Perpetual Pure Series Funds

PERPETUAL PURE MICROCAP FUND - CLASS A

June 2026

FUND FACTS

Investment objective: Aims to provide investors with long term capital growth via an investment in a portfolio of quality Australian microcap companies. Microcap companies are defined as companies with a market capitalisation or free float of less than $300m on acquisition.

FUND BENEFITS

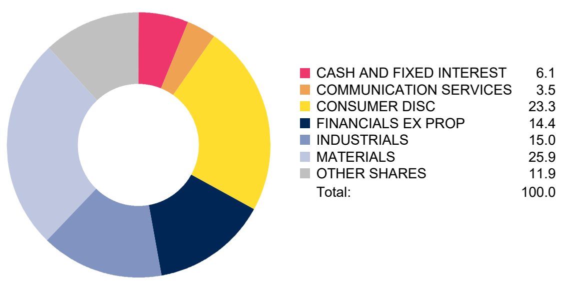
Professionally managed portfolio using Perpetual's bottom up stock selection process The potential for long-term capital growth via an investment in under-researched microcap stocks, which are typically mispriced and undervalued

FUND RISKS

All investments carry risk and different strategies may carry different levels of risk. The relevant product disclosure statement or offer document for a fund should be considered before deciding whether to acquire or hold units in that fund. Your financial adviser can assist you in determining whether a fund is suited to your financial needs.

Inception Date:	September 2013
Size of Portfolio:	$116.69 million as at 31 Mar 2026
APIR:	PER0704AU
Management Fee:	1.28%*
Performance Fee:	20.5% of outperformance*
Performance Hurdle:	S&P/ASX Small Ordinaries Accumulation Index
Investment style:	Active, fundamental, bottom-up, value
Suggested minimum investment period:	Seven Years or longer

PORTFOLIO SECTORS



TOP 5 STOCK HOLDINGS

	% of Portfolio
Capral Limited	7.9%
Wagners Holding Co. Ltd.	6.0%
Civmec Limited	5.4%
Jupiter Mines Limited	5.3%
Joyce Corporation Ltd	5.2%

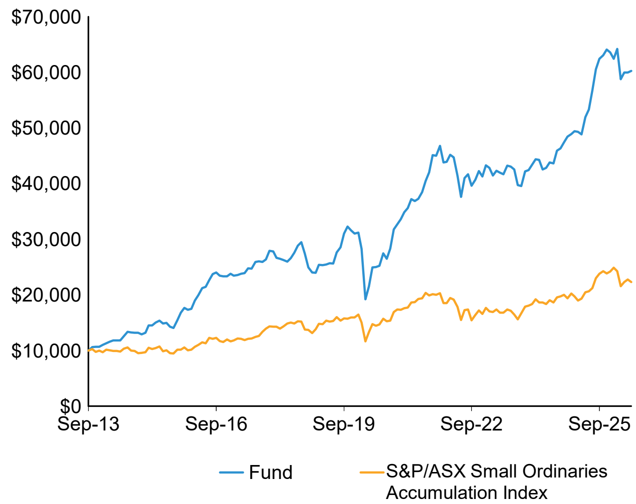
NET PERFORMANCE - periods ending 30 June 2026

	Fund	S&P/ASX Small Ordinaries*
1 month	0.42	-2.00
3 months	2.51	3.32
1 year	13.03	8.11
2 year p.a.	18.59	10.16
3 year p.a.	13.04	9.89
4 year p.a.	12.50	9.53
5 year p.a.	10.10	2.98
7 year p.a.	12.99	5.51
10 year p.a.	10.87	7.03
Since incep. p.a.	15.92	6.47

*S&P/ASX Small Ordinaries Accumulation Index is the Performance Hurdle.

Past performance is not indicative of future performance. Returns may differ due to different tax treatments.

GROWTH OF $10,000 SINCE INCEPTION



*Information on Management Costs (including estimated indirect costs) and a full description of the Fund's performance fee is set out in the Fund's PDS.

MARKET COMMENTARY

The S&P/ASX 300 returned 4.14% over the June quarter, a period defined by geopolitical whiplash and a domestic policy pivot. The Iran conflict drove oil volatility throughout, before the June ceasefire eased tensions and lifted risk sentiment into quarter-end. The May Federal Budget reshaped capital gains tax and negative gearing settings, unsettling property-linked exposures. The RBA hiked twice (April and May) before pausing in June as growth signals softened and unemployment rose. Consumer Discretionary (+18.02%) and Information Technology (+17.40%) led returns, aided by rate-cut optimism and a Megaport-driven tech surge. Real Estate (+12.72%) benefited from the data centre thematic via Goodman Group. Energy (-16.72%) and Utilities (-6.61%) lagged as oil eased and the dollar strengthened. Health Care (-6.08%) hit fresh multi-year lows on CSL and Cochlear downgrades. Financials were modestly positive despite banking sector caution following early post-Budget housing weakness.

