

OIG Income Generator Fund

ARSN 648 130 394

Financial report for the period 1 February 2021 to 30 June 2021

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Directors' Report

The directors of One Managed Investment Funds Limited (ABN 47 117 400 987; AFSL 297 042) ("OMIFL" or the "Responsible Entity"), the responsible entity of OIG Income Generator Fund (ARSN 648 130 394) (the "Fund"), (the "Fund Manager"), submit their report together with the financial statements for the Fund for the period 1 February 2021 to 30 June 2021.

Responsible Entity

The responsible entity of the Fund is OMIFL.

The registered office and principal place of business of the Responsible Entity is Level 16, Governor Macquarie Tower, 1 Farrer Place, Sydney NSW 2000.

Investment manager

The Investment Manager of the Fund is Fortlake Asset Management Pty Ltd (ABN 30 643 640 939) ("Investment Manager").

The principal place of business of the Investment Manager is Level 5, 66 Clarence Street, Sydney NSW 2000.

Fund Manager

The Fund manager of the Fund is One Investment Management Pty Ltd (ACN 139 93 271 ("Fund Manager").

The principal place of business of the Investment Manager is Level 16, Governor Macquarie Tower, 1 Farrer Place, Sydney NSW 2000.

Directors and Company Secretaries

The names of the directors and company secretaries of the Responsible Entity, during the financial period and up to the date of this report are:

Name	Title
Frank Tearle	Executive Director and Company Secretary
Sarah Wiesener	Executive Director and Company Secretary
Michael Sutherland	Executive Director

Principal Activities

The Fund is a registered managed investment scheme, domiciled in Australia. The Fund was constituted on 4 December 2020, registered as a managed investment scheme on 2 March 2021 and commenced operations on 12 February 2021.

The principal activity of the Fund during the period was to invest in accordance with the provisions of the Fund's Constitution and its most recent Product Disclosure Statement, dated 31 March 2021.

The Fund's investment objective is to invest in highly liquid tradeable assets and considers hedging against inflation a key aspect of the Fund's investment strategy.

The Fund did not have any employees during the period.

Review of Operations

Results

The results of the operations of the Fund are disclosed in the Statement of Profit or Loss and Other Comprehensive Income of the financial statements. The operating loss attributable to unitholders for the period 1 February 2021 to 30 June 2021 was \$185,525.

Directors' Report (continued)

Distributions

There were no distributions declared to be paid to unitholders during the period 1 February 2021 to 30 June 2021.

Fair Value and Units Issued

The total value of the Fund's gross assets as at 30 June 2021 was \$12,614,178. The total number of units on issue as at 30 June 2021 was 12,738,447. In addition to the Ordinary Units there are 10 Initial Units.

Frank Tearle purchased the initial 10 units in the Fund in order to establish the Fund. Other than previously mentioned, key management personnel of the Responsible Entity and their associated entities did not hold any units in the Fund during the period and as at 30 June 2021.

Subsequent Event

On 21 September 2021, the PDS was withdrawn from use. The Responsible Entity will conduct a strategic review of the Fund.

As the impact of the COVID-19 pandemic is continuing, the Investment Manager for the Fund has been monitoring the effects of the pandemic on both the valuation of the Fund's assets and the Fund's liquidity.

The Investment Manager will continue to closely monitor market situations to ensure that valuations remain appropriate.

Likely Developments and Expected Results of Operations

On 21 September 2021, the PDS was withdrawn from use. The Responsible Entity will conduct a strategic review of the Fund, to consider a range of possibilities including the Fund being wound-up.

Environmental Regulation and Performance

The operations of the Fund are not subject to any particular or significant environmental regulation under a law of the Commonwealth or of a State or Territory. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

Indemnification of Directors, Officers and Auditors

During or since the financial period, the Fund has not indemnified or made a relevant agreement to indemnify an officer of the Responsible Entity or auditor of the Fund or any related corporate body against a liability incurred by an officer of the Responsible Entity or auditor of the Fund. In addition, the Fund has not paid, or agreed to pay, a premium in respect of a contract insuring against a liability incurred by an officer of the Responsible Entity or auditor of the Fund.

Directors' Report (continued)

Auditor

Crowe Sydney was appointed as auditor of the Fund and continues in that office in accordance with Section 327 of the Corporations Act 2001.

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.

