

Fat Prophets Global Property Fund

ARSN: 619 970 786

Final Financial Report for the year ended 30 June 2021

Results for Announcement to the Market

Appendix 4E

30 June 2021

	\$	up/down	% change
Gain from ordinary activities	6,482,727	up	275.03%
Profit/(loss) from ordinary activities after tax attributable to unitholders	5,968,385	up	246.45%
Net Profit/(loss) for the period attributable to unitholders	5,968,385	up	246.45%
Distribution Information	Cents per unit	Franked amount per unit	Tax rate for franking
2021 Interim distribution	1.40	-	-
2021 Final distribution	2.90	-	-
Final Distribution Dates			
Ex-distribution date			25 June 2021
Record date			28 June 2021
Payment date			31 August 2021
Distribution Reinvestment Plan			
The Distribution Reinvestment Plan is not in place			
		30 June 2021	30 June 2020
		\$	\$
(Post Tax) Net tangible asset backing		1.09	0.87
<p>This report is based on the annual report which has been subject to independent audit by the auditors, PKF(NS) Audit & Assurance Limited Partnership. The audit report is included with the Fund's Annual Report, which accompanies this Appendix 4E. All the documents comprise the information required by the Listing Rule 4.3A.</p>			

Fat Prophets Global Property Fund

ARSN 619 970 786

Financial report for the year ended 30 June 2021

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Directors' Report

The directors of One Managed Investment Funds Limited (ABN: 47 117 400 987; AFSL: 297042) ("OMIFL" or the "Responsible Entity"), the responsible entity of Fat Prophets Global Property Fund (ARSN 619 970 786) (the "Fund"), submit their report together with the final financial report for the Fund for the year ended 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 Fat Prophets Funds Management Pty Ltd (ACN 615 545 536) (the "Investment Manager").

The principal place of business of the Investment Manager is Level 3, 22 Market Street, Sydney NSW 2000.

Directors and Secretaries

The directors of OMIFL, the responsible entity of the Fund in the office during the year and at the date of this report are:

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

Director's Interests in units of the Trust

Details of interests in units of the Directors and Key Management Personnel (KMPs) in the Trust as at 30 June 2021 can be found on page 37 of this report.

Meeting of Directors

The number of meetings of the Board of OMIFL as Responsible Entity of the Fat Prophets Global Property Fund ('the Board') and of each Board committee held during the year ended 30 June 2021, and the number of meetings attended by each director were:

	Full Board	
	Attended	Held
One Managed Investment Funds Limited		
Frank Tearle	2	2
Michael Sutherland	2	2
Sarah Wiesener	2	2

Directors' Report (continued)

Principal Activities

The Fund is a registered managed investments scheme domiciled and registered in Australia and listed on the Australian Securities Exchange ("ASX"). The Fund was constituted on 23 June 2017 and commenced operations on 10 October 2017.

The principal activity of the Fund during the year was to invest in accordance with the provisions of the Fund constitution and the Product Disclosure Statement dated 11 July 2017 as varied by the supplementary Product Disclosure Statements dated 28 July 2017 and 21 September 2017 (together, the "PDS").

The Fund invests primarily in a diversified but high conviction portfolio of global real estate securities. The Fund only invests in equities in developed markets and the Fund does not use leverage, shorting or derivatives and as such is simple in structure, targeting capital growth and distributions.

The Fund did not have any employees during the year.

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 included in the financial statements. The net gain attributable to unitholders for the year ended 30 June 2021 was \$5,968,385 (2020:loss \$4,075,371).

Distributions

The Investment Manager generally intends to recommend the Responsible Entity declares and pays distributions twice a year to Unitholders. The amount of the distribution will be at the discretion of the Responsible Entity and will depend on various factors, including future earnings, capital requirements, financial conditions, future prospects and other factors that the Responsible Entity deems relevant. The intention is that the distributions represent up to 100% of distributable income.

Distributions of \$979,472 (2020: \$404,070) were paid during the year ended 30 June 2021.

Value of Assets and Units Issued

The following units of the Fund were on issue as at 30 June 2021:

	As at 30 June 2021		As at 30 June 2020	
	No. of units	Fair value \$	No. of units	Fair value \$
	22,778,334	24,792,123	22,778,334	19,803,210
Total	22,778,334	24,792,123	22,778,334	19,803,210

The total value of the assets at 30 June 2021 were \$25,476,047 (2020 \$19,821,378).

Directors' Report (continued)

Significant Changes in State of Affairs

There were no other significant changes in the state of affairs of the Fund.

Subsequent Events

The Investment Manager has been given Board approval to undertake a buyback of up to 10% of its units on issue.

Likely Developments and Expected Results of Operations

The Fund will continue to be managed in accordance with the Constitution and investment objectives as detailed in the Product Disclosure Statement ("PDS") dated 11 July 2017 as varied by the supplementary PDS's dated 28 July 2017, 21 September 2017 and any public announcements made in respect of the Fund during the interim reporting period.

COVID-19

The coronavirus, COVID-19, was first identified as a new, highly contagious virus in December 2019. The World Health Organisation declared a global pandemic in March 2020 and as at 30 June 2021, COVID-19 remains prevalent throughout the world, including Australia. COVID-19 has caused unprecedented disruption to populations, businesses and general economic activity. As the situation evolves, it continues to have significant impacts on investment funds and their trustees and managers, both directly and indirectly.

As this situation is continuing, the Investment Manager has been monitoring both the valuation of the Fund's assets and the Fund's liquidity and is in close contact with service providers in assessing the ongoing operations, liquidity and the basis of the values and estimates reported. In these circumstances, there is uncertainty around valuations. The Investment Manager will continue to closely monitor market situations to ensure that valuations remain appropriate. The Investment Manager will provide resources and updates where necessary to provide informed guidance for investors during this evolving environment.

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

Auditor

PKF (NS) Audit & Assurance Limited Partnership was appointed as auditor of the Fund and continues in that office in accordance with *Section 327 of the Corporations Act 2001*.

Non-Audit Services

Details of amounts paid or payable to the auditor for non-audit services provided during the period by the auditor are outlined in Note 10 to the financial statements. The directors are satisfied that the provision of non-audit services during the period by the auditor is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*.

Directors' Report (continued)

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 5.

This directors' report is signed in accordance with a resolution of directors of the Responsible Entity made pursuant to Section 306(3) of the Corporations Act 2001.

A handwritten signature in blue ink, appearing to read 'Frank Tearle', is positioned above the printed name and title.

