflow) from operating activities	(55,089)	(16,603)
Cash flows from financing activities		
Proceeds from applications by unit holders	61,492	23,099
Payments for redemptions by unit holders	(5,176)	(3,102)
Distributions paid to unit holders	(763)	(3,059)
Net cash inflow/(outflow) from financing activities	55,553	16,938
Net increase/(decrease) in cash and cash equivalents	464	335
Cash and cash equivalents at beginning of the half-year	2,215	1,993
Effect of foreign currency exchange rate changes on cash and cash equivalents	(109)	(42)
Cash and cash equivalents at end of the half-year	2,570	2,286
Non-cash operating and financing activities		
Issue of units under the distribution reinvestment plan	956	1,891

The above condensed statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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1 GENERAL INFORMATION

These condensed financial statements cover Insync Global Titans Fund (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme which was constituted on 31 August 2009 and will terminate in accordance with the provisions of the Fund's Constitution or by Law.

The Responsible Entity of the Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975) (the "Responsible Entity"). The Responsible Entity's registered office is Level 1, 575 Bourke Street, Melbourne, VIC 3000. The condensed financial statements are presented in the Australian currency unless otherwise noted.

The Fund invests in shares of companies listed on stock exchanges around the world. The Fund may also hold cash, derivatives (for example futures, options, swaps), currency contracts, American Depository Receipts (ADRs) and Global Depository Receipts (GDRs). The Fund may also invest in various types of international pooled investment vehicles in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. The outbreak and the response of Governments in dealing with the pandemic has continued to evolve over the course of time as new variants of COVID-19 emerge. There continues to be increased financial market volatility and corresponding fluctuations in the fair value of the Fund's investment portfolio. There is still uncertainty around the continued impact of COVID, the potential for further outbreaks both in Australia and around the world.

The Responsible Entity and Investment Manager continue to monitor the situation closely, noting that with the ongoing developments, there is still a degree of uncertainty; therefore it is not possible at this time to predict the extent and nature of the overall impact on the Fund. The Investment Manager however, actively manages the financial risks that the Fund is exposed to, and the Net Asset Values of the Fund continue to be valued in accordance with the frequency set out in the Fund's Product Disclosure Statement, applying valuation policies reflective of the prevailing market conditions.

The condensed financial statements were authorised for issue by the directors on the date the Directors' declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the condensed financial statements.

2 BASIS OF PREPARATION

These condensed financial statements have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These condensed financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these condensed financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2021 and any public announcements made in respect of the Fund during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The directors are satisfied that the Fund has sufficient resources to continue in operation for the foreseeable future, a period of not less than 12 months from the date of this report. Accordingly, they continue to adopt the going concern basis in preparing the condensed financial statements.

Significant accounting policies

The accounting policies applied in these condensed financial statements are the same as those applied to the Fund's financial statements for the year ended 30 June 2021.

i. *New and amended standards adopted by the Fund*

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2021 that have a material impact on the amounts recognised in the prior periods or will affect the current or future

ii. *New standards and interpretations not yet adopted*

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2022 and have not been early adopted in preparing these condensed financial statements.

None of these are expected to have a material effect on the condensed financial statements of the Fund.

3 FAIR VALUE MEASUREMENT

The Fund measures and recognises financial assets and liabilities at fair value through profit or loss on a recurring basis.

- Financial assets at fair value through profit or loss (see Note 4)

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

3 FAIR VALUE MEASUREMENT (CONTINUED)

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The Fund values its investments in accordance with the accounting policies set out in Note 2 to the condensed financial statements.

a. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and listed equity securities) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price; the quoted market price for financial liabilities is the current asking price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

b. Recognised fair value measurements

The table below presents the Fund's financial assets measured and recognised at fair value as at 31 December 2021 and 30 June 2021.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2021				
Financial assets				
Listed equities	167,566	-	-	167,566
Total financial assets	167,566	-	-	167,566
As at 30 June 2021				
Financial assets				
Options	20	-	-	20
Listed equities	99,621	-	-	99,621
Total financial assets	99,641	-	-	99,641

c. Transfer between levels

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period (30 June 2021: nil).

d. Financial instruments not carried at fair value

The carrying value of cash and cash equivalents, receivables and payables approximate their fair values due to their short-term nature.

