

INVESTMENT UPDATE – SEPTEMBER QUARTER 2023

The PPF Diversified Growth Fund has been setup to actively manage a portfolio of Australian equities, property and private equity. While target exposures to international equities and absolute return strategies are anticipated to be accessed through a fund-of-funds approach.

The Fund seeks value in under-appreciated and mis-priced sectors. The focus is on thematic investment opportunities where the Manager believes outsized returns can be delivered over a 3-5 year period.

PERFORMANCE

| | 3 month | 1 year | 2 year p.a. | 3 year p.a. | 4 year p.a. | 5 year p.a. |
|-----------------------------|---------|--------|-------------|-------------|-------------|-------------|
| PPF Diversified Growth Fund | 7.72% | 13.45% | 14.82% | 25.39% | 21.34% | 13.69% |
| Benchmark | -2.15% | 8.87% | -1.95% | 6.62% | 1.32% | 2.57% |
| Value Add (net) | 9.87% | 4.58% | 16.77% | 18.77% | 20.02% | 11.12% |

Actual performance will differ for clients due to timing of their investment. Returns are calculated net of fees. Benchmark is the S&P/ASX 200 Index. Past performance is not an indicator of future returns.

| Key Information | |
|-------------------------------|--|
| Investment Objective: | To outperform the S&P/ASX200 Index (Benchmark) measured over rolling 3 year periods. |
| Minimum Investment: | \$20,000 |
| Management fee: | 0.77% p.a. |
| Performance fee: | 20% > benchmark |
| Manager & Responsible Entity: | PPF Asset Management Limited |
| Auditor: | RSM Australia |
| Custodian: | Sandhurst Trustees Limited |

Management fee excludes some fees including expense recovery.

Refer to PDS for details.

| Top Fund Contributors (Qtr) (by contribution) |
|--|
| Boss Energy Limited Deep Yellow Limited Paladin Energy Limited |

COMMENTARY

For the September quarter, the Fund delivered a return of positive 7.72% net of fees to our investors, outperforming the S&P/ASX200 Index which achieved negative 2.15% over the same period. This brings the Fund's calendar year-to-date return to positive 5.65% net of fees.

The Fund returned to the winner's circle during the quarter with solid performance from our long-term thematic exposure to uranium which saw the Fund substantially outperform the benchmark return by almost ten percentage points. The discomfort around fossil fuels and the shuttering of coal-fired power stations across the West in particular, and the shift towards intermittent energy sources will only enhance the credentials of nuclear as a zero-carbon alternative resulting in a well-supported uranium market. There were pockets of performance in our technology exposures as well.

With inflation continuing to surprise, interest rates will continue to weigh on market sentiment and positioning. As the market enters its seasonally most bullish period, we expect opportunities to continue to emerge in selected sectors and stocks. And with geopolitical events across the Middle East reigniting in early October, the outlook for traditional energy may yet retake the centre stage.

PPF Diversified Growth Fund

A.R.S.N. 099 838 016

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FINANCIAL

Disclaimer

This document is prepared by PPF Asset Management Limited (AFSL 229696) ('PPFAML') as the investment manager, issuer and responsible entity of the PPF Diversified Growth Fund ARSN 099 838 016 ('the Fund').

This communication is for general information only. PPFAML may provide general information about the management of the Fund. It is not intended as a securities recommendation or statement of opinion intended to influence a person or persons in making a decision in relation to investment. It has been prepared without taking account of any person's objectives, financial situation or needs. Any persons relying on this information should obtain professional advice before doing so. To the extent permitted by law, PPFAML, their officers, employees, consultants, advisers and authorized representatives, are not liable for any loss or damage arising as a result of any reliance placed on this document. Information has been obtained from sources believed to be reliable, but we do not represent it is accurate or complete, and it should not be relied upon as such. Past performance is for illustrative purposes only and is not indicative of future returns.

The Product Disclosure Statement ('PDS') and Target Market Determination ('TMD') of the Fund are available at the following link: <https://www.ppf.com.au/downloads>. Any potential investor should consider the PDS and TMD before deciding whether to acquire units in the Fund.