Frank Tearle

Director

31 August 2021

Fat Prophets Global Property Fund

Auditors' Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



PKF



PAUL PEARMAN
PARTNER

31 AUGUST 2021
SYDNEY, NSW



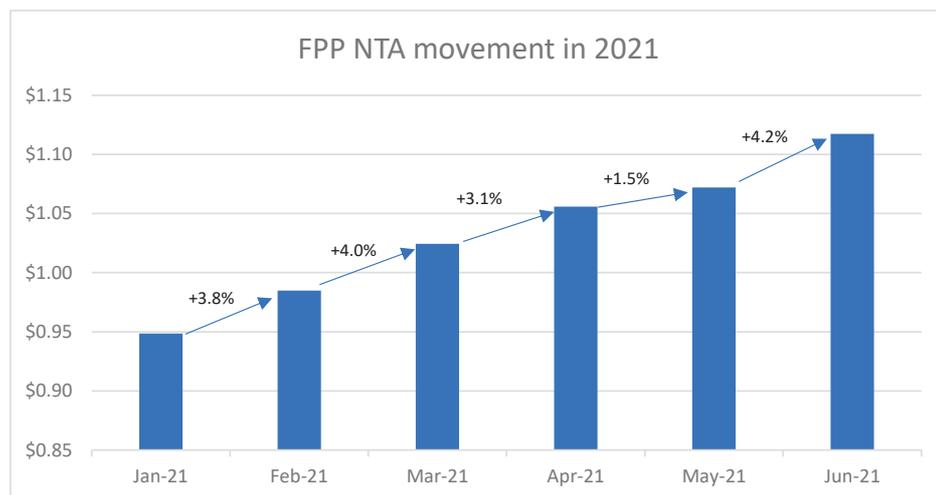
Full Year Report for 2021

Dear Unitholders,

This time last year we were reporting during a significant correction in the stock market after the onset of COVID caused significant lockdowns and major business interruption globally. Real Estate stocks were particularly hard hit as rent rebates were mandated or encouraged, and tenants were regularly unable to work out of their premises. This impacted retailers in particular, as they largely require their tenancies to generate income to pay rent, whereas office users pivoted to work from home.

FPP moved to a meaningful cash position rapidly in the early stages of COVID, before reinvesting in April 2020 and being close to fully invested at the end of FY2020. This investment positioning has been maintained throughout FY2021. We have consistently commented in our monthly updates that our view was that REITs were meaningfully undervalued, and that there was substantial recovery opportunity. Our reinvestment strategy was to invest in oversold deep value opportunities.

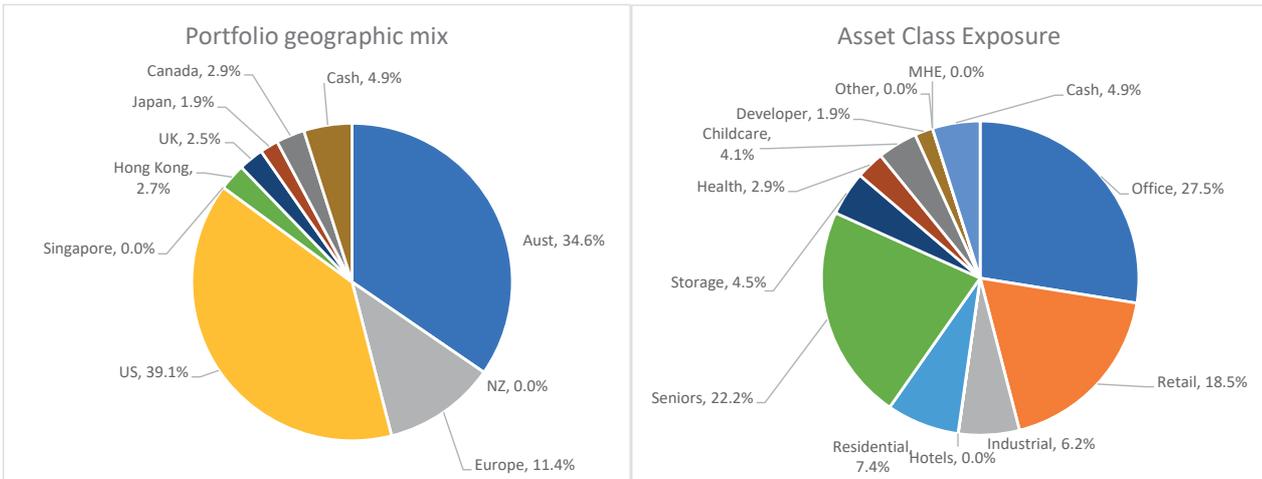
This has proven accurate, with REITs rebounding strongly. In 2021, FPP’s NTA increased every month without interruption. NTA at 30 June was only 2% below where it stood immediately pre COVID, yet we still see many REITs which are trading well below their pre COVID levels. As such we believe there remains considerable further recovery upside for the REIT sector globally.



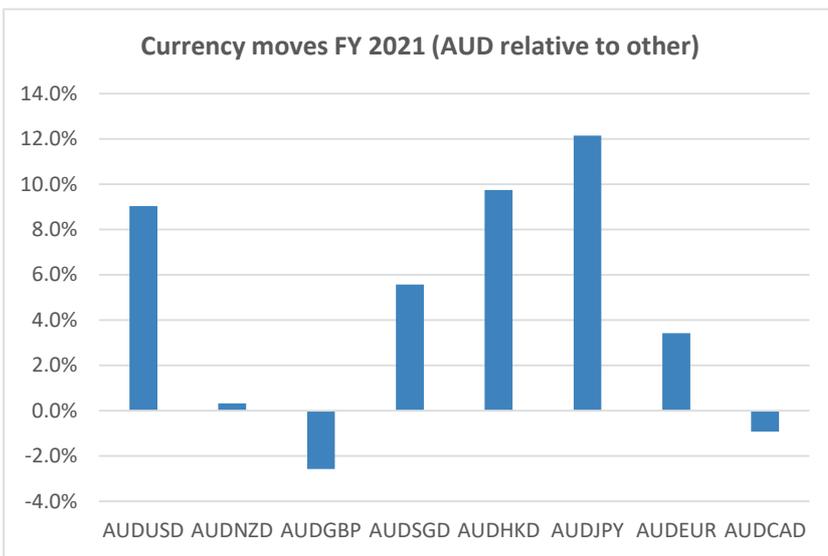
For the 12 month period to 30 June 2021, total NTA return for FPP was 30.1%, meaningfully exceeding the return for FPP’s benchmark which was 26.2% over the same period. At the time of writing, as at 31 July 2021 FPPs total return was 38.7% vs its benchmark returning 33.6% over the same 12 months; widening outperformance vs benchmark.

The current Fund portfolio geographic allocation at the end of June is shown in the following chart on the left. The chart below right shows the exposure by asset class.

The current Fund portfolio geographic allocation at the end of June is shown in the following chart on the left. The chart below right shows the exposure by asset class.

