

MA Priority Income Fund

MA Asset Management

31 May 2023



MA Financial Group

Trust

MA Priority Income Fund
ARSN 648 809 849

Responsible Entity

MAAM RE Ltd
ACN 135 855 186; AFSL 335 783

Manager

MA Investment Management Pty Ltd
ACN 621 552 896 AFSRN 001 258 449

The Manager and Responsible Entity are wholly owned subsidiaries of MA Financial Group Limited (**MA Financial Group**). MA Financial Group is an ASX-listed financial services firm specialising in managing alternative assets, lending, corporate advisory and equities.

Investment Strategy

The MA Priority Income Fund (the **Fund**)¹ seeks to achieve its Target Return by investing in Class A units of the MA Master Credit Trust (**Master Trust**).²

The investment strategy of the Master Trust is to create a credit investment portfolio diversified across credit market segments, borrowers, industries, credit qualities and origination channels.

The investment strategy is primarily focused on Australian private debt that is secured, asset-backed or otherwise has defensive characteristics.

¹ The inception date of the Fund was 12 November 2018.

² The Master Trust is an unregistered wholesale Australian unit trust which invests in a portfolio of credit investments.

Portfolio Summary

Number of investments	37
Number of underlying loans ³	240,538
New investments in May 2023	1
Portfolio credit duration (months to maturity)	7.6
Average weekly cash holding during March	8.00%

³ Underlying loans as at prior month end.

Available Platforms (APIR: MAA8010AU)

Australian Money Market, BT Panorama, DASH, HUB24, Macquarie Wrap, Masons Stevens, Netwealth, North, OneVue, Powerwrap, Praemium.

Target Return

RBA Cash Rate + 4.00% p.a. (net of fees and costs).

Monthly Commentary

The macroeconomic environment continues to indicate the Australian economy is slowing, with interest rates now in restrictive territory, inflation moderating but persistent and unemployment remaining very low. The Manager continues to monitor each investment closely for any sign of credit deterioration. At the time of writing, the underlying credit performance of the portfolio remains largely unaffected by the macro conditions.

In May, the Manager made one new investment in a primary market Asset-Backed Securities bond (bonds are backed by secured commercial and consumer vehicle finance).

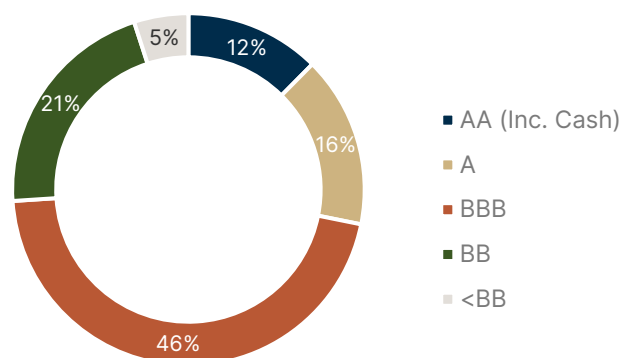
The Manager continues to see and assess investment opportunities with attractive risk-adjusted pricing and terms, reflective of favourable market conditions for lenders and investors in wholesale markets.

The RBA Cash Rate was increased to 4.10% in June, increasing the Target Return for the Fund to 8.10% p.a.

Fund Overview

Fund size	\$740.24m
Master Trust size	\$839.04m
Unit Price	\$2.00
Capital Buffer	10%

Credit Quality⁴



⁴ Rated by MA Asset Management including where not rated by public ratings agencies. Total may not sum to 100% due to rounding.

Research

Lonsec – ‘Recommended’; BondAdviser – ‘Recommended’; SQM – please speak to your financial adviser for more information.

MA Priority Income Fund

MA Asset Management

31 May 2023



MA Financial Group

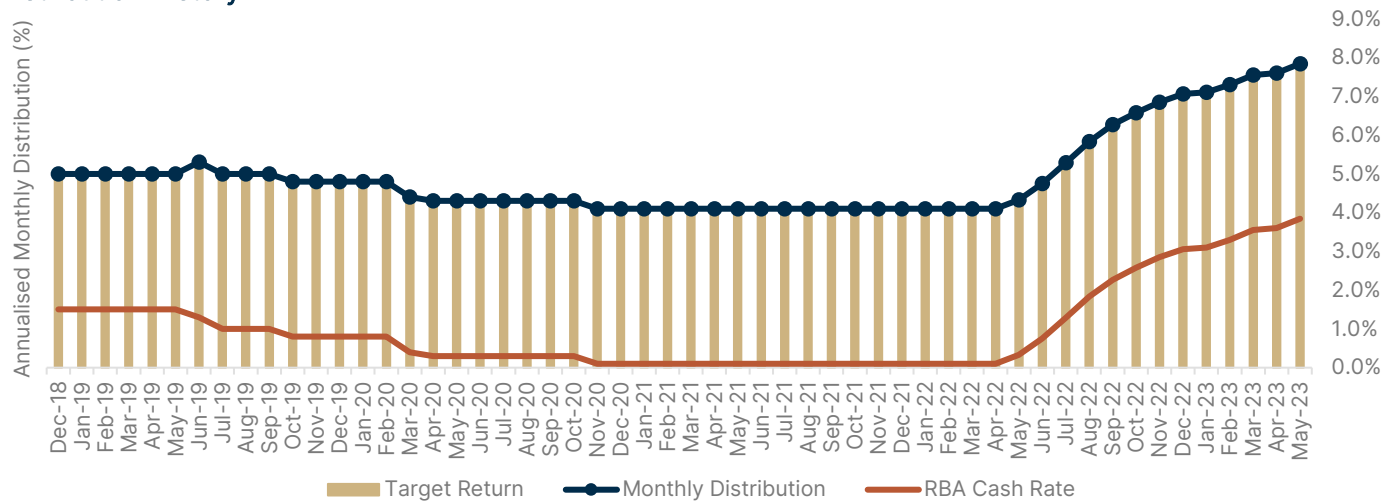
Fund Performance⁵

	1 month	3 months	6 months	1 year	2 years (p.a.)	3 years (p.a.)	Inception ⁶
Total return (%)	0.67%	1.94%	3.75%	6.87%	5.53%	5.10%	5.05%
Average Capital Buffer (%)	10%	10%	10%	10%	10%	10%	10%