On behalf of the directors of the Responsible Entity, One Managed Investment Funds Limited.

A handwritten signature in blue ink that reads "Frank Tearle". The signature is written in a cursive, flowing style.

Frank Tearle

Director

19 October 2021

19 October 2021

The Directors
One Managed Investment Funds Limited
As the Responsible Entity of OIG Income Generator Fund
Level 16, Governor Macquarie Tower
1 Farrer Place
Sydney NSW 2000

Dear Directors

OIG Income Generator Fund

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the Directors of One Managed Investment Funds Limited.

As lead audit partner for the audit of the financial report of OIG Income Generator Fund for the period 1 February 2021 to 30 June 2021, I declare that to the best of my knowledge and belief, that there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely



Crowe Sydney



John Haydon
Senior Partner

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Sydney, an affiliate of Findex (Aust) Pty Ltd. Liability limited by a scheme approved under Professional Standards Legislation.

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Directors' Declaration

In the opinion of the directors of the Responsible Entity:

- (a) The financial statements and notes set out on pages 9 to 27 are in accordance with the *Corporations Act 2001*, including:
- complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - giving a true and fair view of the Fund's financial position as at 30 June 2021 and its performance for the financial period 1 February 2021 to 30 June 2021.
- (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.
- (c) The financial statements are in compliance with International Financial Reporting Standards as issued by the International Accounting Standards Board, as noted in Note 3(a).

Signed in accordance with a resolution of the directors of the Responsible Entity.

On behalf of the directors of the Responsible Entity, One Managed Investment Funds Limited.



Frank Tearle

Director

19 October 2021

Independent Auditor's Report to the Unitholders of OIG Income Generator Fund

Opinion

We have audited the financial report of OIG Income Generator Fund (the Fund), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the period 1 February 2021 to 30 June 2021, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Fund is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Fund's financial position as at 30 June 2021 and of its financial performance for the period 1 February 2021 to 30 June 2021; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Sydney, an affiliate of Findex (Aust) Pty Ltd. Liability limited by a scheme approved under Professional Standards Legislation.

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Responsibilities of the Directors for the Financial Report

The directors of One Managed Investment Funds Limited as the Responsible Entity of the Fund are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors of the Responsible Entity are responsible for assessing the ability of the Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors of the Responsible Entity regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during the audit.



Crowe Sydney



John Haydon
Senior Partner

19 October 2021
Sydney

Statement of Profit or Loss and Other Comprehensive Income for the period 1 February 2021 to 30 June 2021

	Note	Period 1 February 2021 to 30 June 2021 \$
Income		
Net losses on financial instruments held at fair value through profit or loss	6	(177,640)
Interest income		11,556
Total Income		(166,084)
Expenses		
Management fees		19,441
Total expenses		19,441
Operating losses attributable to unitholders		(185,525)
Finance costs attributable to unitholders		
Distributions to unitholders	8	-
Decrease in net assets attributable to unitholders	7	185,525
Profit/(loss) for the period		-
Other comprehensive income		-
Total comprehensive income for the period		-

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position as at 30 June 2021

	Note	As at 30 June 2021 \$
Assets		
Cash and cash equivalents	10	222,281
Other assets	9	3,043
Financial assets held at fair value through profit or loss	5	12,388,854
Total assets		12,614,178
Liabilities		
Management fees payable		20,864
Total liabilities (excluding net assets attributable to unitholders)		20,864
Net assets attributable to unitholders - Liabilities	7	12,593,314

The Statement of Financial Position should be read in conjunction with the accompanying notes.

Statement of Changes in Equity for the financial period 1 February 2021 to 30 June 2021

	Note	Period 1 February 2021 to 30 June 2021 \$
Comprehensive income for the period		
Gain for the period		-
Total comprehensive income		-
Transactions with unitholders		
Application		-
Transactions with owners in their capacity as equity holders		-
Total equity at the end of the financial period*		-

Under Australian Accounting Standards, net assets attributable to unitholders are classified as liability rather than equity. As a result, there was no equity at the start or end of the financial period.