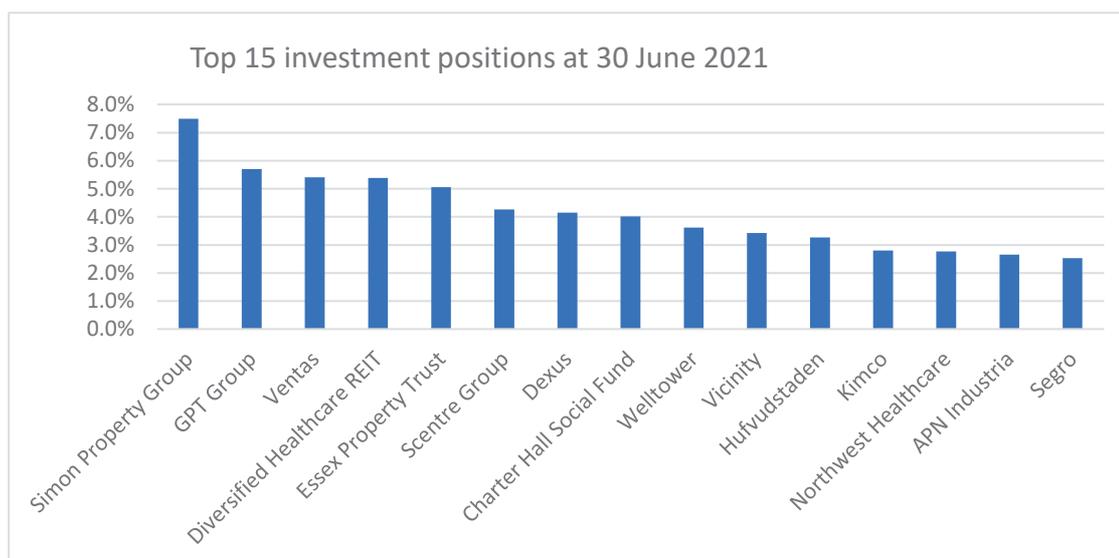


The AUD strengthened over the past twelve months vs the USD, causing a significant headwind to the NTA rebound. On a constant currency basis the portfolio NTA increase would have been significantly higher than reported.



The Fund remained overweight Australia at the end of FY21. This proved positive in local currency terms over the 12 months with Australia meaningfully outperforming the US, although the stronger US dollar in late 2021 impacted some of the late FY21 returns.

The number of investment positions held by the Fund at the end of FY21 was 38. A number of holdings have performed very well over the past year. A prime example is the Fund’s largest holding being Simon Property Group. It is the largest shopping mall owner in the US and its share prices has tripled since FPP commenced investment during the post COVID slump. The Fund has reduced weightings or exited other strong rebounding positions and has a number of holdings which have doubled in value over the year.



After temporarily suspending a single half year distribution as at June 2020 due to the fact many REITs held by FPP were themselves halting distributions, FPP recommenced distribution payments in FY21, paying a mid year distribution, and a 2.9c final distribution in June.

We continue to see meaningful further price recovery for global REITs in FY22. This in turn provides the opportunity for further NTA growth for FPP. While COVID introduced and continues to cause disruptive impacts, there has been very strong investment demand for physical real estate with a large volume of major transactions reinforcing the fact that asset values have risen rather than declining as feared. This uplift has been meaningful in some cases – for instance Australian big box retail owner Aventus Property Group announced a 26% increase in NTA during FY21. Office and industrial property values have also risen, and FY21 reporting was generally more positive than expectation in terms of both results and forward guidance.

A recovery in CBD office utilisation has yet to occur globally as the effects of lockdowns persist. We believe this offers a value investing opportunity ahead of a recovery in CBD rejuvenations. Into FY22 the Fund remains positioned with a value bias, seeking REITs with recovery opportunity and which are trading below their NTA or NAV per unit. We expect to maintain this investment strategy for the foreseeable future.

Fat Prophets Global Property Fund

Fund Manager
Simon Wheatley

Fat Prophets Funds Management Pty Ltd

Chief Executive Officer
Angus Geddes

19 August 2021

Directors' Declaration

In the opinion of the directors of the Responsible Entity:

- (a) The financial statements and notes set out on pages 15 to 40 are in accordance with the *Corporations Act 2001*, including:
- complying with Australian 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 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.

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
31 August 2021

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF FAT PROPHETS GLOBAL PROPERTY FUND

Report on the Financial Report

Opinion

We have audited the accompanying financial report of Fat Prophets Global Property 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 year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' Declaration of the Fund.

In our opinion, the financial report of Fat Prophets Global Property Fund is in accordance with the Corporations Act 2001, including:

- i) Giving a true and fair view of the Fund's financial position as at 30 June 2021 and of its performance for the year ended on that date; and
- ii) Complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report.

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

Independence

We are independent of the entity in accordance with 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 (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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current year. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key Audit Matters (cont'd)

1. Valuation and existence of investments

Why significant

As at 30 June 2021, the carrying value of financial assets was \$24m which represented 97% of the Fund's Net Assets, as disclosed in Note 3 of the financial report.

The financial assets consist of Australian and International real estate securities held at fair value through profit and loss. Accordingly, the fluctuations in investment valuation are recognised in the statement of profit or loss and other comprehensive income.

Given the nature and principal activity of the Fund being to invest in listed securities, combined with the quantum of investments held, we have identified that the valuation and existence of these investments to be a key audit matter.

How our audit addressed the key audit matter

Our work included, but was not limited to, the following procedures:

- Performing a reconciliation of the investments balance from the Fund's establishment, taking into consideration current period purchases, sales and other relevant transactions and agreeing to the final 30 June 2021 balance.
- Agreeing investment quantity holdings at 30 June 2021 to independent third party sources.
- Agreeing all the listed equities investment prices to independent market pricing sources as at 30 June 2021.
- Obtaining a report on whether the controls over investment purchases and sales transactions were suitably designed and operated effectively for the period and assessed the report.

2. Accuracy and completeness of management and performance fees

Why significant

The management and performance fee calculations are based on the portfolio Net Asset Value and made with related parties therefore heightening the inherent risk associated with these balances, as disclosed in Note 5 of the financial report.

For the year ended 30 June 2021 the Fund has recognised management fees of \$226,010 and no performance fees.

Given the nature of the various inputs and complexity of the management and performance fee calculations, we have determined that the accuracy and completeness of these balances to be a key audit matter.

How our audit addressed the key audit matter

Our work included, but was not limited to, the following procedures:

- Recalculating management and performance fees recognised in accordance with the terms outlined in the prospectus.
- Testing key inputs used in the calculation of the management and performance fees and performed an independent assessment.
- Assessing the adequacy of the disclosure of the management and performance fees in the financial report.

Other Information

Other information is financial and non-financial information in the annual report of the Fund which is provided in addition to the Financial Report and the Auditor's Report. The Directors of the Responsible Entity ("Directors") are responsible for Other Information in the annual report.

The Other Information we obtained prior to the date of this Auditor's Report was the Director's report. The remaining Other Information is expected to be made available to us after the date of the Auditor's Report.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, the auditor does not and will not express an audit opinion or any form of assurance conclusion thereon, with the exception of the Remuneration Report.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information in the Financial Report and based on the work we have performed on the Other Information that we obtained prior the date of this Auditor's Report we have nothing to report.

Directors' Responsibilities for the Financial Report

The Directors 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 Note 1, the Directors also state, in accordance with Australian Accounting Standard AASB 101 Presentation of Financial Statements, that the financial report complies with International Financial Reporting Standards.

