

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)

ARSN 623 656 057

Annual report

For the year ended 30 June 2020

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Independent auditor's report to the unit holders of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)

This annual report covers Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) as an individual entity.

The Responsible Entity of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:

Level 1, 575 Bourke Street
Melbourne, VIC 3000.

Directors' report

The directors of Equity Trustees Limited, the Responsible Entity of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) (the "Fund"), present their report together with the financial statements of the Fund for the year ended 30 June 2020.

Principal activities

The Fund seeks to meet its investment objective by having exposure of 90-100% of its assets to equities of companies that mainly operate in developed markets in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The Fund did not have any employees during the year.

There were no significant changes in the nature of the Fund's activities during the year.

The various service providers of the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	Robeco Hong Kong Limited
Custodian	JPMorgan Chase Bank, N.A. (Sydney Branch)
Administrator and Registrar	Link Fund Solutions Pty Limited
Statutory Auditor	KPMG

Directors

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

Philip D Gentry (Chairman)
 Harvey H Kalman (resigned 1 September 2020)
 Ian C Westley (resigned 3 July 2020)
 Michael J O'Brien
 Russell W Beasley (appointed 1 September 2020)

Review and results of operations

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

The Fund's performance was -5.50% (net of fees) for Ordinary Class and -9.89% (net of fees) for Hedged Class for the year ended 30 June 2020. The Fund's benchmark, the MSCI World TR Index, Net dividends reinvested (AUD unhedged) returned 4.82% for the same period.

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

	Year ended 30 June 2020	For the period 17 January 2018 to 30 June 2019
Operating profit/(loss) for the year (\$'000)	(2,849)	177
Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)*		
Distributions paid and payable (\$'000)	-	11
Distributions (cents per unit)	0.0010	0.3285

* Distributions paid and payable during the year for this class amount to \$122.

Review and results of operations (continued)

	Year ended 30 June 2020	For the period 17 January 2018 to 30 June 2019
Robeco Global DM Multi-Factor Equities Alpha Fund (AUD Hedge)		
Distributions paid and payable (\$'000)	7	84
Distributions (cents per unit)	0.0200	1.7977

Significant changes in the state of affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Fund that occurred during the financial year.

Matters subsequent to the end of the financial year

Ian C Westley resigned as a director of Equity Trustees Limited on 3 July 2020.

Harvey H Kalman resigned as a director of Equity Trustees Limited on 1 September 2020.

Russell W Beasley was appointed as a director of Equity Trustees Limited on 1 September 2020.

No other matter or circumstance has arisen since 30 June 2020 that has significantly affected, or may have a significant effect on:

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

Likely developments and expected results of operations

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the Product Disclosure Statement and the provisions of the Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

COVID-19 Outbreak

In March 2020, the World Health Organisation (WHO) officially declared COVID-19 a pandemic.

The Directors and the Investment Manager acknowledge the current outbreak of COVID-19 and the increased market volatility it has created within the markets the Fund operates. This volatility has had a corresponding impact on the fair value of the Fund's investment portfolio both during the financial year as well as subsequent to the reporting date.

The Responsible Entity and Investment Manager are monitoring developments closely, noting that given the nature of the outbreak and the ongoing developments, there is a high degree of uncertainty and therefore it is not possible at this time to predict the extent and nature of the overall future impact on the Fund. The Investment Manager however, actively manages the financial risks that the Fund is exposed to, with the approach outlined further within Note 3 of these Financial Statements and the Net Asset Values of the Fund continue to be valued in accordance with the frequency set out in the Fund's Offer Documents, applying valuation policies reflective of the prevailing market conditions.

Indemnification and insurance of officers

No insurance premiums are paid for out of the assets of the Fund in regards to insurance cover provided to the officers of Equity Trustees Limited. So long as the officers of Equity Trustees Limited act in accordance with the Fund's Constitution and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

Indemnification of auditor

The auditor of the Fund is in no way indemnified out of the assets of the Fund.

Fees paid to and interests held in the Fund by the Responsible Entity and its associates

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 15 to the financial statements.

No fees were paid out of Fund property to the directors of the Responsible Entity during the year.

The number of interests in the Fund held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 15 to the financial statements.

Interests in the Fund

The movement in units on issue in the Fund during the year is disclosed in Note 8 to the financial statements.

The value of the Fund's assets and liabilities is disclosed in the statement of financial position and derived using the basis set out in Note 2 to the financial statements.

Environmental regulation

The operations of the Fund are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

Rounding of amounts to the nearest thousand dollars

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

Auditor's independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 5.

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



Philip D Gentry
Chairman

Melbourne
10 September 2020



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)

I declare that, to the best of my knowledge and belief, in relation to the audit of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) for the financial year ended 30 June 2020 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.