Net assets attributable to unit holders' carrying value differs from its fair value (deemed to be redemption price for individual units) due to differences in valuation inputs. This difference is not material in the current or prior reporting periods.

4 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at	
	31 December 2021 \$'000	30 June 2021 \$'000
Options	-	20
Listed equities	167,566	99,621
Total financial assets at fair value through profit or loss	167,566	99,641

5 NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS - LIABILITY

The Fund's units are classified as a liability as they do not meet the definition of a financial liability to be classified as equity.

Movements in the number of units and net assets attributable to unit holders during the half-year were as follows:

	Half-year ended		Half-year ended	
	31 December 2021 Units '000	31 December 2021 \$'000	31 December 2020 Units '000	31 December 2020 \$'000
Global Capital Aware Fund				
Opening balance	27,180	73,246	18,593	41,174
Applications	2,921	8,262	8,937	21,125
Redemptions	(1,200)	(3,393)	(1,122)	(2,628)
Reinvestment of distributions	49	133	505	1,116
Increase/(decrease) in net assets attributable to unit holders	-	7,053	-	3,326
Closing balance	28,950	85,301	26,913	64,113
Global Quality Equity Fund				
Opening balance	19,354	27,011	11,624	13,626
Applications	35,555	53,251	1,537	1,960
Redemptions	(1,195)	(1,782)	(374)	(474)
Reinvestment of distributions	583	823	659	775
Increase/(decrease) in net assets attributable to unit holders	-	5,588	-	1,406
Closing balance	54,297	84,891	13,446	17,293
Closing balance		170,192		81,406

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right in the underlying assets of the Fund.

There are two separate classes of units. Each unit within the same class has the same rights as all other units within that class. Each unit class has a different management fee rate.

6 DISTRIBUTIONS TO UNIT HOLDERS

There were no distributions declared for the half-year ended 31 December 2021 and 31 December 2020.

7 CASH AND CASH EQUIVALENTS

	As at	
	31 December 2021 \$'000	30 June 2021 \$'000
Cash at bank	2,570	2,222
Total cash and cash equivalents	2,570	2,222

a. Reconciliation to statement of cash inflows

	As at	
	31 December 2021 \$'000	30 June 2021 \$'000
Balance per above	2,570	2,222
Bank overdrafts	-	(7)
Balance per statement of cash flows	2,570	2,215

8 RECEIVABLES

	As at	
	31 December 2021 \$'000	30 June 2021 \$'000
Dividends receivable	40	37
GST receivable	41	42
Applications receivable	149	128
Total receivables	230	207

9 PAYABLES

	As at	
	31 December 2021 \$'000	30 June 2021 \$'000
Management fees payable	155	60
Custody and administration fees payable	10	9
Redemptions payable	4	5
Other payables	5	13
Total payables	174	87

10 EVENTS OCCURRING AFTER THE REPORTING PERIOD

No significant events have occurred since the end of the half-year which would impact on the financial position of the Fund as disclosed in the condensed statement of financial position as at 31 December 2021 or on the results and cash flows of the Fund for the half-year ended on that date.

11 CONTINGENT ASSETS AND LIABILITIES AND COMMITMENTS

There were no outstanding contingent assets and liabilities or commitments as at 31 December 2021 and 30 June 2021.

DIRECTORS' DECLARATION

In the opinion of the directors of the Responsible Entity:

- a. The condensed financial statements and notes set out on pages 5 to 13 are in accordance with the *Corporations Act 2001*,
 - i. complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - ii. giving a true and fair view of the Fund's financial position as at 31 December 2021 and of its performance for the half-year ended on that date.
- b. There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.

Philip D Gentry
Chairman

Melbourne
9 March 2022

Auditor's audit report

To be provided by the auditors