⁵ Returns reflect the value of a continuing investor's investment assuming the reinvestment of all distributions and is calculated in accordance with investment performance reporting guidelines of the Financial Services Council (FSC) of which MA Financial Group is a member. **Past performance is not a reliable indicator of future performance.**

⁶ Annualised from inception date of 12 November 2018 (with first distribution paid in December 2018).

Distribution History⁷



⁷ Actual distributions paid in that month assuming they were annualised. The inception date of the Fund was 12 November 2018. **Past performance is not a reliable indicator of future performance.**

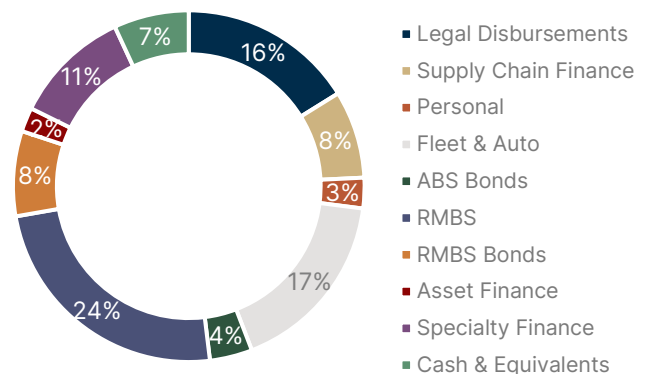
Portfolio Construction

Portfolio Asset Allocation⁸



⁸ Asset target allocations per the PDS.

Sub sector breakdown⁹



⁹ Sub sector classification as defined by MA Asset Management. Total may not sum to 100% due to rounding.

MA Priority Income Fund

MA Asset Management

31 May 2023



MA Financial Group

MORE INFORMATION

The Target Market Determination for Units in the Fund is available free of charge on the Fund webpage [MAFinancial.com/asset-management/retail-funds/ma-priority-income-fund/](https://www.mafinancial.com/asset-management/retail-funds/ma-priority-income-fund/).

For more information, please speak to your financial adviser or the MA Client Services team at clientservices@MAFinancial.com, or on +61 2 8288 5594. Otherwise visit [MAFinancial.com/asset-management](https://www.mafinancial.com/asset-management).

All data as at 31 May 2023 except where referenced otherwise.

Lonsec Disclaimer: The rating issued for MAA8010AU 09/2022 is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit lonsec.com.au for ratings information and to access the full report. © 2023 Lonsec. All rights reserved.

Disclaimer: MAAM RE Ltd (ACN 135 855 186) (AFSL 335783) is the responsible entity (**Responsible Entity**) of the MA Priority Income Fund ARSN 648 809 849 (**Fund**) and the issuer of the units in the Fund. The information contained in this document is of a general nature only and has been prepared without taking into account your objectives, financial situation or needs. Before making any investment decision you should consider obtaining professional investment advice that takes into account your personal circumstances and should read the current product disclosure statement (**PDS**) of the Fund. The PDS for the Fund is available at www.mafinancial.com/asset-management/retail-funds/ma-priority-income-fund/product-disclosure-statement/. Neither the Responsible Entity nor MA Financial Group or any member in its group guarantees repayment of capital or any particular rate of return from the Fund. All opinions and estimates included in this document constitute judgments of the Responsible Entity as at the date of this document and are subject to change without notice.

Past performance is not a reliable indicator of future performance. The value or return of an investment will fluctuate and an investor may lose some or all of their investment. Whilst the Responsible Entity believes the information contained in these materials are based on reliable information, no warranty is given to its accuracy and persons relying on this information do so at their own risk. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Statements contained in this document that are not historical facts are based on expectations, estimates, projections, opinions and beliefs of the Responsible Entity as at the date of this document. Such statements involve known and unknown risks, uncertainties and other factors, and should not be relied upon in making an investment decision. These views may not necessarily reflect the views of any other entity in the MA Financial Group or any member in its group. Any references in this document to targeted or projected returns of the Fund are targets only and may not be achieved. Investment in the Fund is subject to risk including possible delays in payment or loss of income and principal invested. This information is intended for recipients in Australia only.

The Responsible Entity's address is Level 27, Brookfield Place, 10 Carrington Street, Sydney NSW 2000. The Responsible Entity, its related bodies corporate, the Responsible Entity's directors and employees and associates of each may receive remuneration in respect of advice and other financial services provided by the Responsible Entity. The Responsible Entity has entered into various arrangements with MA Investment Management Pty Ltd in connection with the management of the Fund. In connection with these arrangements MA Investment Management Pty Ltd may receive remuneration or other benefits in respect of the financial services it provides. This document is issued by the Responsible Entity on a confidential basis and no part of this material may be reproduced or disclosed, in whole or in part without the prior written consent of the Responsible Entity.