

SKYRING FIXED INCOME FUND

6.95% p.a.*

*per annum for the first 6 months returning to 6.5% per annum thereafter. Rate reduction from 1 September 2020 for new investors.

FROM THE MANAGER

Since our last update, I feel that conditions facing financial markets today are very different to those of 3 months ago or let alone 12 months ago.

Since July 2019, financial markets have reached a new peak in what can only be described as a theme park rollercoaster.

For many, coronavirus blew all forecasts for 2020 and beyond out the window. More recently, the dreaded fear of a secondary wave has become a reality particularly in Victoria and in the US, with a new peak of cases being recorded.

Investing behavioral patterns have been and continue to be reinvented compared to other financial crises of the past. COVID-19 has impacted basically every economy and country to some degree and could also unwind some 25 years of globalisation and the intricate supply chains supporting the global economy.

In Australia, inflationary pressures could eventually build as supply chains are restructured and Australia tries to re-build a meaningful manufacturing base, reducing its reliance on Chinese imports of manufactured goods.

The Reserve Bank of Australia will continue to hold the official cash rate of interest, at an all-time low of just 0.25% and this rate looks to remain on hold for quite some time until the current level of unemployment normalizes back to around 5%.

This means that for many investors and retirees affected by the continual falling interest rates over the past 9 years, will continue to be frustrated as to how they can meet their lifestyle requirements without eroding the long term value of their capital.

What Skyring has seen over the last four months is a continual movement of investor "flight to safety" of capital in exchange for less volatility and stability of income.

As investors, the theme moving forward until the end of 2021 is to remain cautious and increasingly vigilant with your investments and retirement savings.

NEW INCOME RATE FROM 1ST SEPTEMBER 2020

From the 1st of September 2020, the indicative income distribution rate for the Skyring Fixed Income Fund will be reducing from 6.5%pa to 5.85%pa for all new investors and any new additional contributions received from existing investors.

So what does this mean for you? As an existing investor under the current Product Disclosure Statement, your indicative 6.95%pa for the first 6 months and 6.5%pa from month 7 to the **31st August 2021** is locked in for you and will not be reduced.

From the 1st September 2021, the rate on your account balance will reduce to the current monthly indicative rate at that time.

This is a great feature as you receive the certainty of a fixed rate without a long term lock in period.

DISTRIBUTION REINVESTMENTS AND ADDITIONAL CONTRIBUTIONS

As an existing investor in the Skyring Fixed Income Fund, you are now able to reinvest your monthly distributions and also make additional contributions to your account.

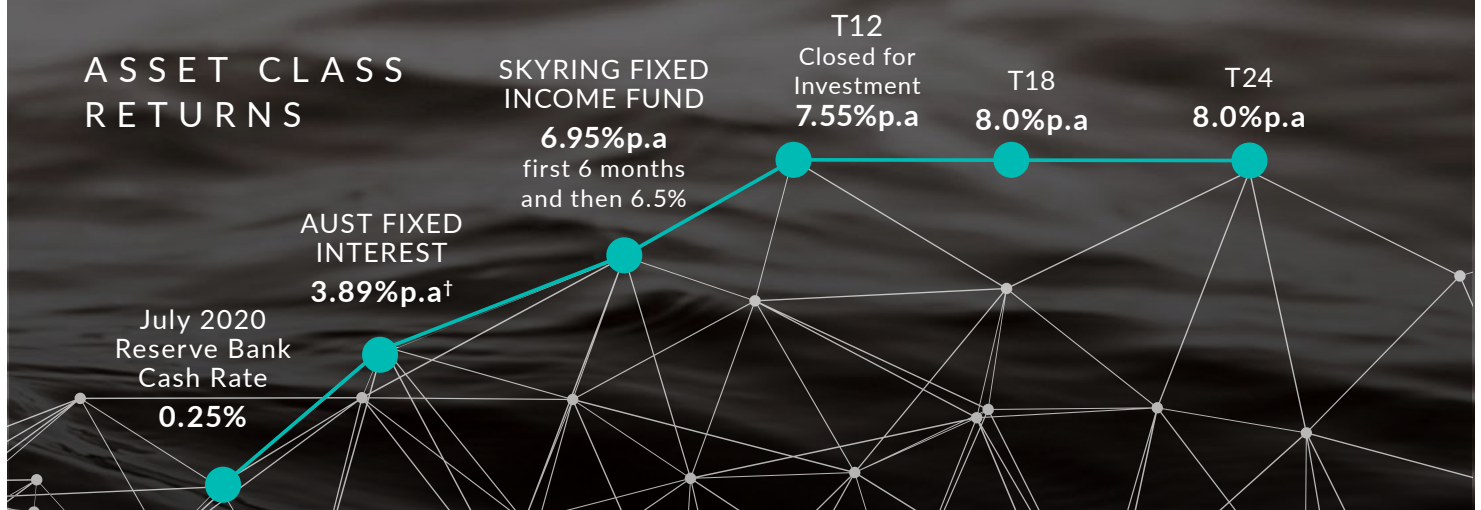
All investments received prior to the 1st September 2020, with units issued, will receive the indicative rate based on the previous month which is currently 6.5%p.a.

If you would like to participate please contact Lisa at investor@skyring.com.au and we will send out the required form for signature.

INVESTMENT PERFORMANCE

Net Returns	Previous Months Net Rate
T24	8%p.a
T18	8%p.a
T12	7.05%p.a
T12 Bonus	7.55%p.a
Skyring Fixed Income Fund ^A	6.5%p.a
Skyring Fixed Income Fund Bonus	6.72%p.a [†]

^AFund commenced 13 July 2018. [†] Estimated average annual rate.



SKYRING FIXED INCOME FUND
(OPEN)

6.95% p.a.*

- First Mortgage Income Fund
- Minimum 3 month investment term
- Pooled vehicle
- Monthly income
- Reinvestments available

Annual Tax Statement
2020 Annual Taxation Statements
will be available on the Skyring
investor portal – 31st July 2020

Skyring Asset Management Limited ACN 156 533 041 Australian Financial Services Licence 422902 is the issuer and manager of the Skyring Fixed Income Fund ARSN 622 775 464 and the Skyring Income Fund ARSN 160 006 824. It is important for you to consider the Product Disclosure Statement for individual funds in deciding whether to invest, or to continue to invest, in the Fund. You can read the PDS on our website or ask for a copy by telephoning us. Returns on our investments are variable and paid monthly. Past performance is not a reliable indicator of future performance. The rates of return from the Funds are not guaranteed, and may be lower than expected. Investors risk losing some or all of their principal investment. An investment in the Funds are not a bank deposit. Withdrawal rights are subject to liquidity and may be delayed or suspended. *Indicative rate for the first 6 months only, returning to 6.5%p.a thereafter. Refer to PDS for further details. Visit our website for further information. † S&P ASX Australian Fixed Interest Index 22/07/2020.