KPMG

Andrew Reeves
Partner

Sydney
10 September 2020

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)
Statement of comprehensive income
For the year ended 30 June 2020

Statement of comprehensive income

	Year ended 30 June 2020	For the period 17 January 2018 to 30 June 2019
Note	\$'000	\$'000
Investment income		
Interest income from financial assets at amortised cost	8	6
Dividend and distribution income	1,066	756
Net gains/(losses) on financial instruments at fair value through profit or loss	5 (5,190)	(506)
Net foreign exchange gain/(loss)	1,680	197
Expense reimbursement income	15 257	342
Other income	-	1
Total investment income/(loss)	(2,179)	796
Expenses		
Management fees	15 294	175
Administration fees	119	97
Interest expense	13	14
Custody fees	84	190
Transaction costs	10	22
Withholding taxes	119	84
Remuneration of auditor	14 24	33
Other expenses	7	4
Total expenses	670	619
Operating profit/(loss) for the year	(2,849)	177
Finance costs attributable to unit holders		
Distributions to unit holders	9 (7)	(95)
(Increase)/decrease in net assets attributable to unit holders	8 2,856	(82)
Profit/(loss) for the year	-	-
Other comprehensive income	-	-
Total comprehensive income for the year	-	-

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

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)
Statement of financial position
As at 30 June 2020

Statement of financial position

		As at	
	Note	30 June 2020 \$'000	30 June 2019 \$'000
Assets			
Cash and cash equivalents	10	778	1,639
Receivables	12	537	388
Financial assets at fair value through profit or loss	6	40,496	35,631
Total assets		41,811	37,658
Liabilities			
Distributions payable	9	7	-
Payables	13	331	185
Total liabilities (excluding net assets attributable to unit holders)		338	185
Net assets attributable to unit holders - liability	8	41,473	37,473

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

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)
Statement of changes in equity
For the year ended 30 June 2020

Statement of changes in equity

	Year ended 30 June 2020 \$'000	For the period 17 January 2018 to 30 June 2019 \$'000
Total equity at the beginning of the financial year	-	-
Profit/(loss) for the year	-	-
Other comprehensive income	-	-
Total comprehensive income	-	-
Transactions with owners in their capacity as owners	-	-
Total equity at the end of the financial year*	-	-

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

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

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)
Statement of cash flows
For the year ended 30 June 2020

Statement of cash flows

	Year ended 30 June 2020 \$'000	For the period 17 January 2018 to 30 June 2019 \$'000
	Note	
Cash flows from operating activities		
Proceeds from sale of financial instruments at fair value through profit or loss	20,435	5,877
Payments for purchase of financial instruments at fair value through profit or loss	(30,477)	(42,011)
Interest income received from financial assets at amortised cost	8	6
Dividends and distributions received	945	570
Other income received	-	1
Expense reimbursement income received	98	64
Interest expenses paid	(13)	(14)
Management fees paid	(135)	(52)
Transaction costs paid	(10)	(22)
Other expenses paid	(238)	(284)
Net cash inflow/(outflow) from operating activities	11(a) (9,387)	(35,865)
Cash flows from financing activities		
Proceeds from applications by unit holders	15,262	38,354
Payments for redemptions by unit holders	(8,416)	(992)
Distributions paid to unit holders	-	(55)
Net cash inflow/(outflow) from financing activities	6,846	37,307
Net increase/(decrease) in cash and cash equivalents	(2,541)	1,442
Cash and cash equivalents at the beginning of the year	1,639	-
Effects of foreign currency exchange rate changes on cash and cash equivalents	1,680	197
Cash and cash equivalents at the end of the year	10 778	1,639
Non-cash operating and financing activities	11(b) 13	43

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

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1 General information

These financial statements cover Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme which was constituted on 19 December 2017 and will terminate in accordance with the provisions of the Fund's Constitution or by Law.

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

The Fund seeks to meet its investment objective by having exposure of 90-100% of its assets to equities of companies that mainly operate in developed markets in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

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 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated in the following text.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Fund is a for-profit entity for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities, except where otherwise stated.

The statement of financial position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and liabilities and net assets attributable to unit holders.

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 reporting date.

In the case of net assets attributable to unit holders, the units are redeemable on demand at the unit holder'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.

(i) Compliance with International Financial Reporting Standards (IFRS)

The financial statements of the Fund also comply with IFRS as issued by the International Accounting Standards Board (IASB).

(ii) New and amended standards adopted by the Fund

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2019 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

(iii) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2020, and have not been early adopted in preparing these financial statements.

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

(b) Financial instruments

(i) Classification

- Financial assets

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its financial assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Investment Manager to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For cash and cash equivalents and receivables, these assets are held in order to collect the contractual cash flows. The contractual terms of these assets give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

- Financial liabilities

Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost (management fees payable, redemptions payable, audit and tax fees payable and other payables).

(ii) Recognition and 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 or financial liabilities from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged, cancelled or expired.

