



Quarterly Newsletter as at 31 March 2024

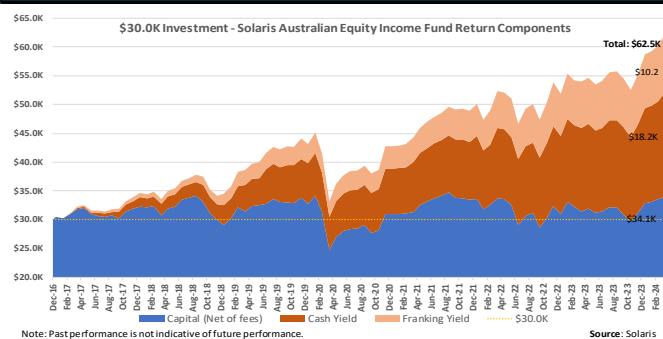
Solaris Australian Equity Income Fund (APIR: WHT2589AU)



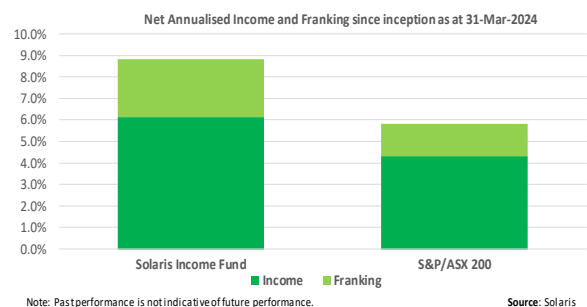
RECOMMENDED

Fund Overview		Solaris Australian Equity Income Fund	
Income including franking*	7.54% (1 Year)	Minimum Initial Investment	\$30,000
	8.82% (Annualised since inception)	Minimum Additional Investment	\$5,000
Total Return (incl. franking)*	10.59% (Annualised since inception)	Minimum Investment Balance	\$5,000
Investment Objectives^	Both Income and Growth:-	Minimum Withdrawal Amount	\$5,000
	-Exceed the ASX200 Fully Franked Yield (By exceeding both Cash & Franking Yield)	Fees and Expenses	Management Fee 0.90%
	-Exceed the ASX200 Accum. Index inc. Franking Credits after fees	Buy/Sell Spread	+/- 0.3%
		Distribution	Quarterly**
Suggested Investment Period	3 to 5 years	Inception Date	12-Dec-2016
		Responsible Entity	Pinnacle Fund Services

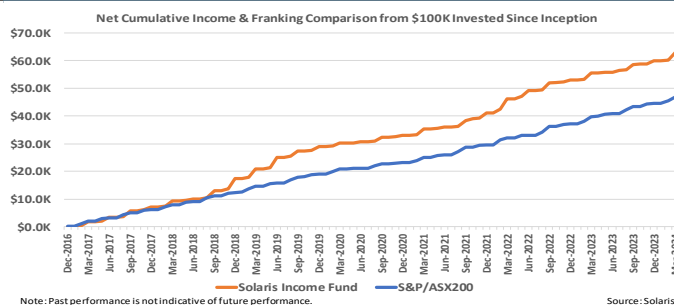
Cumulative Performance Since Inception (12-Dec-2016) +