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows for the financial period 1 February 2021 to 30 June 2021

	Note	Period 1 February 2021 to 30 June 2021 \$
Cash flows from operating activities		
Net payments from purchase and sale of financial instruments held at fair value through profit or loss		(12,566,495)
Interest and other income received		9,937
Net cash used in operating activities	10(b)	(12,556,558)
Cash flows from financing activities		
Proceeds from unitholder applications		19,824,408
Payments for unitholder redemptions		(7,045,568)
Distributions paid to unitholders		-
Net cash provided by financing activities		12,778,839
Net increase in cash and cash equivalents		222,281
Cash and cash equivalents at the beginning of the period		-
Cash and cash equivalents at the end of the period	10(a)	222,281
Non-cash financing activities		-

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

1. General Information

These financial statements cover OIG Income Generator Fund (ARSN 648 130 394) (the “Fund”) as an individual entity. The Fund is an Australian registered managed investment scheme, and was constituted on 4 December 2020, commenced operations on 1 February 2021 and registered as a managed investment scheme on 2 March 2021.

The responsible entity of the Fund is One Managed Investment Funds Limited (ABN 47 117 400 987; AFSL 297 042) (the “Responsible Entity”). The Responsible Entity’s registered office is Level 16, Governor Macquarie Tower, 1 Farrer Place, Sydney NSW 2000.

The Fund’s investment objective is to invest in highly liquid tradeable assets with a focus on hedging against inflation.

The 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. Adoption of New and Revised Accounting Standards

New or amended Accounting Standard and Interpretations adopted in the current period

The fund has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (‘AASB’) that are mandatory for the current reporting period.

New standards and interpretation not yet adopted

There are no new standards or interpretations applicable that would have a material impact for the Fund.

3. Significant accounting policies

a) Statement of Compliance

These financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards, the Corporations Act 2001, other authoritative pronouncements and interpretations of the Australian Accounting Standards Board and the Fund’s Constitution.

Compliance with Australian Accounting Standards, as issued by the AASB, ensures that the financial statements and notes thereto comply with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”). Consequently, these financial statements have been prepared in accordance with and comply with IFRS as issued by the IASB.

The following significant accounting policies have been adopted in the preparation and presentation of the financial statements, as issued by the IASB. These policies have been consistently applied unless otherwise stated in the following text.

b) Basis of preparation

This general purpose financial report has been prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated. The Fund is a for-profit entity for the purpose of preparing the financial statements.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and net assets attributable to unitholders.

The Fund manages financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months. However, an estimate of that amount cannot be determined as at balance date.

Notes to the Financial Statements

3. Significant accounting policies (continued)

b) Basis of preparation (continued)

In the case of net assets attributable to unitholders, the units are redeemed on demand at the unitholder's option. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within 12 months cannot be reliably determined.

All amounts are presented in Australian dollars as the functional and presentational currency of the Fund.

c) Going concern basis

The financial report has been prepared on a going concern basis, however OMIFL is currently reviewing the strategic direction of the Fund, as this may include the winding up of the Fund, as a result, the PDS have been withdrawn and the Fund have been suspended for any new applications until further notice.

d) Revenue and income recognition

Revenue

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. Changes in fair value of financial assets and liabilities are recognised in profit or loss in the period in which the changes occur.

Distributions

Distributions from investments are recognised when the right to receive the payment is established.

Dividends

Dividend income is recognised on the ex-dividend date.

Interest income

Interest income is recognised on a time proportionate basis taking into account the effective yield on the financial assets.

e) Expenses

All expenses, including the Responsible Entity's fees, are recognised in the Statement of Profit or Loss and Other Comprehensive Income on an accruals basis.

f) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank.

g) Investments in financial instruments

Investments in financial instruments are categorised in accordance with AASB 9 'Financial Instruments'. This classification is determined by the purpose underpinning the acquisition of the investment. The classification of each financial instrument is re-evaluated at each financial year end.

(i) Classification

The Fund's investments are categorised as at fair value through profit or loss. They comprise: Financial instruments designated at fair value through profit or loss upon initial recognition. These include financial assets and financial liabilities that are not held for trading purposes and which may be sold. These are investments in equity securities.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial instruments on a fair value basis together with other related financial information.

Notes to the Financial Statements

3. Significant accounting policies (continued)

g) Investments in financial instruments (continued)

(ii) Recognition/derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments has expired or the Fund has transferred substantially all risks and rewards of ownership.