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

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. 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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individual or in 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 Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

Auditor's Responsibilities for the Audit of the Financial Report (cont'd)

- 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and other 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 Company'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 consolidated entity 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 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 our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial report of the current year and are therefore key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2021.

In our opinion, the Remuneration Report of Fat Prophets Global Property Fund for the year ended 30 June 2021, complies with section 300A of the Corporations Act 2001.

Responsibilities

The Directors of the Fund are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.



PKF



PAUL PEARMAN
PARTNER

31 AUGUST 2021
SYDNEY, NSW

Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2021

	Note	Year ended 30 June 2021 \$	Year ended 30 June 2020 \$
Income			
Net gains/(losses) on financial instruments held at fair value through profit or loss	4	5,786,001	(4,042,395)
Foreign exchange losses		(54,217)	(348,879)
Interest income		(3,333)	1,777
Dividend income		754,276	685,758
Total profit/(loss) income		6,482,727	(3,703,739)
Expenses			
Management fees	5	(226,010)	(203,799)
Other management fees	5	-	(13,082)
Other expenses		(288,332)	(154,751)
Total operating expenses		(514,342)	(371,632)
Operating gains/(losses) attributable to unitholders		5,968,385	(4,075,371)
Operating income attributable to unitholders			
Distributions to unitholders		(979,472)	(404,070)
Increase/(decrease) in net assets attributable to unitholders	6(b)	(4,988,913)	4,479,441
Profit/(loss) for the period		-	-
Other comprehensive income		-	-
Total comprehensive income for the period attributable to unitholders of the Fund		-	-
Basic and diluted earnings/(loss) per unit (cents per unit)		26.20	(17.89)

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	30 June 2021 \$	30 June 2020 \$
Assets			
Cash and cash equivalents	8	1,263,481	1,608,917
Dividend receivables		127,395	137,844
GST receivables	9	7,672	22,231
Financial assets at fair value through profit or loss	3	24,077,499	18,052,386
Total assets		25,476,047	19,821,378
Liabilities			
Distribution payable	11	660,572	-
Management fees payable	5	23,352	18,168
Total liabilities (excluding net assets attributable to unitholders)		683,924	18,168
Net assets attributable to unitholders - liability	6(b)	24,792,123	19,803,210
NTA per share		1.09	0.87

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

Statement of Changes in Equity for the year ended 30 June 2021

	Year ended 30 June 2021	Year ended 30 June 2020
	\$	\$
Total equity at the beginning of the period		
Profit /(loss) for the period	-	-
Other comprehensive income	-	-
Total comprehensive income	-	-
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 year ended 30 June 2021

	Note	Year ended 30 June 2021 \$	Year ended 30 June 2020 \$
Cash flows from operating activities			
Dividends received		764,725	668,014
Interest received		(3,333)	1,777
Management fees paid		(220,826)	(254,264)
Other payments		(273,775)	(168,331)
Net cash provided by operating activities	8(b)	266,791	247,196
Cash flows from investing activities			
Payments for purchase of investments		(4,672,442)	(22,693,524)
Proceeds from sale of investments		4,420,583	16,974,443
Payments from spot FX trades		(90,536)	(168,122)
Net cash used in by investing activities		(342,395)	(5,887,203)
Cash flows from financing activities			
Proceeds from issue of units to unitholders	6(b)	-	6,996,360
Payments related to the cost of rights issued	6(b)	-	(213,499)
Distributions paid to unit holders		(318,898)	(979,594)
Net cash (used in) /provided by financing activities		(318,898)	5,803,267
Net (decrease)/increase in cash and cash equivalents		(394,502)	163,260
Cash and cash equivalents at the beginning of the period		1,608,917	1,512,768
Effects of exchange rate changes on the balance of cash held in foreign currencies		49,066	(67,111)
Cash and cash equivalents at the end of the period	8(a)	1,263,481	1,608,917
Non cash activities		-	-

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

Notes to the Financial Statements

General Information

Fat Prophets Global Property Fund (the “Fund”) is registered and domiciled in Australia and is listed on the ASX. The Fund is an investment trust focused on global investments with exposure to real estate. The Fund was constituted on 23 June 2017 and registered as managed investment scheme on 7 July 2017 and commenced operations on 10 October 2017.

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

Fat Prophets Funds Management Pty Ltd (the “Investment Manager”) is the investment manager of the Fund.

The coronavirus, COVID-19, was first identified as a new, highly contagious virus in December 2019. The World Health Organisation declared a global pandemic in March 2020 and as at 30 June 2021, COVID-19 remains prevalent throughout the world, including Australia. COVID-19 has caused unprecedented disruption to populations, businesses and general economic activity. As the situation evolves, it continues to have significant impacts on investment funds and their trustees and managers, both directly and indirectly.

As this situation is continuing, the Investment Manager has been monitoring both the valuation of the Fund’s assets and the Fund’s liquidity and is in close contact with service providers in assessing the ongoing operations, liquidity and the basis of the values and estimates reported. In these circumstances, there is uncertainty around valuations. The Investment Manager will continue to closely monitor market situations to ensure that valuations remain appropriate. The Manager will provide resources and updates where necessary to provide informed guidance for investors during this evolving environment.

The financial statements were authorised for issue by the directors on 31 August 2021. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

1. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

a) Basis of Preparation

These financial statements have been prepared on a historical cost basis, except for financial assets classified as at fair value through profit or loss that has been valued at fair value.

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 net assets attributable to unitholders.

b) Statement of Compliance

These financial statements comply with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB.

c) Reporting Currency

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

d) Going Concern Basis

This financial report has been prepared on a going concern basis.

Notes to the Financial Statements

1. Summary of Significant Accounting Policies (continued)

e) 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.

Dividends

Dividend or distribution income is recognised on the ex-dividend date with the corresponding foreign withholding tax recorded as an expense.

Interest Income

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

f) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

g) Investments in Financial Instruments

Investments in financial instruments, as defined by AASB 132 "Financial Instruments: Presentation", are categorised in accordance with AASB 9 "Financial Instruments: Recognition and Measurement". This classification is determined by the investment strategy of the company. The classification of each financial instrument is re-evaluated at each financial year end.

(i) Classification

The Fund's investments are categorised at fair value through profit or loss.

Financial Instruments Designated at Fair Value through Profit or Loss

These include financial assets that are not held for trading purposes and which may be sold. These are investments in exchange traded equity instruments.

Financial assets and financial liabilities designated at fair value through profit or loss at commencement of operations are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy.

(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 the fair value of the financial assets and financial liabilities from this date.

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

(iii) Measurement

Financial Assets and Liabilities held at Fair Value through Profit or Loss

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Profit or Loss and Other Comprehensive Income.

Notes to the Financial Statements

1. Summary of Significant Accounting Policies (continued)

g) Investments in Financial Instruments (continued)

(iii) Measurement (continued)

Fair Value in an Active Market

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the reporting date 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.