2 Summary of significant accounting policies (continued)

(b) Financial instruments (continued)

(iii) Measurement

- Financial instruments at fair value through profit or loss

At initial recognition, the Fund measures a financial asset and a financial liability at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of 'financial assets or liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair value of financial instruments is determined, please see Note 4 to the financial statements.

- Financial instruments at amortised cost

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured using the effective interest rate method less any allowance for expected credit losses.

Cash and cash equivalents, receivables and payables are carried at amortised cost.

(iv) Impairment

At each reporting date, the Fund shall measure the loss allowance on financial assets at amortised cost (cash, due from broker and 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 counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that the asset is credit impaired. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the net 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 expected credit loss (ECL) approach is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Fund expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

(v) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position when the Fund has a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

As at the end of the reporting period, there are no financial assets or liabilities offset or with the right to offset in the statement of financial position.

(c) Net assets attributable to unit holders

Units are redeemable at the unit holders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unit holders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unit holders.

The units are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the units back to the Fund.

2 Summary of significant accounting policies (continued)

(d) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, and 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.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represent the Fund's main income generating activity.

(e) Investment income

(i) Interest income

Interest income from financial assets at amortised cost is recognised using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

The effective interest method is a method of calculating the amortised cost of a financial asset or liability and of allocating the interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Interest income on financial assets at fair value through profit or loss is also recognised in the statement of comprehensive income. Changes in fair value of financial instruments at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements.

(ii) Dividends and distributions

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense. The Fund currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the statement of comprehensive income.

Trust distributions are recognised on an entitlement basis.

(f) Expenses

All expenses are recognised in the statement of comprehensive income on an accruals basis.

(g) Income tax

Under current legislation, the Fund is not subject to income tax provided it attributes the entirety of its taxable income to its unit holders.

The Fund currently incurs withholding taxes imposed by certain countries. Such income or gains are recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are included in the statement of comprehensive income.

(h) Distributions

The Fund may distribute its distributable income in accordance with the Fund's Constitution, to unit holders by cash or reinvestment. The distributions are recognised in the statement of comprehensive income as financial costs attributable to unit holders.

2 Summary of significant accounting policies (continued)

(i) Increase/decrease in net assets attributable to unit holders

Income not distributed is included in net assets attributable to unit holders. As the Fund's units are classified as financial liabilities, movements in net assets attributable to unit holders are recognised in the statement of comprehensive income as finance costs.

(j) Foreign currency translation

(i) Functional and presentation currency

Balances included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Fund's presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

The Fund does not isolate that portion of unrealised gains or losses on financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates. Such fluctuations are included with the net gains/(losses) on financial instruments at fair value through profit or loss.

(k) Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and are recognised initially at fair value and subsequently measured at amortised cost.

(l) Receivables

Receivables may include amounts for interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

(m) Payables

Payables include liabilities and accrued expenses owed by the Fund which are unpaid as at the end of the reporting period.

A separate distributions payable is recognised in the statement of financial position.

Distributions declared effective 30 June in relation to unit holders who have previously elected to reinvest distributions are recognised as reinvested effective 1 July of the following financial year.

(n) Applications and redemptions

Applications received for units in the Fund are recorded net of any entry fees payable 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.

2 Summary of significant accounting policies (continued)

(o) Goods and services tax (GST)

The investment portfolio composition is 100% offshore investments. As the Investment Manager is offshore domiciled, the investment management fee will be exclusive of GST. All other expenses will incur GST at 10% but will be entitled to a Reduced Input Tax Credit (RITC) at a rate of at least 55%. Expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

(p) Use of estimates and judgements

The Fund makes estimates, assumptions and judgements that affect the reported amounts of assets and liabilities within the current and next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund estimates the expected credit loss (ECL) using impairment model, which has not materially impacted the Fund. Please see Note 3 for more information on credit risk.

For more information on how fair value is calculated please refer to Note 4 to the financial statements.

(q) Comparative period

The Fund was constituted on 19 December 2017, registered with the Australian Securities and Investments Commission on 17 January 2018 and commenced operations on 9 May 2018. The comparative reporting period covers the period 17 January 2018 to 30 June 2019.

(r) Rounding of amounts

The Fund is an entity of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest thousand dollars unless otherwise indicated.

(s) Going concern

Management has prepared cash flow forecast scenarios that represent plausible downside scenarios to the Fund and the global economy arising from the COVID-19 pandemic over the next 18 months, which have been reviewed by the directors. These forecasts demonstrate that the Fund has sufficient cash and other liquid resources to enable the Fund to meet its obligations as they fall due. As such the directors consider it appropriate to adopt the going concern basis of accounting in preparing the financial information.