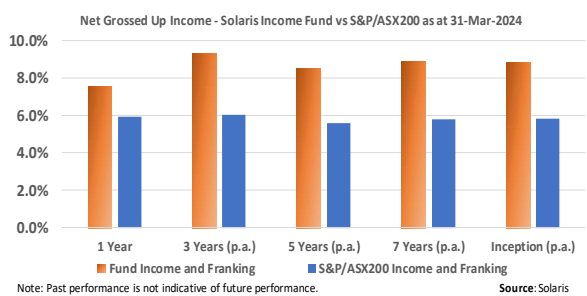
Income and Franking Comparison



Cumulative Income Since Inception (12-Dec-2016)+



Annualised Income Comparison



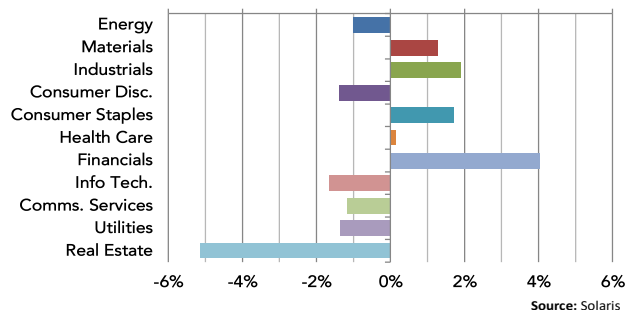
* Returns are Net of Fees. This is historical performance data. It should be noted the value of an investment can rise and fall and past performance is not indicative of future performance.

** In special situations the fund may pay distribution proceeds out of cycle

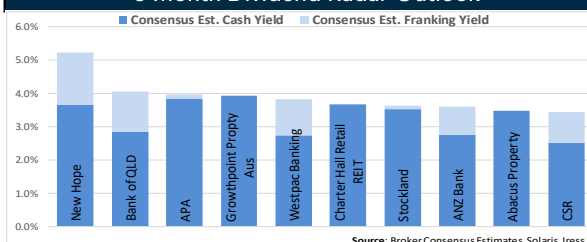
^ The investment objective is merely an indication of what the fund aims to achieve over the long-term. Returns are not guaranteed and the fund may not achieve this investment objective.

+ Franking Return is the performance attributable to the benefit of Franking credits generated within the Fund. Franking credits are included on the dividend ex-date, which is in line with the calculation methodology of the benchmark. Where the Fund does not subsequently satisfy the relevant holding period rules, which may be up to 45 days after the dividend ex-date, any associated franking credits will be reversed on the date the relevant holding period rules are not satisfied. This may result in the Franking Return being negatively impacted.

Fund Sector Exposure as at 31-Mar-2024



3 Month Dividend Radar Outlook



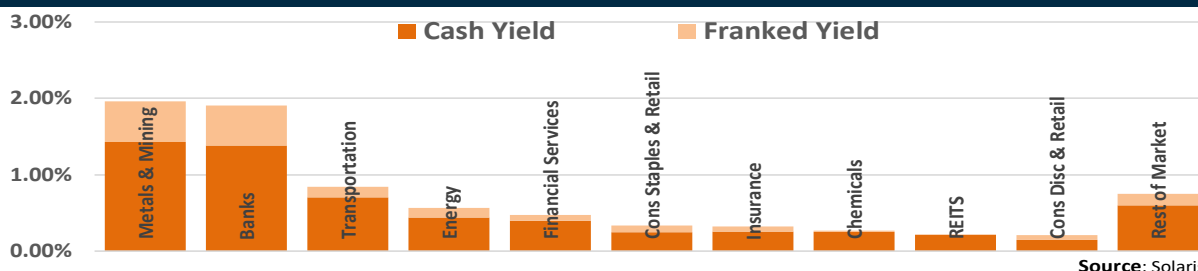
Where broker consensus yield estimates for expected dividends appear attractive Solaris will perform extensive reviews on yield opportunity versus potential capital (share price) risk. The Fund may or may not take a position in these companies. The yields are not guaranteed and the opportunity may not be realised.

March Quarter 2024

The S&P/ASX 200 Total Return Index rallied +5.8% for the March quarter, despite a volatile reporting season in February the market remained well supported due to investor confidence a soft landing for the economy will be achieved. Inflationary pressures are on a downward trend, yet recent data releases have been better than expected, underscoring the resilience of the broader economy. Consequently, the anticipated timing of rate cuts in the US has been postponed, as evidenced by a 36 basis point increase in the US 10-year bond yield over the quarter, while the Australian 10-year yield remained unchanged. Commodity moves were mixed over the quarter, with gold up over 8% and oil up over 15%. Meanwhile, downward momentum in Iron Ore continued, falling nearly 30% for the quarter.

