

# GRYPHON

CAPITAL INCOME TRUST

MARKET UPDATE

19 APRIL 2021

# GCI objective is to deliver

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1. *Sustainable  
monthly cash  
income*

2. *Highest risk  
adjusted return*



3. *Capital Preservation*

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# GCI overview Risk vs Return

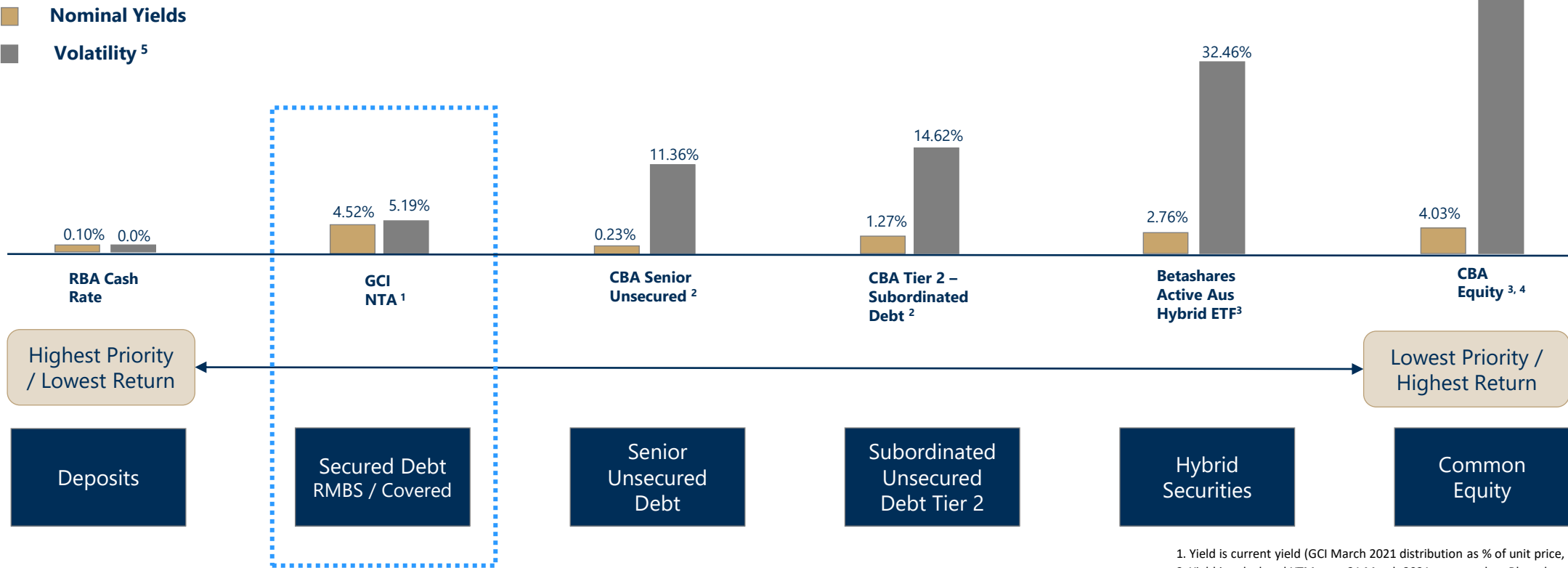
Sustainable  
monthly cash  
income



High risk-  
adjusted  
return

Capital Preservation

## Outsized returns with lower risk



1. Yield is current yield (GCI March 2021 distribution as % of unit price, annualised)  
2. Yield is calculated YTM as at 31 March 2021 - sourced on Bloomberg  
3. Yield is the most recent gross dividend, annualised  
4. Volatility uses daily closing price  
5. Annualised volatility of daily clean price time series since GCI listing – 25th May 2018