(t) Comparative revisions

Comparative information has been revised where appropriate to enhance comparability. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

3 Financial risk management

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

The Fund's overall risk management programme focuses on ensuring compliance with the Fund's Product Disclosure Statement and the investment guidelines of the Fund. It also seeks to maximise the returns derived from the level of risk to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance. The Fund's policy allows it to use derivative financial instruments in managing its financial risks.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity securities is limited to the fair value of those positions. The maximum loss of capital on long futures and forward currency contracts is limited to the notional contract values of those positions.

3 Financial risk management (continued)

The investments of the Fund are managed by a specialist investment manager, Robeco Hong Kong Limited, under an Investment Management Agreement (IMA) approved by the Responsible Entity and containing the investment strategy and investment guidelines of the Fund, consistent with that stated in the Product Disclosure Statement.

The Fund uses different methods to measure different types of risk to which it is exposed. These methods are explained below.

(a) Market risk

Risk controls are designed to limit the Fund's market risk. The internal risk management methodology applied by the Investment Manager focuses on relative volatility versus the benchmark. Where appropriate, the extent to which the Fund is exposed to market risk is restricted by means of limits on these risk measures. Derivative positions are included in the market risk calculations, by taking into account the economic exposures of each instrument to its underlying values. The use of market risk limits implicitly limits the economic exposure introduced by derivatives that can be part of the portfolio.

In the last week of February and first two weeks of March 2020, equity and credit markets have fallen with unprecedented velocity, not seen since 1987 and sharper than 1929. Primary risk measures moved higher following the market movements, and in line with the fund risk profile. Any passive transgressions of limits or controls that occurred as a consequence of these extreme circumstances have been adequately addressed and reduced within limits in line with the Investment Manager's risk governance.

(i) Price risk

The Fund is exposed to price risk on equity securities listed or quoted on recognised securities exchange. Price risk arises from investments held by the Fund for which prices in the future are uncertain. Where non-monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which are considered a component of price risk.

The market risk on equity and derivative securities is measured by Robeco using a Volatility-Ratio approach. Absolute risk of the portfolio (Volatility) is considered and scaled to the absolute risk of the reference index, MSCI World TR Index. This scaling serves to curb relative fund-leverage whilst avoiding insensible investment decisions. This Vol-Ratio can be used as a sensitivity indicator of the market risk in the portfolio.

The table below summarises the impact of the Fund's operating profit/(loss) and assets and liabilities to price risk using Ratio-VaR. The analysis is based on the reasonably possible shift that the investment portfolio in which the Fund invests indirectly move by +/- 10% (2019: +/- 10%), resulting in a +/- 11% (2019: +/- 8%) impact to price risk.

	As at 30 June 2020		As at 30 June 2019	
	Vol-Ratio	% of net assets	Vol-Ratio	% of net assets
	\$A'000		\$A'000	
Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)	4,455	11.00	2,850	8.00
Total	4,455	11.00	2,850	8.00

The Investment Manager will invest all of the assets (except for cash or cash equivalent investments held for liquidity purposes) primarily in equities of companies that mainly operate in mature economies (developed markets) all over the world on the basis of a purely bottom-up driven investment approach. The investment approach combines the outcome of Robeco's proprietary quantitative stock selection model for conservative equity with a disciplined portfolio construction algorithm and a specific set of risk controls. Stock selection is the sole performance driver determined by Robeco's quantitative stock selection model.

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk

The Fund primarily operates internationally and holds both monetary and non-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 not foreign exchange risk.

The Responsible Entity has appointed Robeco Hong Kong Limited, a specialist currency manager, to undertake a foreign currency overlay program for the AUD Hedged class to allow them to execute foreign exchange hedging transactions aimed at minimising any non-Australian dollar exposure.

The table below summarises the Fund's assets and liabilities, monetary and non-monetary, which are denominated in a currency other than the Australian dollar.

As at 30 June 2020	US Dollar A\$'000	Euro A\$'000	Japanese Yen A\$'000	Pound Sterling A\$'000	Canadian Dollar A\$'000	Other currencies A\$'000
Cash and cash equivalents	116	79	40	8	2	20
Receivables	25	8	3	8	5	1
Financial assets at fair value through profit or loss	23,950	4,978	5,256	1,727	1,131	2,378
Net exposure	24,091	5,065	5,299	1,743	1,138	2,399
 Net increase/(decrease) in exposure from forward currency contracts	(16,896)	(3,587)	(3,782)	(1,265)	(769)	(1,994)
 Net exposure including forward currency contracts	7,195	1,478	1,517	478	369	405
 As at 30 June 2019						
Cash and cash equivalents	161	152	32	9	3	18
Receivables	29	16	6	19	5	-
Financial assets at fair value through profit or loss	20,756	4,051	3,859	2,094	1,331	2,552
Net exposure	20,946	4,219	3,897	2,122	1,339	2,570
 Net increase/(decrease) in exposure from foreign currency forward contracts	(14,258)	(2,966)	(2,673)	(1,417)	(973)	(1,851)
 Net exposure including foreign currency forward contracts	6,688	1,253	1,224	705	366	719

The table at Note 3(b) summarises the sensitivities of the [Funds monetary assets and liabilities to foreign exchange risk. The analysis is based on the reasonably possible shift that the Australian dollar weakened and strengthened by 10% (2019: 10%) against the foreign currencies to which the Fund is exposed.