The Fund outperformed over the quarter delivering a positive total return of 6.50%, which comprised of income of 2.74% (including franking) and capital gains of 3.76%. The top three contributors to return during the quarter included Suncorp (+22.0%), which paid a material 3.17% gross dividend in February, Life 360 (+73.1%) which is now one of the top 10 'apps' in the United States and is only just beginning to monetise its 61.4 million active user base and Goodman Group (+33.6%) which is increasingly well positioned to develop data centres on key logistics sites.

Fund Top Gross Sector Yields harvested 12 months to 31-Mar-2024*



Overview and Outlook

For the past 18 months, investors and corporates have been navigating an uncertain macroeconomic environment with high inflation and an aggressive rate hiking cycle. Despite this, the Australian and global economies have shown impressive resilience and recession risk continues to subside. The growing acceptance that a soft-landing has been achieved has reduced the uncertainty in the macro environment but has induced strong momentum into equity markets, with high beta and growth companies benefitting, causing material share price re-rates in a number of companies and sectors.

Our research anticipates dividend yields across the market to remain robust. In terms of listed companies, we forecast over 70% of dividend paying companies to be paying a higher dividend twelve months ahead than the current level of dividend. In terms of sector positioning, we are seeing total return opportunities within the financial and industrial segments of the market. We are cautious of pricing in the real estate sector following the strong rally over the quarter due to expectations of interest rate cuts which are yet to be delivered, and across the major miners we see the potential for softer dividends in the period ahead due to the lower iron ore price combined with higher capital expenditure intentions.

In this dynamic environment, our investment team is seeing an array of opportunities to harvest attractive fully franked yields while focusing on capturing a positive total return. During the quarter, Suncorp is a good example of a 'high yielding' company that performed well. The portfolio also benefitted from holdings in companies with low dividend yields, including Life 360 and Goodman Group which delivered strong capital growth. As we navigate the complexities of the market, our commitment to identifying and capitalizing on compelling investment opportunities remains resolute. We remain focused on constructing a portfolio that delivers quarterly income (cash yield and franking) in excess of what is available in the market while aiming to grow capital over the medium term. We extend our gratitude for your continued trust and support.

Solaris Australian Equity Income Fund Return Components (Net Performance) as at 31 March 2024*

	3 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	5 Years (p.a.)	Inception p.a. (12/12/2016)
Cash Dividend	2.06%	5.48%	6.13%	6.40%	6.10%	6.14%
Franking+	0.68%	2.06%	2.52%	2.89%	2.42%	2.68%
Capital	3.76%	8.34%	0.61%	2.85%	1.60%	1.77%
Total Return*	6.50%	15.88%	9.26%	12.14%	10.13%	10.59%

Performance vs Objectives (Net of Fees) as at 31 March 2024*

Cash Yield (Income Excluding Franking*)						
S&P/ASX200	1.30%	4.43%	4.42%	4.46%	4.13%	4.31%
Solaris Australian Equity Income Fund	2.06%	5.48%	6.13%	6.40%	6.10%	6.14%
Outperformance	0.76%	1.05%	1.71%	1.94%	1.97%	1.83%
Grossed up Yield (Income Including Franking*)						
S&P/ASX200	1.74%	5.94%	5.98%	6.04%	5.59%	5.84%
Solaris Australian Equity Income Fund	2.74%	7.54%	8.65%	9.29%	8.52%	8.82%
Outperformance	1.00%	1.60%	2.67%	3.25%	2.93%	2.98%
Total Return* (Includes Capital, Cash Yield and Franking*)						
S&P/ASX200	5.77%	15.96%	8.59%	11.20%	10.61%	10.76%
Solaris Australian Equity Income Fund	6.50%	15.88%	9.26%	12.14%	10.13%	10.59%
Outperformance	0.73%	-0.08%	0.67%	0.94%	-0.48%	-0.17%

* This is historical performance data. It should be noted the value of an investment can rise and fall and past performance is not indicative of future performance. All p.a. returns are annualised.

+ Franking Return is the performance attributable to the benefit of Franking credits generated within the Fund. Franking credits are included on the dividend ex-date, which is in line with the calculation methodology of the benchmark. Where the Fund does not subsequently satisfy the relevant holding period rules, which may be up to 45 days after the dividend ex-date, any associated franking credits will be reversed on the date the relevant holding period rules are not satisfied. This may result in the Franking Return being negatively impacted.