Net gains/(losses) on financial instruments held at fair value through profit or loss arising on a change in fair value are calculated as the difference between the fair value at period end and the fair value at the previous valuation point. Net gains/(losses) do not include interest or dividend income.

h) Expenses

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

i) Receivables

Receivables may include amounts for dividends, distributions, interest, and amounts due from brokers. Dividends or distributions are accrued when the right to receive payment is established. Interest is accrued at the reporting date from the time of last payment in accordance with the policy set out in Note 1 (e).

j) Payables

Payables are recognised when the Fund becomes obliged to make future payments resulting from the purchase of goods and services. Payables include liabilities, amounts due to brokers and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

k) Foreign Currency Transactions

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 the 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 period in which they arise.

l) Net assets attributable to unitholders

Each unit issued confers upon the unitholder an equal interest in the Fund, and is of equal value. A unit does not confer any interest in any particular asset or investment in the Fund.

Contributions from unitholders and the net profit/ (loss) attributable to unitholders of the Fund are recognised in the Statement of Financial Position as net assets attributable to unitholders.

Non-distributable income is included in net assets attributable to unitholders. The change in this amount each year represents a non-cash financing cost as it is not settled in cash until such time as it becomes distributable.

m) 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.

Notes to the Financial Statements

1. Summary of Significant Accounting Policies (continued)

m) Goods and Services Tax ("GST") (continued)

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.

n) Earnings Per Unit

Basic earnings per unit are calculated by dividing the profit attributable to unitholders of the Fund, excluding any costs of servicing equity other than units, by the weighted average number of units outstanding during the financial period, adjusted for bonus elements in ordinary units issued during the period.

Diluted earnings per units are calculated by dividing the profit attributable to unitholders of the Fund, excluding any costs of servicing equity other than units, by the weighted average number of units outstanding during the financial period, adjusted for bonus elements in units issued during the period.

o) Critical accounting judgements and key sources of estimation uncertainty

In the application of the accounting policies, management are required to make judgments, estimates and assumptions about carrying values of some assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

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 1 (g) of these 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. These Standards and Interpretations did not have any material impact on these financial statements.

New standards and interpretations not yet adopted

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

Notes to the Financial Statements

3. Investments in Financial Instruments

a) Financial Assets at Fair Value through Profit or Loss

	30 June 2021	30 June 2020
	\$	\$
Investment in listed equity securities	24,077,499	18,052,386
Total financial assets at fair value through profit or loss	24,077,499	18,052,386

b) Disclosed fair values

For all financial instruments their carrying value approximates fair value.

c) Fair Value Hierarchy

AASB 7 "Financial Instruments Disclosures" requires entities to provide disclosures in their financial report that enable users to evaluate the significance of financial instruments for the entity, and the nature and extent of risks arising from financial instruments to which the entity is exposed to. Below is an analysis of the financial instruments of the Fund.

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.

Notes to the Financial Statements

3. Investments in Financial Instruments (continued)

c) Fair Value Hierarchy (continued)

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

Financial Assets at Fair Value through Profit or Loss

	30 June 2021			Total
	Level 1	Level 2	Level 3	
	\$	\$	\$	
Financial assets				
Investment in listed equity securities	24,077,499	-	-	24,077,499
Total financial assets designated at fair value through profit or loss	24,077,499	-	-	24,077,499
	30 June 2020			Total
	Level 1	Level 2	Level 3	
	\$	\$	\$	
Financial assets				
Investment in listed equity securities	18,052,386	-	-	18,052,386
Total financial assets designated at fair value through profit or loss	18,052,386	-	-	18,052,386

There were no transfers between levels 1, 2 and 3 during the year ended 30 June 2021. The Fund's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

*Valuation techniques used to derive level 1 fair values***Level 1**

The fair value of financial instruments that are traded in an active market (for example, listed equities) is determined using the last traded quoted price in an active market. As at 30 June 2021, the Fund had \$24,077,499 (2020: \$18,052,386) financial assets held at fair value through profit or loss included in level 1.

4. Net Gains on Financial Assets Held at Fair Value through Profit or Loss

	Year ended 30 June 2021	Year ended 30 June 2020
	\$	\$
Unrealised gains/(losses) on financial assets designated at fair value through profit or loss	4,931,386	(1,821,790)
Realised gains/(losses) on financial assets designated at fair value through profit or loss	854,615	(2,220,605)
Net gains/(losses) on financial assets designated at fair value through profit or loss	5,786,001	(4,042,395)

Notes to the Financial Statements

5. Management and Performance Fees

Investment Management Fees

In return for the performance of its duties as manager of the Fund, the Investment Manager is entitled to be paid a management fee payable monthly in arrears equivalent to 1.0% per annum (plus GST) of the Net Asset Value calculated at the end of the month.

The Net Asset Value for management fee purposes is essentially the market value of all the investments (including cash) that make up the Portfolio reduced by any accrued but unpaid expenses of the Fund, but not provisions for tax payable or unpaid distributions of the Fund, and after subtracting any borrowings drawn down and adding back any borrowings repaid ("Net Asset Value").

Management fees for the year amounted to \$226,010 (2020: \$203,799). \$23,352 remained payable as at 30 June 2021 (2020: \$18,168).

Other Management Costs

The Responsible Entity and the Investment Manager are entitled to be paid or reimbursed for expenses relating to proper performance of their respective duties. These expenses include the responsible entity fees, the custody fee and ordinary expenses. The responsible entity fees and custody fees each accrue daily and are payable monthly in arrears from the Fund's assets. Other ordinary expenses are generally paid as incurred.

Performance Fees

In addition to the monthly Management Fee, in return for the performance of its duties as manager, the Investment Manager is entitled to be paid a quarterly Performance Fee of 17.5% (plus GST) of the outperformance between the Net Asset Value at the end of the relevant period and the performance of the benchmark. The Fund will be assessed against the Fund Benchmark. The benchmark use for performance fee calculation is the combination of 25% of S&P/ASX 300 AREIT Accumulation Index (Total Return) and 75% of FTSE EPRA NAREIT Global Developed Total Return Index given in AUD.

No performance fee is accrued for the year (2020: nil).

Notes to the Financial Statements

6. Net Assets Attributable to Unitholders

a) Issued Capital

	30 June 2021		30 June 2020	
	No. of units	\$	No. of units	\$
Issued and paid up capital - Ordinary units	22,778,334	22,860,771	15,175,556	16,077,910
Rights issued	-	-	7,592,778	6,771,861
Option exercised	-	-	10,000	11,000
Total issued capital	22,778,334	22,860,771	22,778,334	22,860,771

The beneficial interests in the Fund are divided into units. Each fully paid unit confers on a unitholder an equal undivided interest in the assets as a whole, subject to the liabilities. It does not confer on a unitholder any interest in any particular asset. A unitholder holds a unit subject to the rights, restrictions and obligations attaching to that unit.