(iii) Measurement

Financial assets and liabilities held at fair value through profit or loss

At initial recognition, the Fund measures a financial asset or liability at its fair value. Transaction costs of financial assets and liabilities carried at fair value through profit or loss are expensed in the Statement of Profit or Loss and Other Comprehensive Income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the Statement of Profit or Loss and Other Comprehensive Income within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets and liabilities held by the Fund is the current close price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Valuation techniques used include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

h) Taxation

Under the current tax legislation, the Fund is not subject to income tax provided that the unitholders are presently entitled to the income of the Fund and that the Fund entirely distributes its taxable income.

There is no taxable income of the Fund to which the unitholders are not currently entitled. Additionally, the Fund's Constitution requires the distribution of the full amount of the net taxable income of the Fund to unitholders each year. As a result, deferred taxes have not been recognised in the financial statements in relation to the differences between carrying amounts of assets and liabilities and their respective tax bases. This includes taxes on capital gains which could arise in the event of a sale of investments for the amount at which they are stated in the financial statements. In the event that the taxable gains are realised by the Fund, these gains would be included in the taxable income and assessable in the hands of the unitholders.

i) Distributions

in accordance with the Fund Constitution, the Fund fully distributes its distributable income, adjusted for amounts determined by the Responsible Entity, to unitholders by cash or reinvestment. The distributions are recognised in the Statement of Profit or Loss and Other Comprehensive Income as financial costs attributable to unitholders.

The Fund did not make a distribution for 30 June 2021.

Notes to the Financial Statements

3. Significant accounting policies (continued)

j) Foreign currency transactions

The functional and presentation currency for the Fund is Australian dollars. Transactions in foreign currencies are brought to account at the prevailing exchange rates at the date of the transaction. Foreign currency monetary items are translated at the exchange rate existing on reporting date. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. The differences arising from these foreign currency translations are recognised in the Statement of Profit or Loss and Other Comprehensive Income in the year in which they arise.

k) Payables

Trade and other payables are recognised when the Fund becomes obliged to make future payments resulting from the purchase of goods and services.

As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the Statement of Financial Position as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

l) Receivables

Receivables may include amounts for interest, and securities sold where settlement has not yet occurred. Interest is accrued in accordance with the method outlined in note 3 (d). Amounts are generally received within 30 days of being recorded as receivables.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on receivables at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

m) Applications and redemptions

Applications received for units in the Fund are recorded prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable after the cancellation of units redeemed.

n) Net assets attributable to unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders. The units are classified as financial liabilities as the Fund is required to distribute its distributable income. The units can be put back to the Fund at any time for cash based on the redemption price. The fair value of the redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the end of the reporting period if unitholders exercised their right to redeem units in the Fund.

Notes to the Financial Statements

3. Significant accounting policies (continued)

o) Critical accounting judgements and key sources of estimation uncertainty

Management has adhered to the Fund's unit pricing policy which sets out the basis upon which the units of the Fund have been valued, a copy of which is available upon request.

For all of the Fund's financial instruments, quoted market prices are readily available. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The assumptions and methods used in the determination of the value of investments are outlined in Note 5 of these financial statements.

p) Goods and services tax ("GST")

Revenues, expenses and assets are recognised net of the amount of GST except:

- Where the amount of GST is not recoverable from the taxation authority, it is recognised as part of acquisition of an asset or part of an item of expense; or
- For receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the tax authority is included as part of receivables or payables. Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

4. Financial Risk Management

The Fund's activities expose it to a variety of financial risks: market risk (including price risk, and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management programme focuses on managing the financial risks identified and on ensuring compliance with the Fund's Product Disclosure Statement and the law. It also seeks to maximise the returns derived for the level of risk to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The management of these risks is carried out by the Investment Manager under the Investment Management Agreement approved by the directors of the Responsible Entity. The Fund uses different methods to measure different types of risk to which it is exposed. These methods are explained below.

a) Credit risk

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due, causing a financial loss to the Fund.

The Fund is also exposed to counterparty credit risk on cash and cash equivalents, amounts due from brokers and other receivables.

In accordance with the Fund's policy, the Investment Manager monitors the Fund's credit position on an ongoing basis.

Notes to the Financial Statements

4. Financial Risk Management (continued)**a) Credit risk (continued)**

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved; and
- ensuring that transactions are undertaken with a number of counterparties
- ensuring that the majority of transactions are undertaken on recognised exchanges.