# GCI for Income

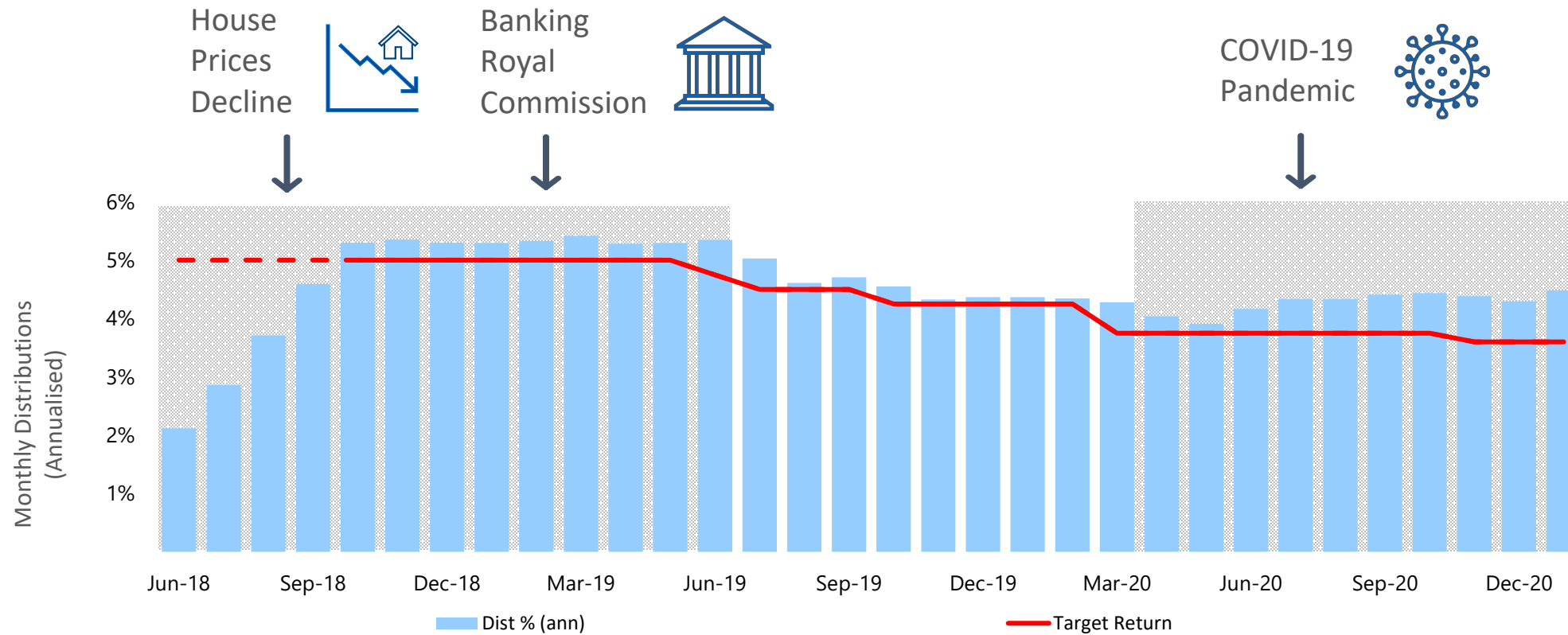
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Capital Preservation