3 Financial risk management (continued)

(a) Market risk (continued)

(iii) Interest rate risk

Interest rate risk management is undertaken by maintaining as close to a fully invested position as possible thus limiting the exposure of the Fund to interest rate risk.

(b) Summarised sensitivity analysis

The following table summarises the sensitivity of the Fund's operating profit/(loss) and net assets attributable to unit holders to market risks. The reasonably possible movements in the risk variables have been determined based on management's best estimate having regard to a number of factors, including historical levels of changes in foreign exchange rates. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables are not a definitive indicator of future variances in the risk variables.

	Impact on operating profit/(loss)/ net assets attributable to unit holders											
	Foreign exchange risk								Other currencies			
	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%
	USD	USD	Euro	Euro	JPY	JPY	GBP	GBP	CAD	CAD		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 30 June 2020	(14)	14	(9)	9	(4)	4	(2)	2	(1)	1	(2)	2
As at 30 June 2019	(19)	19	(17)	17	(4)	4	(3)	3	(1)	1	(2)	2

(c) Credit risk

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

With respect to counterparty risk, procedures are in place with regard to the selection of counterparties, focusing on external credit ratings and market implied default probabilities (credit spreads). Counterparty exposure and concentration limits are computed and monitored on a frequent basis. In addition, counterparty risk is mitigated by securing appropriate collateral.

As the COVID-19 pandemic shock was deepening over March 2020, the default risk of counterparties increased. During market turmoil period, the monitoring of counterparty credit risk was intensified to anticipate and prevent unwanted exposure due to unfavourable or extreme market development. Any passive transgressions of limits or controls that occurred as a consequence of these circumstances have been adequately addressed and reduced within limits in line with our risk governance.

The main concentration of credit risk, to which the Fund is exposed, arises from the Fund's investment in derivative financial instruments. The Fund is also exposed to counterparty credit risk on cash and cash equivalents, amounts due from brokers and other receivables.

3 Financial risk management (continued)

(c) Credit risk (continued)

The Fund determines credit risk and measures expected credit losses for financial assets measured at amortised cost using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. At 30 June 2020 and 30 June 2019, all receivables, amounts due from brokers, cash and short-term deposits are held with counterparties with a credit rating of A+ or higher and are either callable on demand or due to be settled within 1 week. Management consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

(i) Derivative financial instruments

For derivative financial instruments, the Responsible Entity has established limits such that transactions only take place with counterparties with a good reputation and a good credit rating.

The Fund also restricts its exposure to credit losses on the trading of derivative instruments it holds by entering into master netting arrangements with counterparties (approved brokers) with whom it undertakes a significant volume of transactions. Credit risk associated with favourable contracts is reduced by master netting arrangement to the extent that if an event of default occurs, all amounts with the counterparty are closed and settled on a net basis. The Fund's overall exposure to credit risk on derivative instruments subject to a master netting arrangement can change substantially within a short period, as it is affected by each transaction subject to the arrangements. In case of significant unrealised (net) results on the currency forward transactions, we will mitigate counterparty risk by requiring collateral as outlined in the collateral agreements.

(ii) 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 the securities purchased have been received by the broker. The trade will fail if either party fails to meet its obligations.

(iii) Cash and cash equivalents

The exposure to credit risk for cash and cash equivalents is low as all counterparties have a rating of A+ (as determined by Standard and Poor's) or higher (2019: A+).

(iv) Other

The Fund is not materially exposed to credit risk on other financial assets.

(v) Maximum exposure to credit risk

The maximum exposure to credit risk before any credit enhancements at the end of each reporting period is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

(d) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Investment Manager employs a liquidity risk framework that incorporates the dynamic that exists between asset liquidity risk and funding liquidity risk. Asset liquidity risk arises when transactions cannot be executed in a timely fashion at quoted market prices and/or at acceptable transaction cost levels due to the size of the trade. Or in more extreme cases, when they cannot be conducted at all. Funding liquidity risk occurs when the redemption requirements of clients or other liabilities cannot be met without significantly impacting the value of the portfolio. Funding liquidity risk will only arise if there is also asset liquidity risk. Asset liquidity risk is a function of transaction size, transaction time and transaction cost.