The investment manager allocates capital to high yielding, income producing investments and securities which may be complemented by capital appreciation. The Fund will target a weighted average portfolio credit rating of A-. Issuers of investment grade securities are considered to have a strong capacity to meet their payment obligations. These are assets which are considered entities and/or securities that have an internal or external credit rating of BBB- or higher. As at 30 June 2021, the Average Credit Rating is A.

The following table details the breakdown by credit rating of the underlying investment assets including cash held by the Fund:

	30 June 2021
	\$
A-	3,218,136
AA-	6,092,727
BBB	3,300,272
	12,611,135

(i) Settlement of securities transactions

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered low, as delivery of securities sold is only made once the broker has received payment. Payment is made once purchase orders on the securities have been received by the broker. The trade will fail if either party fails to meet its obligations.

b) Market risk

Market risk is the risk that the fair value of future cash flows will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices liquidity. Market risk is managed and monitored on an ongoing basis by the Investment Manager.

c) Currency risk

The Fund is not exposed to currency risk as it currently invests in Australian dollar denominated products only.

Notes to the Financial Statements

4. Financial Risk Management (continued)

d) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of financial instruments. The Fund's exposure to interest rate risk is set out in the following table:

	Floating interest rate \$	Fixed interest rate \$	Non-interest bearing \$	Total \$
30 June 2021				
Assets				
Cash and cash equivalents	222,281	-	-	222,281
Other assets	-	-	3,043	3,043
Financial assets held at fair value through profit or loss	12,388,854	-	-	12,388,854
Total assets	12,611,135	-	3,043	12,614,178
Liabilities				
Management fees payable	-	-	20,864	20,864
Total liabilities excluding net assets attributable to unitholders	-	-	20,864	20,864
Net exposure	12,611,135	-	(17,821)	12,593,314

The following table demonstrates the sensitivity of the Fund's net assets attributable to unitholders and operating profit to a reasonable change in interest rates, with all other variables constant. The 25 basis point sensitivity is based on a reasonable volatility of change in the AUD cash interest rate over the coming year. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market movements resulting from changes in the performance of and/or correlation between the performances of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

	Change in basis points increase/(decrease)	Effect on operating profit and net assets attributable to unitholders (\$)
Year Ended 30 June 2021		
AUD interest rate	25bp/(25bp)	31,528/(31,528)

e) Price risk

The Fund is exposed to corporate bond securities price risk.

Price risk is the risk that the fair value of investments decreases as a result of changes in market prices (other than those arising from interest rate risk), whether those changes are caused by factors specific to the individual stock or factors affecting all instruments in the market. Price risk is managed by monitoring compliance with established investment mandate limits. All securities present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund typically invest in highly liquid tradeable assets with a focus on hedging against inflation, specifically targeting investments which generate returns directly or indirectly from securities. Returns are generated from debt assets such as corporate bonds, listed and unlisted equity investments, cash and cash-equivalents.

Notes to the Financial Statements

4. Financial Risk Management (continued)

e) Price risk

As at 30 June 2021 a positive 10% sensitivity would have had an impact on the Fund's operating profit and net assets attributable to unitholders of \$1,238,885. A negative sensitivity would have an equal but opposite impact.

f) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in raising funds to meet commitments associated with financial instruments.

In order to manage the Fund's overall liquidity, the Responsible Entity has the discretion to reject an application for units and to defer or adjust redemption of units if the exercise of such discretion is in the best interests of unitholders. The Fund did not reject or withhold any redemption during the period ended 30 June 2021.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period from 30 June 2021 to the contractual maturity date. However, the directors do not envisage that the contractual maturity disclosed in the table below will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

	30 June 2021						Total
	On demand	< 1 month	1-3 months	3-6 months	6-12 months	> 12 months	
	\$	\$	\$	\$	\$	\$	\$
Liabilities							
Management fees payable	-	20,864	-	-	-	-	20,864
Net assets attributable to unitholders	12,593,314	-	-	-	-	-	12,593,314
Total liabilities	12,593,314	20,864	-	-	-	-	12,614,178

The amounts in the table are the contractual undiscounted cash flows. Balances equal their carrying balances, as the impact of discounting is not significant.

