



Refer to glossary for definition of the rating

Product Review

About this Product

Investment manager	Amova Asset Management UK Limited
Benchmark	MSCI AC World NR Index AUD
Product structure	Managed Fund
Product size	\$301.57m
Inception date	Nov 1995
Asset class	Global Equities
Sector	Global Large Cap
Peer group	Growth
Rated peers	64

Product Characteristics

Business Life Cycle	Mature
Product Wind-Up Risk	Low
Key Person Risk	Low
Tenure of Decision Makers	High
Complex (RG240)	No
Strategy Remaining Capacity	\$22.00b
ESG Approach	Risk or Value
Peer Relative Fees and Costs	Below median

Annual Fees and Costs (% p.a.)

Management fees & costs	0.99
Performance fee costs	0.00
Net Transaction Costs	0.00
Buy/Sell Spread	0.15/0.15
Annual fees and costs	0.99

Source: FE fundinfo, PDS Date: 01/Sep/2025

Product Opinion

The Fund's **'Recommended'** rating has been maintained following the latest review. This rating reflects the experienced and long-tenured portfolio management team, as well as their highly collaborative and well-structured investment approach. However, the team's modest size, together with relatively weaker alignment mechanisms, remains a consideration when compared with peers. Additionally, the Fund has not met its investment objective, with stock selection challenges and style headwinds playing a role, though the strategy's longer-term performance remains solid.

Lonsec Rating Model

Rating key: ●●● Above ●●● In-line ●●● Below

Factor	Peer Rating	YoY Score Change
Business	●●●	—
Team	●●●	—
Process	●●●	—
ESG	●●●	↓
Product	●●●	—
Fees	●●●	—
Performance	●●●	↓

Allocation Profile

Core		
Satellite		
	Low Complexity	High Complexity

Return Profile

Income		
Capital		
	Defensive	Growth

Strengths

- The investment team is broadly experienced with considerable co-tenure among portfolio managers.
- The research approach is highly collaborative which promotes the strong buy-in of the investment team.
- The strategy's focus on 'Future Quality' investments enhances defensive characteristics on a peer relative basis.

Weaknesses

- Compared with similarly sized peers, the Manager's alignment mechanisms are less comprehensive than peers..
- The strategy's more recent performance has weighed on medium-term results, although its longer-term track record remains sound.

Key Facts

Key Objectives

Investment objective	To outperform the benchmark by 3% p.a., before fees, over rolling three year periods
Internal return objective	To outperform the benchmark by 3% p.a., before fees, over rolling three-year periods
Internal risk objective	Tracking error within 3-8% p.a.

Asset Allocation (%) (as at 31/12/2025)

Australian Equities	0.89
International Equities	98.60
Cash	0.51
Total	100.00

Source: FE fundinfo

Rating History

10-Apr-2025	Recommended
21-May-2024	Recommended
08-May-2023	Recommended

Product Distribution Profile

Frequency	Annually
Last Missed Distribution	30 Jun 2025
Number of Missed Distributions in the last 5 years	5
AMIT Election	Yes
TOFA Election	Yes

Top 10 Holdings (as at 31/12/2025)

	Weight (%)
NVIDIA CORPORATION	6.650
MICROSOFT CORPORATION	6.320
AMAZON.COM, INC.	5.360
BROADCOM INC.	3.540
INTESA SANPAOLO SPA	2.980
SONY GROUP CORPORATION	2.910
CAIXABANK SA	2.730
HDFC BANK LIMITED	2.710
NETFLIX, INC.	2.530
DBS GROUP HOLDINGS LTD	2.490

Source: FE fundinfo

Target Market Determination

Produced by issuer	Yes
Provided to Lonsec	Yes

Performance Analysis - annualised after fees at 31/12/2025

	1 Year	Median	2 Year	Median	3 Year	Median	5 Year	Median
Performance (% p.a)	2.99	3.96	19.29	15.35	16.60	17.36	10.90	9.99
Standard deviation	10.05	10.61	11.30	11.30	10.40	10.85	11.35	12.08
Excess return (% p.a)	-10.59	-8.62	-1.98	-5.91	-4.74	-4.50	-3.59	-5.31
Outperformance ratio (% p.a)	25.00	33.33	45.83	41.67	41.67	38.89	43.33	42.50
Worst drawdown (%)	-5.87	-8.96	-5.87	-8.92	-6.59	-9.00	-17.14	-22.45
Time to recovery (mths)	2	-	2	3	3	NR	16	-
Sharpe ratio	-0.10	-0.00	1.33	0.92	1.20	1.20	0.72	0.57
Information ratio	-2.40	-1.31	-0.42	-1.05	-0.99	-0.89	-0.79	-0.84
Tracking error (% p.a)	4.41	6.09	4.78	5.88	4.78	6.02	4.54	6.45