Total Return refers to the Fund Return grossed up for franking credits after management fees and operating costs, excluding taxation.

^ Benchmark Return refers to the S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax-Exempt).

The securities presented in this report are for illustrative purposes only and are not the complete holdings of the fund.

Ratings Disclaimer

The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned Solaris Australian Equity Income Fund – June 2021) referred to in this piece is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual, including target markets of financial products, where applicable, and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at <https://www.zenithpartners.com.au/our-solutions/investment-research/fund-research-regulatory-guidelines/>

The Lonsec Rating (assigned October 2021) presented in this document is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445. The Rating is limited to "General Advice" (as defined in the Corporations Act 2001 (Cth)) and based solely on consideration of the investment merits of the financial product(s). Past performance information is for illustrative purposes only and is not indicative of future performance. It is not a recommendation to purchase, sell or hold Solaris Investment Management product(s), and you should seek independent financial advice before investing in this product(s). The Rating is subject to change without notice and Lonsec assumes no obligation to update the relevant document(s) following publication. Lonsec receives a fee from the Fund Manager for researching the product(s) using comprehensive and objective criteria. For further information regarding Lonsec's Ratings methodology, please refer to our website at: <http://www.lonsecresearch.com.au/research-solutions/our-ratings>

Contact Details: For further information please contact Solaris' distribution partner:-

Pinnacle Investment Management Limited on 1300 010 311

alternatively, please email: distribution@pinnacleinvestment.com

This presentation has been prepared by Investment Manager, Solaris Investment Management Limited ACN 128 512 621 AFSL 330505 ('Solaris'). Pinnacle Fund Services Limited ACN 082 494 362 AFSL 238371 ('PFSL') is the issuer of units in the Solaris Australian Equity Income Fund ARSN 618 961 667 ('Fund'). PFSL is not licensed to provide financial product advice. The Product Disclosure Statement ('PDS') and Target Market Determination ('TMD') of the Fund are available via the links below. Any potential investor should consider the PDS and TMD before deciding whether to acquire, or continue to hold units in, the Fund.

Link to the PDS: <https://solariswealth.com.au/wp-content/uploads/Solaris-Australian-Equity-Income-Fund-PDS.pdf>

Link to the TMD: <https://solariswealth.com.au/wp-content/uploads/Solaris-Australian-Equity-Income-Fund-TMD.pdf>

For historic TMD's please contact Pinnacle client service Phone 1300 010 311 or Email service@pinnacleinvestment.com

This communication is supplied on the following conditions which are expressly accepted and agreed to by each interested party ('Recipient').

This communication is for general information only. It is not intended as a securities recommendation or statement of opinion intended to influence a person or persons in making a decision in relation to investment. It has been prepared without taking account of any person's objectives, financial situation or needs. Any persons relying on this information should obtain professional advice before doing so. Past performance is for illustrative purposes only and is not indicative of future performance.

Whilst Solaris, PFSL and Pinnacle believe the information contained in this communication is reliable, no warranty is given as to its accuracy, reliability or completeness and persons relying on this information do so at their own risk. Subject to any liability which cannot be excluded under the relevant laws, Solaris, PFSL and Pinnacle disclaim all liability to any person relying on the information contained in this communication in respect of any loss or damage (including consequential loss or damage), however caused, which may be suffered or arise directly or indirectly in respect of such information. This disclaimer extends to any entity that may distribute this communication.

Any opinions and forecasts reflect the judgment and assumptions of Solaris and its representatives on the basis of information available as at the date of publication and may later change without notice. Any projections contained in this presentation are estimates only and may not be realised in the future.

Unauthorised use, copying, distribution, replication, posting, transmitting, publication, display, or reproduction in whole or in part of the information contained in this communication is prohibited without obtaining prior written permission from Solaris. Pinnacle and its associates may have interests in financial products and may receive fees from companies referred to during this communication.