5. Investments in Financial Instruments

a) Financial assets held at fair value through profit or loss

	30 June 2021
	\$
Designated at fair value through profit or loss	
Investments in corporate bonds	12,388,854
Total securities	12,388,854
Total financial assets held at fair value through profit or loss	12,388,854

Notes to the Financial Statements

5. Investments in Financial Instruments (continued)

b) Fair Value Hierarchy

The Fund measures and recognises financial assets and liabilities held at fair value through profit or loss on a recurring basis. The Fund has no assets and liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 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).

Level 1:

Financial instruments are valued by reference to quoted prices in an active market(s) for identical assets or liabilities. These quoted prices represent actual and regularly occurring market transactions on an arm's length basis.

Level 2:

Financial instruments are valued using inputs other than quoted prices covered in Level 1. These other inputs include quoted prices that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices). The inputs included in this level encompass quoted prices in active markets for similar assets or liabilities, quoted prices in markets in which there are few transactions for identical or similar assets or liabilities. Financial instruments that are valued using other inputs that are not quoted prices but are observable for the assets or liabilities also fall into this categorisation.

Level 3:

Financial instruments that have been valued, in whole or in part, by using valuation techniques or models that are based on unobservable inputs that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

Unobservable valuation inputs are determined based on the best information available, which might include the entity's own data, reflecting its assumptions as well as best practices carried out or undertaken by other market participants. These valuation techniques are used to the extent that observable inputs are not available.

The following table shows an analysis of financial instruments held at 30 June 2021 recorded at fair value and presented by level of the fair value hierarchy:

	30 June 2021			Total
	Level 1	Level 2	Level 3	
	\$	\$	\$	\$
Financial assets				
Investments in corporate bonds	-	12,388,854	-	12,388,854
Total financial assets held at fair value through profit or loss	-	12,388,854	-	12,388,854

Transfer between levels

There have been no transfers between levels for the period ended 30 June 2021.

c) Disclosed fair values

For all financial instruments other than those measured at fair value their carrying value approximates fair value.

Notes to the Financial Statements
6. Net gains on financial instruments held at fair value through profit or loss

	Period 1 February 2021 to 30 June 2021 \$
Unrealised losses on financial instruments designated at fair value through profit or loss	(166,860)
Realised losses on financial instruments designated at fair value through profit or loss	(10,780)
Net losses on financial Instruments designated at fair value through profit or loss	(177,640)

7. Net Assets Attributable to Unitholders

There are two separate classes of units, Initial class and Ordinary class.

There are 10 initial class units of \$10. The initial class units have no right to receive distributions of income or capital or the right to attend or vote at meetings of holders of the Ordinary Units of the Fund.

Movements in the number of units and net assets attributable to unitholders during the period were as follows:

	30 June 2021	
	No. of Units	\$
Ordinary Class		
Opening balance	-	-
Applications for units by unitholders	19,828,491	19,824,408
Redemption for units by unitholders	(7,090,044)	(7,045,568)
Decrease in net assets attributable to unitholders	-	(185,525)
Closing balance	12,738,447	12,593,314

As stipulated within the Fund's Constitution, each Ordinary class 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.

8. Distributions to Unitholders

The Fund expects to make distributions on a monthly basis. Subject to the Constitution, distributions (if any) will be automatically reinvested into the Fund and you will receive additional units in the Fund. Where payable, income distributions are expected to be paid monthly, generally within 10 business days after the end of the month and generally within two months after 30 June. Distributions are not guaranteed.

At 30 June 2021, \$nil distributions were declared to be paid to unitholders, of which \$nil was payable at 30 June 2021.

9. Other Assets

	30 June 2021 \$
GST receivable	1,423
Interest Receivable	1,620
Total other assets	3,043

Notes to the Financial Statements
10. Cash and Cash Equivalents

a) Cash and cash equivalents include cash at bank held at St George Bank and ANZ. Cash at the end of the period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	30 June 2021
	\$
Cash at Bank	222,281
	222,281

b) Reconciliation of profit/(loss) for the period to net cash flows used in operating activities:

	Period 1 February 2021 to 30 June 2021
	\$
Profit/(loss) for the period	-
(Loss)/Gain in net assets attributable to unitholders	(185,525)
Change in value of financial assets held at fair value through profit or loss	177,640
Net proceeds from purchase and sale of financial assets held at fair value through profit or loss	(12,566,495)
Change in assets and liabilities:	
(Increase) in other assets	(3,042)
Increase in other payables	20,864
Net cash used in operating activities	(12,556,558)