3 Financial risk management (continued)

(d) Liquidity risk (continued)

Over March - April 2020, intraday market volatility has been very high in equity markets and bid-ask spreads in equity markets have more than doubled. This triggered increase in transaction costs and price uncertainty. The Fund has remained sufficiently liquid throughout this period. Since then, normalisation has been ongoing in the markets, with costs, bid-ask spreads and volatility gradually returning to pre-pandemic levels.

Exposure to liquidity risk for the Fund may arise from the requirement to meet daily unit holders' redemption requests or to fund foreign exchange related cash flow requirements.

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 unit holders. The Fund did not reject or withhold any redemption during 2020 and 2019.

(i) Maturities of non-derivative financial liabilities

All non-derivative financial liabilities of the Fund in the current and prior year have maturities of less than one month.

4 Fair value measurement

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

- Financial assets at fair value through profit or loss (see Note 6)
- Derivative financial instruments (see Note 7)

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

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

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

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

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

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

The quoted market price used for financial assets held by the Fund is the current bid price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate.

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

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

4 Fair value measurement (continued)

(b) Fair value in an inactive or unquoted market (level 2)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date.

(c) Recognised fair value measurements

The table below presents the Fund's financial assets measured and recognised at fair value as at 30 June 2020 and 30 June 2019.

As at 30 June 2020	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Forward currency contracts	-	128	-	128
International share price index futures	1	-	-	1
Australian listed equity securities	1,076	-	-	1,076
International listed equity securities	39,291	-	-	39,291
Total financial assets	40,368	128	-	40,496

As at 30 June 2019

Financial assets

Forward currency contracts	-	167	-	167
International share price index futures	15	-	-	15
Australian listed equity securities	988	-	-	988
International listed equity securities	34,435	-	-	34,435
International listed property trusts	26	-	-	26
Total financial assets	35,464	167	-	35,631

(d) Transfers between levels

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

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

4 Fair value measurement (continued)

(e) *Financial instruments not carried at fair value*

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

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

5 Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets at fair value through profit or loss:

	Year ended 30 June 2020 \$'000	For the period 17 January 2018 to 30 June 2019 \$'000
Financial assets		
Net realised gain/(loss) on financial assets at fair value through profit or loss	(2,792)	(1,656)
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	(2,398)	1,150
Total net gains/(losses) on financial instruments at fair value through profit or loss	(5,190)	(506)

6 Financial assets at fair value through profit or loss

	30 June 2020 \$'000	As at 30 June 2019 \$'000
Forward currency contracts	128	167
International share price index futures	1	15
Australian listed equity securities	1,076	988
International listed equity securities	39,291	34,435
International listed property trusts	-	26
Total financial assets at fair value through profit or loss	40,496	35,631

An overview of the risk exposures and fair value measurements relating to financial assets at fair value through profit or loss is included in Note 3 and Note 4 to the financial statements.

7 Derivative financial instruments

In the normal course of business the Fund enters into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

7 Derivative financial instruments (continued)

Derivative transactions include many different instruments such as forwards, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Fund's portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of the Fund against a fluctuation in market values or to reduce volatility
- a substitution for trading of physical securities
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Fund.

The Fund holds the following derivative instruments:

(a) Futures

Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities. Changes in futures contracts' values are usually settled net daily with the exchange. Interest rate futures are contractual obligations to receive or pay a net amount based on changes in interest rates at a future date at a specified price, established in an organised financial market.

(b) Forward currency contracts

Forward currency contracts are primarily used by the Fund to economically hedge against foreign currency exchange rate risks on its non-Australian dollar denominated trading securities. The Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. The fair value of a forward contract that is not exchange traded is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The Fund recognises a gain or loss equal to the change in fair value at the end of each reporting period.

The Fund's derivative financial instruments measured at fair value at period-end are detailed below:

	Contractual/ notional \$'000	Assets \$'000	Liabilities \$'000
As at 30 June 2020			
International share price index futures	994	3	-
Forward currency contracts	28,293	128	-
Total derivatives	29,287	131	-
As at 30 June 2019			
International share price index futures	1,476	15	-
Forward currency contracts	24,138	167	-
Total	25,614	182	-

Risk exposures and fair value measurements

Information about the Fund's exposure to credit risk, foreign exchange, interest rate risk and about the methods and assumptions used in determining fair values is provided in Note 3 and Note 4 to the financial statements. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of derivative financial instruments disclosed above.

