



# Portfolio Report December 2019

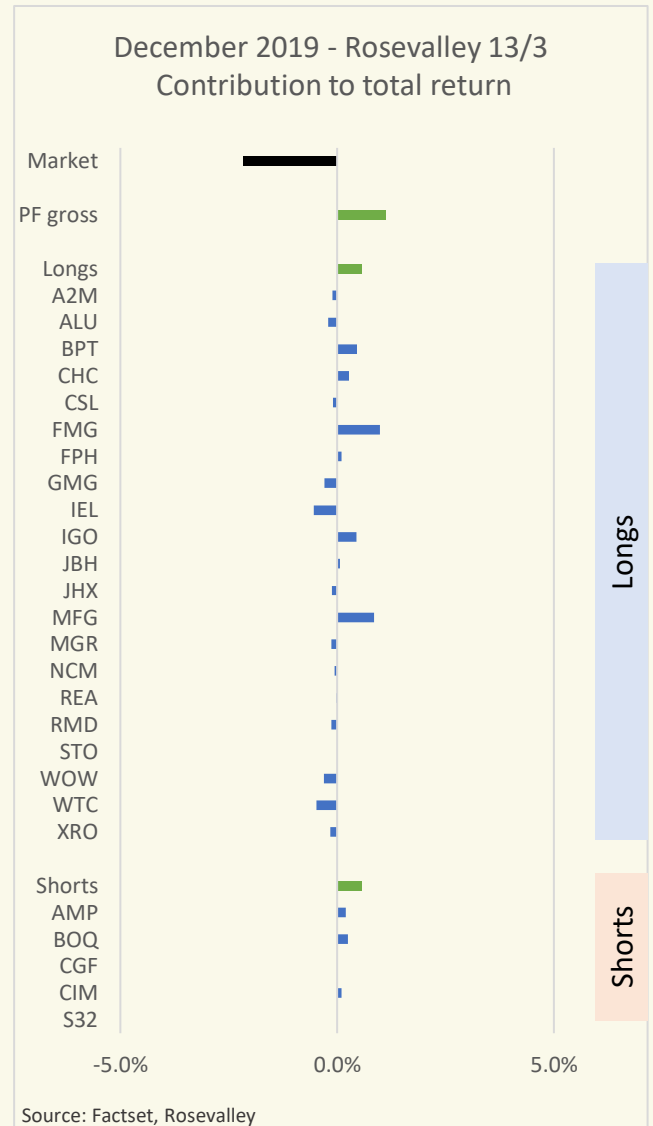
## The Rosevalley Behavioural Finance Funds

The Rosevalley Behavioural Finance Funds are high-conviction funds that take the theoretical and empirical evidence developed over the past 30 years in Behavioural Finance, and systematically build portfolios from these learnings. The portfolios are constructed on a benchmark-unaware basis, but performance is compared to the ASX-200 accumulation index.

Due to unforeseen circumstances, there will be no detailed write-up this month. Instead, we just present the numbers. The portfolios showed an outperformance of 300-400 bps for the month (gross), which takes the gross performance for the calendar year 2019 to around 45-50%. This places the Rosevalley Funds squarely among the top performers in the Australian market. More about this next month.

December 2019	
MSCI World	2.2%
S&P 500	3.0%
DJIA	1.7%
FTSE100	2.8%
DAX	0.1%
Hang Seng	7.0%
ASX200	-2.2%

Source: Factset



Performance as of December 2019

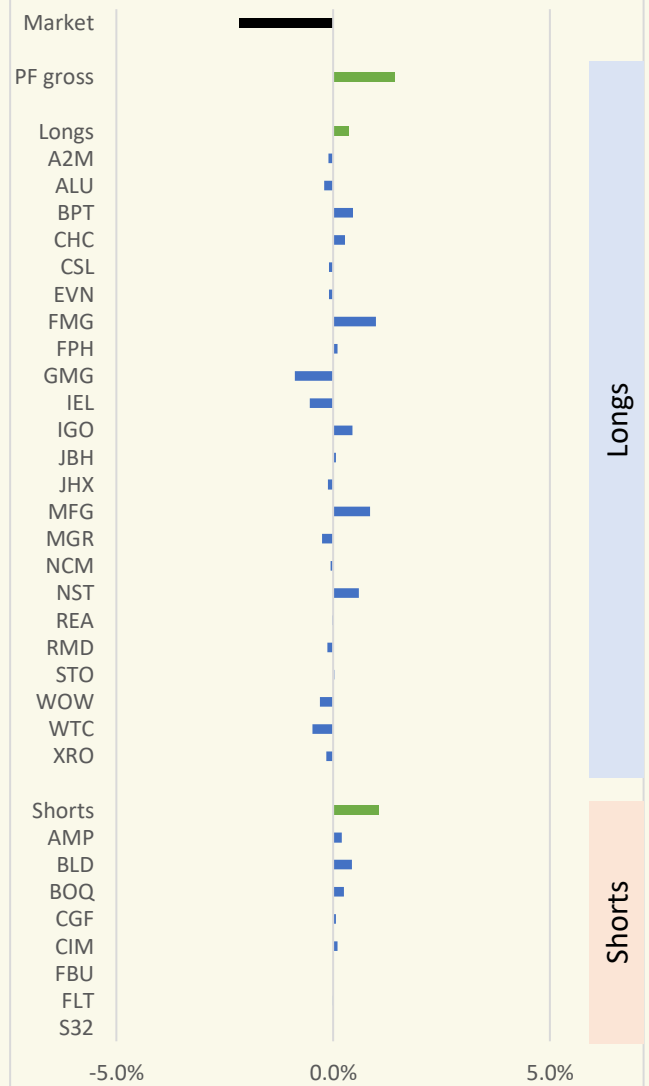
Portfolio		1 month	3 months	6 months	1 year	Since inception (1 Oct 2018)	Since inception (14 Aug 2018)	Since inception (1 Aug 2018)
Rosevalley 13/3	Gross	1.1%	1.5%	1.4%	41.5%	12.6%		
	Net	1.0%	1.3%	0.0%	38.6%	10.2%		
Rosevalley 15/5	Gross	1.4%	-0.1%	-0.8%	36.8%		14.6%	
	Net	0.9%	-1.9%	-4.6%	28.6%		5.1%	
Rosevalley 10/0	Gross	1.5%	2.5%	5.1%	37.0%			27.5%
	Net	0.8%	1.1%	1.0%	23.9%			7.5%
ASX-200		-2.2%	0.7%	3.1%	23.4%	13.2%	12.9%	13.4%

Source: Rosevalley, Factset

Investors in Rosevalley 15/5

Investor 1	4.55%
Investor 2	90.27%
Investor 3	5.17%

December 2019 - Rosevalley 15/5  
Contribution to total return



Source: Factset, Rosevalley

**Rosevalley 15/5  
Since inception  
Growth of \$10,000**



Source: Factset, Rosevalley

**Rosevalley Funds: The Behavioural Finance Approach**

Over the past 30 years Behavioural Finance has emerged as a serious alternative to the Efficient Market Hypothesis. Whereas the Efficient Market Hypothesis starts with the assumption that people (investors) are rational and profit-maximizing, Behavioural Finance builds upon empirical observations of how people actually behave, and goes on to explain securities prices from this principle. Along the development of Behavioural Finance, it has been able to explain many peculiarities that had remained puzzles under the Efficient Market Hypothesis.

Rosevalley Funds portfolios are built around the theoretical and empirical underpinnings of Behavioural Finance, and at heart take advantage of the way human beings behave in the real world.

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**ROSEVALLEY FUNDS**

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