

PERPETUAL ESG AUSTRALIAN SHARE ACTIVE ETF

ASX code: GIVE

July 2025

FUND FACTS

Investment objective: Aims to provide long-term capital growth and regular income through investment predominantly in quality Australian shares that meet Perpetual's ESG and values-based criteria. Aims to outperform the S&P/ASX 300 Accumulation Index (before fees and taxes) over rolling three-year periods.

FUND BENEFITS

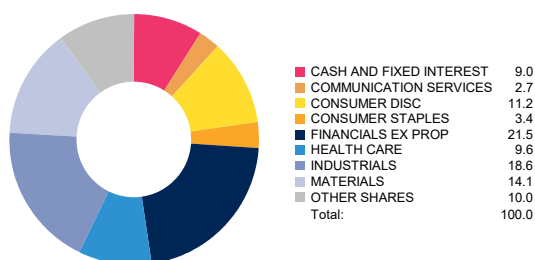
The Fund has two exclusion screens, with which we assess companies. A values-based exclusionary screen for involvement in certain activities, and a ESG exclusionary screen based on an evaluation of companies overall performance on ESG issues.

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.

Benchmark:	S&P/ASX 300 Accum. Index
Inception date of strategy:	April 2002
ASX commencement date:	29 November 2021
Distribution Frequency:	Half-Yearly
Management Fee:	0.65%*
Performance Fee:	15 % of outperformance*
Investment style:	Active, fundamental, bottom-up, value
Suggested minimum investment period:	Five years or longer

PORTFOLIO SECTORS



TOP 10 STOCK HOLDINGS

	% of Portfolio
Deterra Royalties Ltd	6.8%
Reliance Worldwide Corp. Ltd.	5.7%
Brickworks Ltd	5.7%
GPT Group	5.5%
GWA Group Limited	5.2%
ANZ Group Holdings Limited	4.7%
CSL Limited	3.5%
Commonwealth Bank of Australia	3.5%
Dexus	3.3%
Premier Investments Limited	3.2%

*Information on management costs is set out in the relevant PDS

NET PERFORMANCE - periods ending 31 July 2025

	Fund	Benchmark	Excess
1 month	2.37	2.43	-0.06
3 months	6.30	8.25	-1.95
1 year	10.54	11.88	-1.34
2 year p.a.	11.60	12.57	-0.97
3 year p.a.	12.02	12.08	-0.05
Since incep. p.a.	8.94	9.09	-0.14

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

PORTFOLIO FUNDAMENTALS[^]

	Portfolio	Benchmark
Price / Earnings*	18.0	19.6
Dividend Yield*	3.2%	3.3%
Price / Book	2.1	2.3
Debt / Equity	28.9%	38.7%
Return on Equity*	11.0%	12.4%

[^] Portfolio Fundamentals are compiled using our methodology and provided only for the purpose of illustrating the Fund's investment style in action. These figures are forecast estimates, calculated based on consensus broker estimates where available, and should not be relied upon. Dividend Yield is a dividend forecast of underlying securities for the portfolio and does not reflect the distributions to be determined for the fund.

* Forward looking 12-month estimate.

MARKET COMMENTARY

Australian equities extended their winning streak in July, with the ASX 200 gaining 2.35% to 8,742.80, its fourth straight monthly advance. The index set a fresh all-time high on 7 July before momentum stalled, trading sideways for the remainder of the month. Markets balanced optimism over prospective RBA rate cuts with caution around looming U.S. tariff deadlines. While President Trump's tariff agenda dominated headlines, the impact was muted as front-loaded shipments softened the near-term blow, and late-month trade agreements with Japan and the EU lifted sentiment. Sector rotation was evident with an unwind in crowded bank positions, ongoing since late June, weighed on Financials (-1.0%), while Materials (+4.1%) benefited from stronger iron ore prices. Gold miners lagged as safe-haven demand faded, marking a second month of underperformance. Healthcare was the standout (+8.8%), driven by a 74.8% surge in Clarity Pharmaceuticals, robust gains in CSL, and a 43.8% rally in Mesoblast. Consumer Discretionary (+3.1%) outperformed on positioning ahead of potential rate cuts. Corporate news was active with Johns Lyng Group jumping 23% on a \$1.1B takeover offer, while Origin Energy gained 8.2% on value-unlocking news from Octopus Energy. Lifestyle Communities plunged 36.6% on an adverse VCAT ruling, and Botanix fell 53.1% on softer sales momentum. Earnings revisions skewed slightly negative, with 82 upgrades versus 104 downgrades, suggesting selective positioning remains key in the months ahead.