11. Auditor's Remuneration

The auditor of the Fund is Crowe Sydney and the compliance auditor is Ernst & Young. Auditor's remuneration for the period ended 30 June 2021 will be paid out of the Management Fees:

	30 June 2021
	\$
Audit and other assurance services:	
Audit of financial statements - Crowe Sydney	9,350
Audit and review of compliance plan - Ernst & Young	4,400
Total remuneration for audit and other assurance services	13,750

Notes to the Financial Statements

12. Related Party Transactions

The responsible entity of the Fund is OMIFL.

a) Unitholdings of directors of OMIFL and related parties

The following table shows OMIFL and its related parties during the period 1 February 2021 to 30 June 2021. There were no distributions paid during the period.

Account Name	Role	OIG Subsidiary/associate	Class	Opening Balance	Acquired	Redeemed	Closing Balance
Mr Frank Tearle			Initial	0	10	0	10
One Funds Management Limited ATF Green Infrastructure Access Fund	Trustee	One Funds Management Limited	Ordinary	0	7,989,974	(121,431)	7,868,543
One Investment Group Pty Limited	Trustee	One Investment Group Pty Limited	Ordinary	0	3,297,427	(2,014,707)	1,282,719
One Funds Management Ltd ATF Kingsgrove Property Trust <PCA Express Bond>	Trustee	One Funds Management Limited	Ordinary	0	580,787	0	580,787
One Funds Management Limited ATF Benlee Stronghold Property Trust No 10	Trustee	One Funds Management Limited	Ordinary	0	459,384	(167,201)	292,183
One Managed Investment Funds Limited ACF One AR Pty Lt ATF OC Investment Trust	Trustee	One Managed Investment Funds Limited	Ordinary	0	151,375	0	151,375
QPSC Pty Ltd ATF QPSC Real Estate Fund Trust	Trustee	One Investment Group Pty Limited	Ordinary	0	130,000	(8,256)	121,744
One Funds Management Limited ATF Infrastructure Access Fund	Trustee	One Funds Management Limited	Ordinary	0	105,495	0	105,495
ACME Co No 4 Pty Ltd ATF RECAP V Management No 5 Trust	Trustee	ACME Co No 4 Pty Ltd	Ordinary	0	90,000	0	90,000
One Funds Management Ltd ATF Australian Retail Partnership Holding Trust	Trustee	One Funds Management Limited	Ordinary	0	23,928	0	23,928
One Funds Management Ltd ATF Asia Pacific Healthcare Fund II	Trustee	One Funds Management Limited	Ordinary	0	20,665	0	20,665
One Managed Investment Funds Limited ATF One Opportunities Fund	Trustee	One Managed Investment Funds Limited	Ordinary	0	1,030	0	1,030
TFT No. 2 Pty Ltd <TFT No. 2 Trust>		Associate	Ordinary	0	2	0	2

Notes to the Financial Statements
12. Related Party Transactions (continued)
a) Unitholdings of directors of OMIFL and related parties (continued)

Account Name	Role	OIG Subsidiary/associate	Class	Opening Balance	Acquired	Redeemed	Closing Balance
One Funds Management Limited ATF SSP 3 FUND	Trustee	One Funds Management Limited	Ordinary	0	0	0	0
One Investment Management Pty Limited ATF One Cash Management Fund	Trustee	One Investment Management Pty Limited	Ordinary	0	17,007,908	(17,007,908)	0
Quintet Partners Services Pty Ltd ATF Quintet Partners Fund I	Trustee	Quintet Partners Services Pty Ltd	Ordinary	0	347,346	(347,346)	0
One Funds Management Limited ATF Paspalis Innovation Investment Fund	Trustee	One Funds Management Limited	Ordinary	0	1,581,551	(1,581,551)	0
One AR Pty Ltd ATF Axle Investment Unit Trust	Trustee	One AR Pty Ltd	Ordinary	0	4,508	(4,508)	0
One Funds Management Limited ATF Quintet Private Debt Fund I	Trustee	One Funds Management Limited	Ordinary	0	67,974	(67,974)	0
One Funds Management Limited ATF Benlee Property Trust No 13	Trustee	One Funds Management Limited	Ordinary	0	838,825	(838,825)	0
One Funds Management Limited ATF Benlee Stronghold Property Trust 12	Trustee	One Funds Management Limited	Ordinary	0	572,361	(572,361)	0
One Funds Management Limited ATF Benlee Property Trust No 11	Trustee	One Funds Management Limited	Ordinary	0	35,849	(35,849)	0
One Funds Management Ltd ATF Kingsgrove Property Trust	Trustee	One Funds Management Limited	Ordinary	0	335,744	(335,744)	0
Unity Fund Services Pty Ltd		Unity Fund Services Pty Ltd	Ordinary	0	443	(443)	0
One Funds Management Limited ATF Benlee Property Trust No. 5	Trustee	One Funds Management Limited	Ordinary	0	329,588	(329,588)	0
One Funds Management Limited ATF Kings Cross Property Trust	Trustee	One Funds Management Limited	Ordinary	0	97	(97)	0