PORTFOLIO COMMENTARY

The portfolio's largest overweight positions include Capral Ltd, Wagners Holding Co. and Civmec Ltd. Conversely, the portfolio's largest relative underweight positions include Codan, Megaport and Ventia Services Group, all of which were not held.

Civmec (CVL) continued its recent rally, posting a very strong quarterly gain of 36.4%. CVL announced 3Q26 results on May 15, reporting EBITDA YoY growth of 44.4% and EPS YoY growth of 67.7%, sending the stock 6.47% higher on the day. The stock traded higher again in June on the announcement that it had secured the Structural, Mechanical and Piping (SMP) package at Iluka's Eneabba rare earths refinery project, which we estimate is valued at $300m+. This award materially derisks FY27 earnings and boosts CVL's order book to $1.5bn. On top of this, we believe there is significant runway for further growth in the business. First, CVL is a likely beneficiary of the elevated WA capital investment cycle, underpinned by blue chip mining and energy customers. Second, the company has taken full control of the SEA1180 Offshore Patrol Vessel program following its 2025 acquisition of Luerssen Australia, cementing its position as Australia's leading sovereign naval shipbuilder. Additionally, we like the founder-operator culture, with the Chair and CEO together owning 33% of the equity.

Qualitas (QAL) backed up its 18.67% return in May with an additional 7% in June to close the quarter up 28.6%. The stock's performance over the period was driven by a multiple re-rating, primarily as a result of the Federal budget announcements on 12th May, where negative gearing benefits were preserved for investors in new housing stock. This is expected to redirect capital toward new multi-dwelling developments and expand the addressable market for QAL's residential construction lending. During June, QAL also announced its expansion into Europe with the acquisition of UK-based lender Starz Real Estate. The business was acquired at an attractive valuation, with the $36.5m consideration implying no goodwill was paid for the management business. Between the domestic policy tailwind and this offshore growth optionality, we remain constructive on QAL, which is one of the portfolio's largest active weights. The stock is differentiated from other private credit managers by aligned and well-tenured management, deep due diligence, a stable institutional capital base, and a focus on real estate. There is also significant runway for private credit penetration in Australia relative to other developed markets, which underpins expectations for sustained double-digit FUM and earnings growth.

Enero Group's (EGG) share price was under steady pressure throughout the quarter, declining 33.3% over the period. The underperformance was driven by expectations of a deteriorating macro-economic environment following conflict in the Middle East. This put pressure on the trading multiples of pro-cyclical businesses such as EGG, which as a media agency group generates its income from the marketing decisions of the brands it represents. For the patient investor, we believe there is a mid to long-term turnaround story in the operating performance of the Agency businesses, driven by a refreshed management team. In the short-term, Enero Group's current market cap (A$27m) is below consensus estimates of the business' ending net cash in FY26 at A$31m, implying the market is ascribing negative value to the underlying operating business, and supporting a plausible re-rating.

MaxiPARTS (MXI) fell 27.3% for the June quarter, though a meaningful reduction in our exposure throughout the first half of the period limited the impact on portfolio performance. The decline was driven in part by the 22 May trading update, which highlighted softer demand for aftermarket truck parts. This reflected cyclically depressed commercial road transport activity, itself a function of elevated fuel prices stemming from the US-Iran conflict and generally softer economic conditions amid rising interest rates. Importantly, however, management reiterated FY26 guidance for revenue of $273-278m and operating PBT of $13.4-14.1m. We therefore believe the market may have overreacted to the update, and at approximately 7x NTM P/E, we consider MXI to be trading at fundamentally cheap multiples. Longer-term catalysts to drive returns include population growth, ageing truck fleets, and tighter compliance requirements around repair and maintenance activity for commercial road transport operators.

OUTLOOK

The federal budget was a clear negative for property markets which have now seen low auction clearance rates for several weeks in a row. Sydney and Melbourne in particular have seen clearance rates often slipping below 45%, consistent with a declining market. The risk for the broader economy is that these declines become more entrenched and have knock-on effects to the broader economy, including consumer confidence and even the banking system. Equity markets have been fairly subdued in recent months. This followed a broader rotation which saw Materials and Energy up strongly for the financial year and Healthcare hit hard, highlighting opportunities. Our portfolios remain overweight companies with real businesses and assets across various sectors of the economy that we think continue to trade at attractive multiples. We are most underweight financial leverage and expensive energy, telcos, infrastructure and other names that we believe will come under more pressure.

MORE INFORMATION

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