PORTFOLIO COMMENTARY

A feature of this portfolio is that it applies Perpetual's ESG process and values-based investment criteria. The portfolio's largest overweight positions include Deterra Royalties Ltd, Brickworks Ltd and Reliance Worldwide Corporation. Conversely, the portfolio's largest underweight positions include BHP Group Ltd, Commonwealth Bank of Australia and Wesfarmers Limited (not held).

McMillan Shakespeare was a top contributor in July (+14.7%). A leading provider of salary packaging and fleet management (with novated leasing at its core), the business is cash-generative with a strong record of dividends and buybacks. Shares rose as resilient earnings eased concerns over the loss of a South Australian Government contract and softer new-vehicle sales. Solid H1 FY25 cash generation and a more constructive outlook restored confidence that any earnings decline will be modest and short-lived. Supportive regulatory settings - particularly the FBT exemption for EVs - continue to drive demand.

Deterra Royalties contributed positively (+10.4%). Australia's only material pure-play resources royalty company offers exposure to high-quality mines - most notably BHP's Mining Area C - plus interests across lithium, mineral sands, copper, gold and more. July's gain reflected strong quarterly metrics, notably robust Mining Area C volumes, and a diversified portfolio that delivers stable cash flow with limited operating leverage. Earnings resilience, attractive yield and portfolio optionality support confidence in long-term cash flows and upside.

Healius detracted (-10.1%). A major Australian provider of pathology, imaging and day hospitals, its shares weakened as the market focused on structural challenges in pathology - lower post-COVID testing volumes and sustained cost pressures. Uncertainty over margin stabilisation and an earnings recovery weighed further. Despite this, Healius remains strategically important with a national network and exposure to long-term diagnostic demand. Streamlining initiatives and balance-sheet actions, alongside any industry improvement, could support a recovery.

Persimmon was cautious in July as sentiment on a UK housing recovery stayed subdued amid sluggish prices and limited planning approvals. The company showed resilience via bulk-sale partnerships and diversified revenue streams, reducing reliance on government schemes.

Underlying demand improved as mortgage rates trended lower, pointing to a potential autumn pickup if financing holds. As a top-three UK housebuilder with a broad footprint and vertical integration, Persimmon has defended margins through cycles. A sizeable land bank and bulk-sale partnerships provide visibility and flexibility, supporting an attractive risk-reward at current valuations.

OUTLOOK

Markets stand at a critical crossroads. Concerns over U.S. debt and deficit continue to mount following passage of the "big, beautiful bill," yet risk appetite has proven resilient. Global equities, led by growth and technology names, have extended the rebound that began in mid-April, erasing much of the tariff-driven sell-off. Investor enthusiasm has been underpinned by strong corporate earnings - particularly in tech, where Nvidia again delivered revenue growth well ahead of expectations - and by signs central banks remain ready to ease policy if growth slows. Although the U.S. dollar continues to roll over, it remains near generational highs. Historical precedents in 1985 and 2000 suggest such peaks often coincide with turning points in global capital flows, with investors rotating to regions offering more compelling valuations, including select emerging markets. Policy currents are also shifting with Trump pressing for broader market access while challenging currency and regulatory tools; the U.S. and U.K. are pursuing banking deregulation; Germany is advancing reflation via reforms and a €500b investment plan. With Australian and U.S. equities in the 96th-97th valuation percentile, asymmetric risks skew downside. Together, these forces suggest an imminent inflection in market levels and leadership.

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