The Responsible Entity must determine the distributable income of the Fund for each distribution period. A unit, option or any other interest, right or instrument relating to the Fund may be transferred. The PDS dated 11 July 2017 provides a glossary of terms and their detailed descriptions on P126.

b) Net Assets

	30 June 2021		30 June 2020	
	No. of units	\$	No. of Units	\$
Opening balance	22,778,334	19,803,210	15,175,556	17,499,790
Proceeds from exercise of options by unitholders	-	-	10,000	11,000
Proceed from rights issue (net of costs)	-	-	7,592,778	6,771,861
Increase/(decrease) in net assets attributable to unitholders	-	4,988,913	-	(4,479,441)
Closing balance	22,778,334	24,792,123	22,778,334	19,803,210

Notes to the Financial Statements

7. Segment Information

The Fund has only one reportable segment. The Fund operates predominantly in Australia, investing in domestic and international securities, and in one industry being the securities industry, deriving revenue from dividend income, interest income and from the investment portfolio.

	Year ended 30 June 2021	Year ended 30 June 2020
	\$	\$
Operating segment		
Investment management:		
Attributable to Australia	6,482,727	(3,703,739)
Total investment (losses)/gains	6,482,727	(3,703,739)

8. Cash and Cash Equivalents

(a) Cash and cash equivalents include cash held at banks and custodian net of outstanding bank and broker overdrafts. Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the Statement of Financial Position as follows:

	As at 30 June 2021	As at 30 June 2020
	\$	\$
Cash at bank	7,727	14,654
Cash at custodian	1,255,754	1,594,263
Cash and cash equivalents	1,263,481	1,608,917

(b) Reconciliation of decrease in net assets attributable to unitholders resulting from operations for the period to net cash flows provided by operating activities:

	Year ended 30 June 2021	Year ended 30 June 2020
	\$	\$
Profit/(loss) for the period	-	-
Increase/(decrease) in net assets attributable to unitholders	4,988,913	(4,479,441)
Distributions to unitholders	979,472	404,070
Net gains/(losses) on financial assets held at fair value through profit or loss	(5,731,783)	4,391,274
Change in assets and liabilities:		
Increase/(decrease) in other assets	25,072	(31,344)
Increase/(decrease) in other payables	5,117	(37,363)
Net cash provided by operating activities	266,791	247,196

Notes to the Financial Statements

9. Other Receivables

	Year ended 30 June 2021	Year ended 30 June 2020
	\$	\$
GST receivable	7,672	22,231
Total receivables	7,672	22,231

10. Auditor's Remuneration

The auditor of the Fund is PKF (NS) Audit & Assurance Limited Partnership.

	30 June 2021	30 June 2020
	\$	\$
Audit and review of the financial report	23,500	22,000
Total auditors remuneration	23,500	22,000

11. Distribution to Unitholders

The Fund generally pays half-yearly distributions reflecting up to a 100% payout ratio of the distributable income of the Fund. Subject to the Constitution, distributions (if any) will generally be paid within 3 months of the distribution calculation date. Distributions are expected but not guaranteed.

The Fund paid a distribution in respect of the period ended 31 December 2020, and \$660,572 distribution was payable as at 30 June 2021. All the distribution paid for the year ended 30 June 2021 was tax deferred.

12. Financial Risk Management Objectives and Policies

Risks arising from holding financial instruments are inherent in the Fund's activities, and are managed through a process of ongoing identification, measurement and monitoring.

Financial instruments of the Fund comprise investments in financial assets for the purpose of generating a return on the investments made by unitholders, in addition to cash and cash equivalents, and receivables from investments sold.

The Investment Manager was responsible for identifying and controlling the risks that arise from these financial instruments.

The Fund was exposed to credit risk, market risk and liquidity risk arising from the financial instruments it holds. The risk management policies employed by the Fund to manage these risks are discussed below.

(a) Credit risk

Credit risk represents the risk that the Fund will incur financial loss as a result of a failure by a counter party to discharge an obligation to a financial instrument.

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(a) Credit risk (continued)

In relation to derivative financial instruments, credit risk arises from the potential failure of counterparties to meet their obligations under the contract or arrangement. This risk may be minimised by:

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

(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.

(ii) Cash and cash equivalents

In relation to cash and cash equivalents, credit risk arises from the potential failure of counterparties to meet their obligations under the contract or arrangement. This risk may be minimised by ensuring counterparties, together with the respective credit limits are approved.

The following table details the breakdown by credit rating of cash and cash equivalents held by the Fund:

	As of 30 June 2021	As of 30 June 2020
AA-	7,727	14,654
A	1,255,754	1,594,263
	1,263,481	1,608,917

(iii) Other

The Fund is not materially exposed to credit risk on other financial assets. The maximum exposure to credit risk at the end of each reporting period is the carrying amount of the financial assets. None of these assets are impaired nor past due.

(b) Market risk

Market risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in fair value of a financial asset. These fluctuations can be due to changes in market variables such as currency risk, price risk, and interest risk. Market risk is minimised by ensuring that all investment activities are undertaken in accordance with agreed investment and leverage guidelines, and meets the Investment Manager's selection, analysis and due diligence criteria.

(i) Currency risk

The Fund invests internationally and holds monetary assets denominated in currencies other than the Australian dollar.

Foreign exchange risk arises as the value of monetary securities denominated in other currencies will fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk and not foreign exchange risk. However, management monitors the exposure on all foreign currency denominated assets and liabilities.

The Fund's policy is to have currency exposure unhedged. The Fund does have the ability to hedge if deemed appropriate. Foreign exchange derivatives may be used for hedging purposes, or to manage currency exposure of the Fund.

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(b) Market risk (continued)

(i) Currency risk (continued)

For accounting purposes, the Fund does not designate any derivatives in a hedging accounting relationship, and hence these derivative financial instruments are classified as at fair value through profit or loss.

When the Investment Manager formulates a view on the future direction of foreign exchange rates and the potential impact on the Fund, the Investment Manager factors that into its portfolio allocation decisions. While the Fund has direct exposure to foreign exchange rate changes on the price of non - Australian dollar denominated securities, it may also be indirectly affected by the impact of foreign exchange rate changes on the earnings of certain companies in which the Fund invests, even if those companies' securities are denominated in Australian dollars. For that reason, the following sensitivity analysis may not necessarily indicate the total effect on the Fund's net assets attributable to unitholders of future movements in foreign exchange rates.