Notes to the Financial Statements

12. Related Party Transactions (continued)

a) Unitholdings of directors of OMIFL and related parties (continued)

Account Name	Role	OIG Subsidiary/associate	Class	Opening Balance	Acquired	Redeemed	Closing Balance
One Funds Management Limited ATF Condell Park Industrial Property Trust	Trustee	One Funds Management Limited	Ordinary	0	54,984	(54,984)	0
One Funds Management Limited ATF Richlands Industrial Property Trust	Trustee	One Funds Management Limited	Ordinary	0	904	(904)	0

b) Management fees paid and payable to the Investment Manager

Management fees are the fees charged by the Investment Manager to provide investment management services to the Fund.

The Investment Manager charges 0.45% per annum (inclusive of GST and less any reduced input tax credits) of the gross value of the Fund's assets. For the financial period 1 February 2021 to 30 June 2021, the management fee expenses incurred by the Fund were \$19,441 of which \$20,864 was payable at period end.

c) Other fees paid to related parties

The Responsible Entity has appointed third party service providers to the Fund, some of whom are related parties of the Responsible Entity. The following entities, which are related parties of the Responsible Entity, have provided services to the Fund during the period 1 February 2021 to 30 June 2021:

One Registry Services Pty Limited (ACN 141 757 360) – unit registry services.

OMIFL also acts as custodian for the Fund and receives a fee for doing so.

None of the above has received any remuneration directly from the Fund in relation to these services and they are remunerated out of the Management Fee. To the extent there is a shortfall to these expenses, they will be paid by the Investment Manager.

d) Key management personnel

(i) Directors and company secretaries

The key management personnel of the Responsible Entity, during the period and up to the date of this report are:

Name	Title
Frank Tearle	Executive Director and Company Secretary
Sarah Wiesener	Executive Director and Company Secretary
Michael Sutherland	Executive Director

Frank Tearle purchased the initial 10 units in the Fund in order to establish the Fund. No other key management personnel of the Responsible Entity and their associated entities held any units in the Fund for the period 1 February 2021 to 30 June 2021. The Fund has not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel at any time during the period.

Notes to the Financial Statements

12. Related Party Transactions (continued)

Key Management Compensation

Key management personnel of the Responsible Entity have not been compensated out of the Fund for the period 1 February 2021 to 30 June 2021.

(ii) Other Key Management Personnel

The key management personnel of the Investment Manager at any time during the financial period are:

Name	Title
Christian Baylis	Director
Andrew Kidd	Chief Operating Officer
Kylie-Anne Richards	Director

(iii) Other Key Management Personnel Unitholding

No key management personnel have entered into any other transactions with the Fund during the period 1 February 2021 to 30 June 2021 and there were no material balances involving key management personnel's interests outstanding as at 30 June 2021.

Other Key Management Compensation

Key management personnel of the Investment Manager have not been compensated out of the Fund for the period 1 February 2021 to 30 June 2021.

13. Commitments and Contingencies

There are no commitments or contingencies as at 30 June 2021.

14. Subsequent Events

As the impact of the COVID-19 pandemic is continuing, the investment manager for the Fund, Fortlake Asset Management Pty Ltd (ABN 30 643 640 939) (the "Investment Manager") has been monitoring the effects of the pandemic on both the valuation of the Fund's assets and the Fund's liquidity.

The Investment Manager will continue to closely monitor market situations to ensure that valuations remain appropriate.

On 21 September 2021, the PDS was withdrawn from use. The Responsible Entity will conduct a strategic review of the Fund, where the review may also result in the Fund being wound-up.