*GCI generates sustainable month income through all conditions*



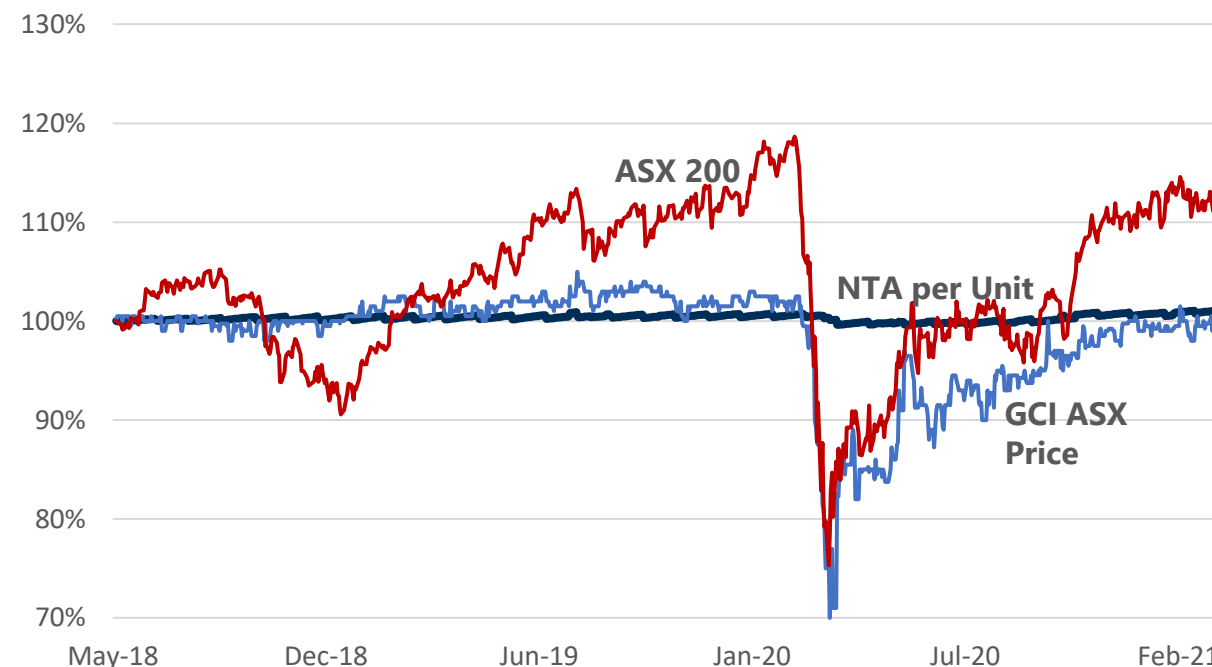
Source: Gryphon

# GCI for Capital Preservation



- When investing for income, capital preservation is paramount and is a central pillar of Gryphon's investment process
- Gryphon Capital Probable Maximum Loss ("PML") stress testing on each security each month (catastrophic loss event)
- No investor in Australian RMBS has ever lost capital when held to maturity

GCI NTA / ASX Price Performance



Source: ASX, Gryphon  
ASX data rebased to GCI Inception

# Workings of QE in Australia

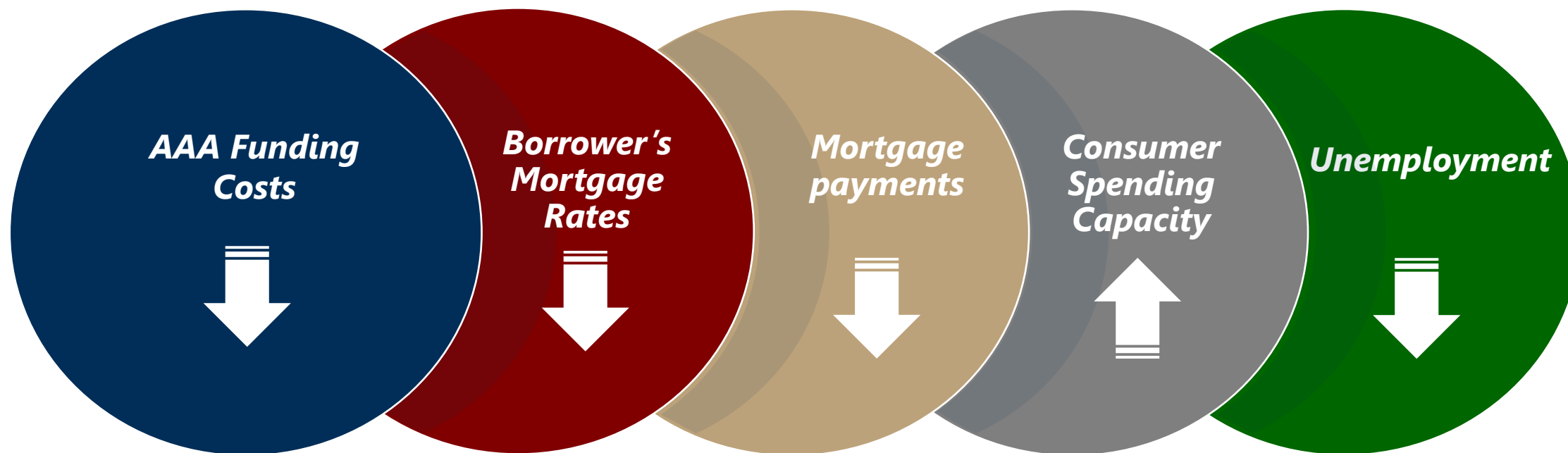
Sustainable  
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Capital Preservation