The table below summarises the Fund's exposure to foreign currencies

30 June 2021	AUD \$	USD \$	GBP \$	CAD \$	EUR \$	JPY \$	SGD \$	HKD \$	SEK \$	Total \$
Assets (in AUD)										
Cash and cash equivalents	739,159	166,935	29,786	42,054	114,598	13,413	120,622	15,633	21,281	1,263,481
Dividend receivables	98,916	25,791	-	2,689	-	-	-	-	-	127,396
GST receivables	7,672	-	-	-	-	-	-	-	-	7,672
Financial assets at fair value through profit or loss	9,059,817	9,901,341	605,707	684,482	1,396,403	463,103	-	686,905	1,279,741	24,077,499
Total assets	9,905,564	10,094,067	635,493	729,225	1,511,001	476,516	120,622	702,538	1,301,022	25,476,048
Liabilities (in AUD)										
Distribution payable	660,572	-	-	-	-	-	-	-	-	660,572
Management fees payable	23,352	-	-	-	-	-	-	-	-	23,352
Total liabilities	683,924	-	-	-	-	-	-	-	-	683,924
Net exposure	9,221,640	10,094,067	635,493	729,225	1,511,001	476,516	120,622	702,538	1,301,022	24,792,124

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(b) Market risk (continued)

(i) Currency risk (continued)

30 June 2020	AUD \$	USD \$	GBP \$	CAD \$	EUR \$	JPY \$	SGD \$	HKD \$	SEK \$	Total \$
Assets (in AUD)										
Cash and cash equivalents	23,932	484,257	18,732	9,715	612,856	7,507	126,621	324,229	1,069	1,608,917
Dividend receivables	106,529	23,672	-	3,557	-	-	-	4,086	-	137,844
GST receivables	22,231	-	-	-	-	-	-	-	-	22,231
Financial assets at fair value through profit or loss	7,984,592	5,760,661	482,280	576,184	1,249,991	384,721	-	592,866	1,021,091	18,052,386
Total assets	8,137,284	6,268,590	501,012	589,456	1,862,847	392,228	126,621	921,181	1,022,160	19,821,378
Liabilities (in AUD)										
Management fees payable	18,168	-	-	-	-	-	-	-	-	18,168
Total liabilities	18,168	-	-	-	-	-	-	-	-	18,168
Net exposure	8,119,116	6,268,590	501,012	589,456	1,862,847	392,228	126,621	921,181	1,022,160	19,803,210

The following table demonstrates the sensitivity of the Fund's net profit and net assets to a reasonable change in foreign exchange rates, with all other variables held constant.

	Change in foreign exchange rate	Effect on net profit attributable to unitholders \$
Year ended 30 June 2021	10%/(10%)	2,479,212/(2,479,212)
Year ended 30 June 2020	10%/(10%)	1,980,321/(1,980,321)

(ii) 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 Investment Manager is responsible, through its Investment and Risk Management Committees, for managing direct interest rate risk and reporting any issues to the Board.

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(b) Market risk (continued)

(ii) Interest rate risk (continued)

All financial assets and financial liabilities included in the Statement of Financial Position are carried at fair value.

The Fund's exposure to interest rate risk is set out in the following table:

	Floating interest rate \$	Non-interest bearing \$	Total \$
30 June 2021			
Assets			
Cash and cash equivalents	1,263,481	-	1,263,481
Dividend receivables	-	127,395	127,395
GST receivables	-	7,672	7,672
Financial assets at fair value through profit or loss	-	24,077,499	24,077,499
Total Assets	1,263,481	24,212,566	25,476,047
Liabilities			
Distribution payable	-	660,572	660,572
Management fees payable	-	23,352	23,352
Total liabilities	-	683,924	683,924
Net exposure	1,263,481	23,528,642	24,792,123

	Floating interest rate \$	Non-interest bearing \$	Total \$
30 June 2020			
Assets			
Cash and cash equivalents	1,608,917	-	1,608,917
Dividend receivables	-	137,844	137,844
GST receivables	-	22,231	22,231
Financial assets at fair value through profit or loss	-	18,052,386	18,052,386
Total Assets	1,608,917	18,212,461	19,821,378
Liabilities			
Management fees payable	-	18,168	18,168
Total liabilities	-	18,168	18,168
Net exposure	1,608,917	18,194,293	19,803,210

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(b) Market risk (continued)

(ii) Interest rate risk (continued)

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)	Impact on operating profit / Net assets attributable to unitholders
		\$
30 June 2021		
AUD interest rate	25bps/(25bps)	3,159/(3,159)
30 June 2020		
AUD interest rate	25bps/(25bps)	4,022/(4,022)

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of investments decreases as a result of changes in market prices (other than those arising from currency risk or 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's investments are publicly traded. As at 30 June 2021, a positive 10% movement in the value of the Fund's portfolio would have had an impact on the Fund's operating profit and net assets attributable to unitholders as shown in the table below:

	30 June 2021 \$	30 June 2020 \$
Financial assets at fair value through profit or loss	24,077,499	18,052,386
% change in price	10%	10%
Impact on Net Asset Value	2,407,750	1,805,239

A negative sensitivity would have an equal but opposite impact.

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(b) Market risk(continued)

(iii) Price risk (continued)

The Investment Manager seeks to manage and reduce the price risk of the Fund by diversification of the investment portfolio across numerous stocks. The relative weightings of the individual securities and market sectors are reviewed daily and the risk managed on a daily basis.

The total number of securities transactions, together with total brokerage paid during the period ended 30 June 2021 was:

- Number of transactions: 2021: 46 (2020: 170)
- Total brokerage paid: 2021: \$19,136 (2020: \$116,714)

The investment summary of the Fund as at 30 June 2021 is listed as below.

Investments	Unit holding	Fair value \$	% of Portfolio
AUD	3,053,290	9,059,813	37.62%
CENTURIA OFFICE REIT	200,000	468,000	1.94%
CHARTER HALL GRP UNT	20,000	310,400	1.29%
DEXUS PROPERTY GROUP UNT	145,000	1,547,150	6.43%
ELANOR INVESTORS ORD	79,250	149,783	0.62%
ESTIA HEALTH ORD	200,000	494,000	2.05%
JAPARA HEALTHCARE ORD	250,000	320,000	1.33%
NATIONAL STORAGE REIT	286,239	566,753	2.35%
SCENTRE GROUP ORD	400,000	1,096,000	4.55%
VICINITY CENTRES RES	537,343	830,195	3.45%
APN INDUSTRIA REIT STAPLED UNT	200,000	664,000	2.76%
CHARTER HALL EDUCATION TRUST UNT	275,000	957,000	3.97%
ELANOR COMMERCIAL PROPE STAPLED UNT	160,458	186,532	0.77%
GPT GROUP STAPLED UNT	300,000	1,470,000	6.11%
EUR	83,250	1,396,403	5.80%
AROUNDTOWN ORD	20,000	207,994	0.86%
COVIVIO ORD	3,250	370,453	1.54%
INMOBILIARIA COLONIAL ORD	30,000	403,739	1.68%
MERLIN PROPERTIES REIT ORD	30,000	414,217	1.72%
HKD	373,200	686,905	2.85%
ESR ORD	58,200	261,817	1.09%
LINK REIT-100	15,000	193,808	0.80%
SUNLIGHT REIT	300,000	231,281	0.96%
JPY	15,000	463,103	1.92%
MITSUI FUDOSAN ORD	15,000	463,103	1.92%