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)
Notes to the financial statements
For the year ended 30 June 2020
(continued)

8 Net assets attributable to unit holders - liability

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

	Year ended		For the period	
	30 June 2020	30 June 2020	17 January 2018 to 30 June 2019	17 January 2018 to 30 June 2019
Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)	Units '000	\$'000	Units '000	\$'000
Opening balance	11,252	11,710	-	-
Applications	4,369	4,614	11,474	11,642
Redemptions	(3,520)	(3,840)	(228)	(233)
Reinvestment of distributions	-	-	6	6
Increase/(decrease) in net assets attributable to unit holders	-	(580)	-	295
Closing balance	12,101	11,904	11,252	11,710

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD Hedge)				
Opening balance	26,401	25,763	-	-
Applications	12,248	10,648	27,168	26,712
Redemptions	(5,021)	(4,566)	(801)	(770)
Reinvestment of distributions	-	-	34	34
Increase/(decrease) in net assets attributable to unit holders	-	(2,276)	-	(213)
Closing balance	33,628	29,569	26,401	25,763

	Year ended 30 June 2020 \$'000	For the period 17 January 2018 to 30 June 2019 \$'000
Total net assets attributable to unit holders	41,473	37,473

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

There are two separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

Units are redeemed on demand at the unit holder'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 after the end of the reporting period cannot be reliably determined.

8 Net assets attributable to unit holders - liability (continued)

Capital risk management

The Fund considers its net assets attributable to unit holders as capital, notwithstanding that net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unit holders.

Daily applications and redemptions are reviewed relative to the liquidity of the Fund's underlying assets on a daily basis by the Responsible Entity. Under the terms of the Fund's Constitution, 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 unit holders.

9 Distributions to unit holders

The distributions declared during the year were as follows:

	Year ended		For the period	
	30 June 2020 \$'000	30 June 2020 CPU	17 January 2018 to 30 June 2019 \$'000	17 January 2018 to 30 June 2019 CPU
Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)*				
June (payable)	-	0.0010	11	0.3285
Total distributions	-	0.0010	11	0.3285

* Distributions declared during the year for this class amount to \$122.

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD Hedge)

June (payable)	7	0.0200	84	1.7977
Total distributions	7	0.0200	84	1.7977

	Year ended 30 June 2020 \$'000	For the period 17 January 2018 to 30 June 2019 \$'000
Total distributions	7	95

10 Cash and cash equivalents

	30 June 2020 \$'000	As at 30 June 2019 \$'000
Cash at bank	778	1,639
Total cash and cash equivalents	778	1,639

11 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	Year ended 30 June 2020 \$'000	For the period 17 January 2018 to 30 June 2019 \$'000
Profit/(loss) for the year	-	-
Increase/(decrease) in net assets attributable to unit holders	(2,856)	82
Distributions to unit holders	7	95
Proceeds from sale of financial instruments at fair value through profit or loss	20,435	5,877
Payments for purchase of financial instruments held at fair value through profit or loss	(30,477)	(42,011)
Net (gains)/losses on financial instruments at fair value through profit or loss	5,190	506
Net foreign exchange (gain)/loss	(1,680)	(197)
Dividends reinvested	(13)	(3)
Net change in receivables	(149)	(388)
Net change in payables	156	174
Net cash inflow/(outflow) from operating activities	(9,387)	(35,865)

(b) Non-cash operating and financing activities

The following distribution payments to unit holders were satisfied by the issue of units under the distribution reinvestment plan	-	40
The following purchase of investments were satisfied by the participation in dividend reinvestment plans	13	3
Total non-cash operating and financing activities	13	43

As described in Note 2(i), income not distributed is included in net assets attributable to unit holders. The change in this amount for the year (as reported in (a) above) represents a non-cash financing cost as it is not settled in cash until such time as it becomes distributable.

12 Receivables

	30 June 2020 \$'000	As at 30 June 2019 \$'000
Dividends and distributions receivable	50	79
Management fee reimbursement receivable	437	278
GST receivable	11	11
Withholding tax receivable	39	20
Total receivables	537	388

Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)
Notes to the financial statements
For the year ended 30 June 2020
(continued)

13 Payables

	30 June 2020 \$'000	As at 30 June 2019 \$'000
Management fees payable	282	123
Redemptions payable	1	11
Audit and tax fees payable	26	25
Other payables	22	26
Total payables	331	185

14 Remuneration of auditor

During the year the following fees were paid or payable for services provided by the auditor of the Fund:

	Year ended 30 June 2020 \$	For the period 17 January 2018 to 30 June 2019 \$
KPMG		
<i>Audit and other assurance services</i>		
Audit of financial statements	10,000	10,000
Audit of compliance plan	3,750	3,750
Total remuneration for audit and other assurance services	13,750	13,750
<i>Taxation services</i>		
Tax compliance services	9,842	19,119
Total remuneration for taxation services	9,842	19,119
Total remuneration of KPMG	23,592	32,869

The auditor's remuneration is borne by the Fund. Fees are stated exclusive of GST.

15 Related party transactions

The Responsible Entity of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975). Accordingly, transactions with entities related to Equity Trustees Limited are disclosed below.

The Responsible Entity has contracted services to Robeco Hong Kong Limited to act as Investment Manager, JPMorgan Chase Bank, N.A. (Sydney Branch) to act as Custodian and Link Fund Solutions Pty Limited to act as Administrator and Registrar for the Fund. The contracts are on normal commercial terms and conditions.