*Macro outlook is compelling*



# Market Update

Sustainable  
monthly cash  
income



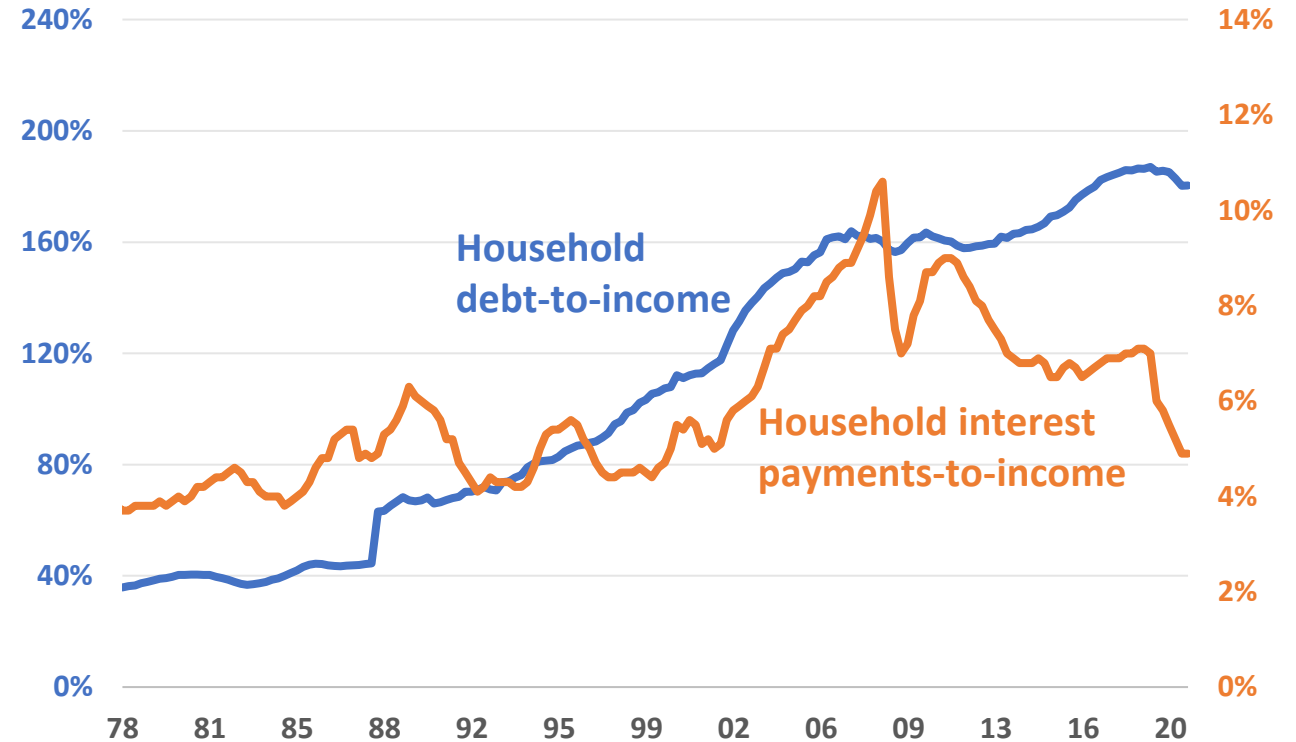
High risk-  
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Capital Preservation

## Macro outlook is compelling

- In the last 12 months we have witnessed  
....
  - Borrowers hardship peaked at 10% of Major Banks' home loan portfolio. Today it's less than 1%
  - Boost to incomes through fiscal stimulus + super withdrawals resulted in material increase in bank deposits
  - Record low mortgage rates
  - Strong housing markets

## Australian Housing Affordability



Source: Bloomberg

# GCI Investor Engagement

*Gryphon’s objective is best in class investor engagement*

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Capital Preservation



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GRYPHON

CAPITAL INCOME TRUST

ASX Code	Market Capitalisation	Latest NTA Per Unit
GCI	\$411 million	\$2.02
Latest Unit Price	Listed	Distribution p.a.*
\$2.02	May 2018	4.31%

\* rolling 12-months

## Gryphon Insights



<https://gcainvest.com/resources/inflation/>



<https://gcainvest.com/resources/introduction-rmbs/>



<https://gcainvest.com/resources/gryphon-insights-gcis-nta/>



<https://gcainvest.com/resources/how-gci-able-meet-its-target-rate-return-low-interest-rate-environment/>

Source: GCI website

# GCI is an appealing investment solution for those seeking...

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monthly cash  
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3. *Capital Preservation*

# Disclaimer

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**ASX release date: 19 April 2021**

**Authorised for release by One Managed Investment Funds Limited, the responsible entity of Gryphon Capital Income Trust.**

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