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

*(b) Market risk(continued)**(iii) Price risk (continued)*

CAD	50,000	684,482	2.84%
NORTHWEST HEALTHCARE PROPERTIES UNT	50,000	684,482	2.84%
SEK	49,000	1,279,741	5.31%
CASTELLUM ORD	15,000	508,999	2.11%
HUFVUDSTADEN ORD	34,000	770,743	3.20%
GBP	30,000	605,707	2.52%
SEGRO REIT ORD	30,000	605,707	2.52%
USD	336,712	9,901,341	41.12%
ASHFORD ORD	170	5,149	0.02%
AVALONBAY COMMUNITIES REIT ORD	2,000	556,432	2.31%
DIVERSIFIED HEALTHCARE ORD	250,000	1,393,148	5.79%
EQUINIX REIT	500	534,995	2.22%
ESSEX PROPERTY REIT	3,000	1,199,880	4.98%
KIMCO REALTY REIT ORD	25,000	694,907	2.89%
RETAIL VALUE ORD	42	1,218	0.01%
SIMON PROP GRP REIT ORD	12,500	2,174,377	9.03%
SPIRIT REALTY CAPITAL REIT ORD	5,000	318,891	1.32%
VENTAS REIT	17,500	1,332,156	5.53%
VEREIT ORD	5,000	306,159	1.27%
VORNADO REALTY REIT ORD	8,000	497,747	2.07%
WELLTOWER ORD	8,000	886,282	3.68%
Grand Total	3,990,452	24,077,497	100%

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities.

To control liquidity and cash flow risk the entity invests in accordance with agreed Investment Portfolio guidelines and leverage ratios.

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. Net assets attributable to unitholders are classified as a liability.

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

Notes to the Financial Statements

12. Financial Risk Management Objectives and Policies (continued)

(c) Liquidity risk (continued)

The following table shows the maturity analysis of liabilities:

	30 June 2021				
	< 1 month	1-3 months	3-12 months	> 12 months	Total
	\$	\$	\$	\$	\$
Distribution payable	-	660,572	-	-	660,572
Management fees payable	-	23,352	-	-	23,352
Other management fees payable	-	-	-	-	-
Total financial liabilities	-	683,924	-	-	683,924
	30 June 2020				
	< 1 month	1-3 months	3-12 months	> 12 months	Total
	\$	\$	\$	\$	\$
Distribution payable	-	-	-	-	-
Management fees payable	-	18,168	-	-	18,168
Other management fees payable	-	-	-	-	-
Total financial liabilities	-	18,168	-	-	18,168

13. Related Party Transactions

The responsible entity of the Fund is OMIFL.

The Fat Prophets Global Contrarian Fund is one of the investors in the Fund.

*(a) Key management personnel**(i) Directors*

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 & Company Secretary
Sarah Wiesener	Executive Director & Company Secretary
Michael Sutherland	Executive Director

Key management personnel of the Responsible Entity and their associated entities did not hold any units in the Fund during the year ended at 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 year ended at 30 June 2021.

(ii) Key Management Compensation

Key management personnel of the Responsible Entity have not been compensated out of the Fund for the year ended 30 June 2021.

Notes to the Financial Statements

13. Related Party Transactions (continued)

*(a) Key management personnel (continued)***(ii) Key Management Compensation (continued)**

No key management personnel have entered into any other transactions with the Fund during the financial year and there were no material balances involving key management personnel's interests outstanding at the end of the financial year.

(b) Other Key Management Personnel

The key management personnel of the Investment Manager during the year and up to the date of this report are:

Name	Title
Simon Wheatley	Chief Investment Officer
Angus Geddes	Chief Executive Officer

(i) Other Key Management Personnel Unitholdings

Unitholder	Number of Units held opening	Number of units acquired	Number of units disposed	Number of Units held closing	Fair value of investment (\$)	% Interest held	Distributions paid/payable by the Fund (\$)
Simon Wheatley	34,500	-	-	34,500	37,550	0.15%	1,484
The Fat Prophets Global Contrarian Fund	1,105,209	-	162,834	942,375	1,025,681	4.14%	42,802
Total	1,139,709	-	162,834	976,875	1,063,231	4.29%	44,286

Except as disclosed above, no key management personnel have entered into any other transactions with the Fund during the financial year and there were no material balances involving key management personnel's interests outstanding at the end of the financial year.

(ii) Other Key Management Compensation

Key management personnel of the Investment Manager have not been compensated out of the Fund for the year ended 30 June 2021.

14. Commitments and Contingencies

There are no commitments or contingencies at 30 June 2021 (2020: nil).

15. Subsequent Events

The investment manager has been given Board approval to undertake a buyback of up to 10% of its units on issue.

Notes to the Financial Statements

Unitholder Information

(a) Distribution of Ordinary Units

Analysis of number of ordinary unit holders by size of holding as below was applicable to 1 August 2021.

	Number of holders of ordinary shares
1 to 1,000	32
1,001 to 5,000	112
5,001 to 10,000	114
10,001 to 100,000	308
100,001 and over	25
	591
Holding less than a marketable parcel (of \$500)	22

(b) 20 Largest Unitholders

Top 20 unitholders of the Fund as at 1 August 2021 are listed out as follow.

Largest unitholders	Unit held	% of issued shares
CITICORP NOMINEES PTY LIMITED	8,198,940	35.99%
J P MORGAN NOMINEES AUSTRALIA	916,689	4.02%
C J MAGAREY PTY LTD	400,000	1.76%
CITICORP NOMINEES PTY LIMITED	315,351	1.38%
MR TREVOR JAMES SUTHERLAND + MRS KAREN ANNE SUTHERLAND	247,028	1.08%
MR DAVID COOPER + MS ADRIENNE WITTEMAN	232,260	1.02%
M&L MCCAULEY INVESTMENTS PTY	215,217	0.94%
CASTLE PARTNERS PTY LTD	197,000	0.86%
MR ADRIAN LOBO	195,813	0.86%
LE CHEM PTY LTD	195,688	0.86%
CLEWETT SUPER PTY LTD	192,236	0.84%
BNP PARIBAS NOMINEES PTY LTD	181,116	0.80%
RK & DF CONSULTING PTY LTD	175,000	0.77%
COOMBS CORP PTY LTD	150,000	0.66%
WONDAKIA PTY LTD	150,000	0.66%
MR JOHNATHON MATTHEWS	128,540	0.56%
DR MARTYN JOHN FIELDS + DR SARAH LEE HENDERSON	127,500	0.56%
MR GRAHAM JOHN DRUMMOND + MRS VALERIE JUNE DRUMMOND	125,000	0.55%
JOWENE PTY LIMITED	115,596	0.51%
KENJOK PTY LTD	100,000	0.44%
Total	12,558,974	55.12%

(c) Substantial Unitholders

Name of unitholder	Number of units	% of units issued
Lanyon Asset Management Pty Limited	8,198,940	35.99%

Notes to the Financial Statements

Unitholder Information (continued)

(d) Voting Rights

On a show of hands, each member of the Fund has 1 vote and on a poll, each member of the Fund has 1 vote for each dollar of the value of the total interests they have in the Fund.

Notes to the Financial Statements

Corporate Information

Directors

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

Registered Office

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Investment Manager

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Telephone: (02) 9024 6788

Registry

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Auditor

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ASX Code: FPP

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Corporate Governance Statement link: <https://fpproperty.com.au/a-homepage-section/>