(a) Key management personnel

(i) Directors

Key management personnel include persons who were directors of Equity Trustees Limited at any time during or since the end of the financial year and up to the date of this report.

Philip D Gentry (Chairman)
Harvey H Kalman (resigned 1 September 2020)
Ian C Westley (resigned 3 July 2020)
Michael J O'Brien
Russell W Beasley (appointed 1 September 2020)

(ii) Other key management personnel

There were no other key management personnel with responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly during the financial year.

(b) Transactions with key management personnel

There were no transactions with key management personnel during the reporting period.

(c) Key management personnel unit holdings

Key management personnel did not hold units in the Fund as at 30 June 2020 (30 June 2019: nil).

(d) Key management personnel compensation

Key management personnel are paid by EQT Services Pty Ltd. Payments made from the Fund to Equity Trustees Limited do not include any amounts directly attributable to the compensation of key management personnel.

(e) Key management personnel loans

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to key management personnel or their personally related entities at any time during the reporting period.

(f) Other transactions within the Fund

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Fund during the financial period and there were no material contracts involving key management personnel's interests existing at year end.

15 Related party transactions (continued)

(g) Responsible Entity fees, Investment Manager's fees and other transactions

Under the terms of the Fund's Constitution and the Product Disclosure Statement for the Fund, the Responsible Entity and the Investment Manager are entitled to receive management fees.

The transactions during the year and amounts payable as at year end between the Fund, the Responsible Entity and the Investment Manager were as follows:

	Year ended 30 June 2020	For the period 17 January 2018 to 30 June 2019
	\$	\$
Management fees for the year	272,032	157,626
Responsible Entity fees for the year	22,084	17,041
Management fees reimbursement received for the year	(257,134)	(342,332)
Management fees payable at year end	268,158	112,095
Responsible Entity fees payable at year end	13,654	11,030
Management fees reimbursement receivable at year end	(436,881)	(278,026)

For information on how management fees are calculated please refer to the Fund's Product Disclosure Statement.

Investment management fees reimbursed represent monies put into the Fund to ensure that the Fund's overall management costs remain within that disclosed in the Product Disclosure Statement.

(h) Related party unit holdings

Parties related to the Fund (including Equity Trustees Limited, its related parties and other schemes managed by Equity Trustees Limited and the Investment Manager) hold units in the Fund, as follows:

Unit holder	No. of units held opening	No. of units held closing	Fair value of investment	Interest held	No. of units acquired	No. of units disposed	Distributions paid/payable by the Fund
As at 30 June 2020			(\$)	(%)			(\$)
Robeco Holding B.V.	5,040,260	5,040,260	4,692,002	10.26	-	-	531

Unit holder

As at 30 June
2019

Robeco Holding
B.V.

-	5,040,260	5,085,974	13.39	5,040,260	-	-
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(i) Investments

The Fund did not hold any investments in Equity Trustees Limited or its related parties during the year (2019: nil).

16 Events occurring after the reporting period

No significant events have occurred since the end of the year which would impact on the financial position of the Fund as disclosed in the statement of financial position as at 30 June 2020 or on the results and cash flows of the Fund for the year ended on that date.

17 Contingent assets and liabilities and commitments

There were no outstanding contingent assets, liabilities or commitments as at 30 June 2020 and 30 June 2019.

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- (a) The financial statements and notes set out on pages 6 to 31 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Fund's financial position as at 30 June 2020 and of its performance for the financial year ended on that date.
- (b) There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable; and
- (c) Note 2(a) confirms that the financial statements also comply with the International Financial Reporting Standards as issued by the International Accounting Standards Board.

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



Philip D Gentry
Chairman

Melbourne
10 September 2020



Independent Auditor's Report

To the members of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD)

Opinion

We have audited the **Financial Report** of Robeco Global DM Multi-Factor Equities Alpha Fund (AUD) (the Fund).

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

- giving a true and fair view of the Fund's financial position as at 30 June 2020 and of its financial performance for the year ended on that date; and
- complying with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statement of financial position as at 30 June 2020;
- Statement of comprehensive income, statement of changes in equity, and statement of cash flows for the year then ended;
- Notes including a summary of significant accounting policies; and
- Directors' Declaration.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 *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 fulfilled our other ethical responsibilities in accordance with the Code.

Other Information

Other Information is financial and non-financial information in Robeco Global DM Multi Factor Equities Alpha Fund (AUD)'s annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors of Equity Trustees Limited (the Responsible Entity) are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.



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, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors of Equity Trustees Limited (the Responsible Entity) are responsible for:

- preparing the Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- implementing necessary internal control to enable the preparation of a Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error
- assessing the Fund's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they 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 objective is:

- 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. They 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 the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf
This description forms part of our Auditor's Report.

KPMG

Andrew Reeves
Partner

Sydney
10 September 2020