

INSYNC GLOBAL TITANS FUND

ARSN 165 786 390

CONDENSED FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

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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 2022 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 2022. 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 2022.

There were no significant changes in the nature of the Fund's activities during the half-year ended 31 December 2022.

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	Apex Fund Services Pty Ltd (an Apex Group Company)*
Statutory Auditor	Pitcher Partners Sydney

*Effective on 21 October 2022, Mainstream Fund Services Pty Ltd changed its name to Apex Fund Services Pty Ltd.

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	
Mary A O'Connor	

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 1.24% (net of fees) and Insync Global Quality Equity Fund was 2.94% (net of fees) for the half-year ended 31 December 2022. The Fund's benchmark, the MSCI All Country World ex-Australia Total Return Index (AUD) returned 3.60% 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 2022	31 December 2021
Profit/(loss) before finance costs attributable to unit holders for the half-year (\$'000)	2,646	12,641

There were no distributions declared for the half-year ended 31 December 2022 and 31 December 2021.

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 2022.

DIRECTORS' REPORT (CONTINUED)

Matters subsequent to the end of the period

No matters or circumstances have arisen since 31 December 2022 that have significantly affected, or may have a significant effect on:

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

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.

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
6 March 2023

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**Auditor's Independence Declaration
To the Directors of Equity Trustees Limited
As Responsible Entity of Insync Global Titans Fund
ARSN 165 786 390**

In relation to the independent auditor's review for the half year ended 31 December 2022, I declare to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.



S M Whiddett
Partner

Pitcher Partners
Sydney

6 March 2023

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Note	Half-year ended	
		31 December 2022	31 December 2021
		\$'000	\$'000
Investment income			
Interest income from financial assets at amortised cost		13	-
Dividend and distribution income		739	482
Net foreign exchange gain/(loss)		(294)	(85)
Net gains/(losses) on financial instruments at fair value through profit or loss		3,300	13,360
Other income		-	1
Total investment income/(loss)		3,758	13,758
Expenses			
Management fees		716	787
Custody and administration fees		47	56
Withholding taxes		142	106
Transaction costs		159	124
Interest expense from financial assets at amortised cost		17	10
Other expenses		31	34
Total expenses		1,112	1,117
Profit/(loss) before finance costs attributable to unit holders for the half-year		2,646	12,641
Finance costs attributable to unit holders			
(Increase)/decrease in net assets attributable to unit holders	5	(2,646)	(12,641)
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 2022 \$'000	30 June 2022 \$'000
Assets			
Cash and cash equivalents	7	3,809	3,216
Receivables	8	306	92
Financial assets at fair value through profit or loss	4	147,459	135,104
Due from brokers - receivable for securities sold		2,946	683
Total assets		154,520	139,095
Liabilities			
Bank overdrafts	7a	471	234
Distributions payable		-	2,438
Payables	9	83	239
Due to brokers - payable for securities purchased		5,734	1,251
Total liabilities (excluding net assets attributable to unit holders)		6,288	4,162
Net assets attributable to unit holders - liability	5	148,232	134,933

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 2022 \$'000	31 December 2021 \$'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.

CONDENSED STATEMENT OF CASH FLOWS

	Half-year ended	
	31 December 2022 \$'000	31 December 2021 \$'000
Cash flows from operating activities		
Proceeds from sale of financial instruments at fair value through profit or loss	40,179	11,226
Payments for purchase of financial instruments at fair value through profit or loss	(47,014)	(65,791)
Net gain/(loss) on foreign exchange activities	12	24
Interest income received from financial assets at amortised cost	13	-
Dividends received	529	373
Other income received	-	1
Management fees paid	(859)	(692)
Custody and administration fees paid	(63)	(55)
Interest paid from financial assets at amortised cost	(17)	(10)
Other expenses paid	(193)	(165)
Net cash inflow/(outflow) from operating activities	(7,413)	(55,089)
Cash flows from financing activities		
Proceeds from applications by unit holders	23,103	61,492
Payments for redemptions by unit holders	(13,151)	(5,176)
Distributions paid to unit holders	(1,877)	(763)
Net cash inflow/(outflow) from financing activities	8,075	55,553
Net increase/(decrease) in cash and cash equivalents	662	464
Cash and cash equivalents at beginning of the half-year	2,982	2,215
Effect of foreign currency exchange rate changes on cash and cash equivalents	(306)	(109)
Cash and cash equivalents at end of the half-year	3,338	2,570
Non-cash operating and financing activities		
Issue of units under the distribution reinvestment plan	561	956

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.

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 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 2022 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 2022.

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 2022 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

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 2023 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).

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 2022 and 30 June 2022.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2022				
Financial assets				
Listed equities	147,459	-	-	147,459
Total financial assets	147,459	-	-	147,459
As at 30 June 2022				
Financial assets				
Options	818	-	-	818
Listed equities	134,286	-	-	134,286
Total financial assets	135,104	-	-	135,104

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 2022: nil).

d. Financial instruments not carried at fair value

The carrying values of 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 2022 \$'000	30 June 2022 \$'000
Options	-	818
Listed equities	147,459	134,286
Total financial assets at fair value through profit or loss	147,459	135,104

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 2022 Units '000	31 December 2022 \$'000	31 December 2021 Units '000	31 December 2021 \$'000
Global Capital Aware Fund				
Opening balance	31,126	66,600	27,180	73,246
Applications	1,747	3,873	2,921	8,262
Redemptions	(4,425)	(10,047)	(1,200)	(3,393)
Reinvestment of distributions	44	94	49	133
Increase/(decrease) in net assets attributable to unit holders	-	1,184	-	7,053
Closing balance	28,492	61,704	28,950	85,301
Global Quality Equity Fund				
Opening balance	61,913	68,333	19,354	27,011
Applications	16,537	19,375	35,555	53,251
Redemptions	(2,701)	(3,109)	(1,195)	(1,782)
Reinvestment of distributions	423	467	583	823
Increase/(decrease) in net assets attributable to unit holders	-	1,462	-	5,588
Closing balance	76,172	86,528	54,297	84,891
Closing balance		148,232		170,192

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 2022 and 31 December 2021.

7 CASH AND CASH EQUIVALENTS

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Cash at bank	3,809	3,216
Total cash and cash equivalents	3,809	3,216

a. Reconciliation to statement of cash inflows

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Balance per above	3,809	3,216
Bank overdrafts	(471)	(234)
Balance per statement of cash flows	3,338	2,982

8 RECEIVABLES

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Dividends receivable	120	52
GST receivable	41	40
Applications receivable	145	-
Total receivables	306	92

9 PAYABLES

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Management fees payable	77	220
Custody and administration fees payable	-	16
Redemptions payable	5	-
Other payables	1	3
Total payables	83	239

10 EVENTS OCCURRING AFTER THE REPORTING PERIOD

No other 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 2022 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 2022 and 30 June 2022.

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 2022 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
6 March 2023

Pitcher Partners Sydney Partnership

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**Independent Auditor's Review Report
To the Unitholders of Insync Global Titans Fund
ARSN 165 786 390****Report on the Half-Year Financial Report****Conclusion**

We have reviewed the half-year financial report of Insync Global Titans Fund ("the Fund") which comprises the statement of financial position as at 31 December 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Insync Global Titans Fund does not comply with the *Corporations Act 2001* including:

- a) giving a true and fair view of the Fund's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Responsible Entity of the Fund, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the Financial Report

The directors of the Responsible Entity of the Fund are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Fund's financial position as at 31 December 2022 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



S M Whiddett
Partner

6 March 2023



Pitcher Partners
Sydney