Lonsec Peer Group: Global Equities - Global Large Cap - Growth

Product Benchmark: MSCI AC World NR Index AUD

Cash Benchmark: Bloomberg AusBond Bank Bill Index AUD

Time to recovery: NR - Not recovered, dash - No drawdown during period

Business ●●●

Facts

Investment Manager	Amova Asset Management UK Limited
Ultimate Parent Company	Sumitomo Mitsui Trust Group, Inc
Headquarters	Tokyo, Japan
Inception Date	Jan 1984
% Staff Ownership	0-10%

Governance

% Independent board members	25
% Female board members	13
Independent chair	Yes
CEO as Chair	No
Separate Audit Committee	Yes

Who is the Manager?

Yarra Capital Management Limited ('Yarra') serves as the investment manager for the Fund, which has delegated asset management responsibilities to Amova Asset Management UK Limited ('Amova' or 'the Manager'). The firm was previously known as Nikko Asset Management ('Nikko') and was rebranded to Amova on 1 September 2025. Among Asia's largest asset managers, Amova offers equity, fixed-income, multi-asset, alternatives, and passive strategies. Amova remains a consolidated subsidiary of Sumitomo Mitsui Financial Group ('SMFG'), a major Japanese multinational financial services group and holding company.

Lonsec Opinion

Profitability

Amova operates as a stand-alone profitable entity with significant funds under management ('FUM') and is well capitalised. The firm's diversified FUM, spanning various distribution channels, investment strategies, and client types, enhances the stability and quality of its earnings.

Business Track record

Amova forms part of the Amova Asset Management Co., Ltd. group, which was founded in 1959, and has built a strong and successful track record in asset management. Over the years, it has expanded and diversified its investment strategies, spanning multiple geographies and asset classes, reinforcing its expertise and market presence.

AUM



Metrics

Total AUM	US\$260.3b
Investment Management Headcount	84
Investment Professionals	246
Sales & Service Distributor	0 (Australia) Yarra Capital Management

Business Ownership

Amova is a prominent investment manager with a demonstrated tendency to pursue mergers and acquisitions opportunistically. While this focus on asset growth can strengthen its market position, it also carries the risk of diluting the firm's underlying investment culture. Furthermore, its ownership structure restricts direct equity participation by members of the investment management teams, which could influence the firm's investment culture. However, this challenge appears to have been effectively managed thus far, with Amova maintaining strong support for its teams.

Business Governance

The firm's business governance structures are viewed as positive, including the presence of a separate audit committee and no regulatory findings in recent years. While increased board independence would be a welcome enhancement, the additional oversight from Amova's parent company, SMFG, is seen as reinforcing governance rigour.

Team ●●●

Key Decision Makers (KDM)

	Primary function	Dedicated to strategy	Appointed to strategy	Industry/Mgr exp. (yrs)	Exp. in PM roles (yrs)
Greig Bryson	Portfolio management	No	2014	27/11	25
Iain Fulton	Portfolio management	No	2014	29/11	28
James Kinghorn	Portfolio management	No	2014	27/11	25
William Low	Portfolio management	No	2014	38/11	37
Johnny Russell	Portfolio management	No	2014	27/11	26
Ella-Kara Brown	Portfolio management	No	2023	21/2	15
Michael Chen	Portfolio management	No	2025	11/7	1

KDM Change*

	Function	Change	Type	Tenure (yrs)	Date of change
Ella-Kara Brown	Portfolio management	Joined	New	2	Nov 2023
Michael Chen	Portfolio management	Joined	Internal	7	Apr 2025

* Last 3 years

Profile

Size	8
Structure	Centralised
Turnover	Low

Alignment

KDM equity held in manager	No
KDM co-investment in strategy	Yes
Performance-Based bonus	Yes
Long term incentive plan	No

Resources

	Number	Average Years Experience
Key decision makers	7	26
Portfolio Managers		
Hybrid portfolio manager/analysts		
Dedicated analysts	1	3
Dedicated dealers	3	24
Quantitative		
ESG/Sustainability	3	14
Macro		
Investment Specialists		

Who is the Team?

William Low and selected members of his former Scottish Widows Investment Partnership ('SWIP') team joined Amova in 2014 after Aberdeen Asset Management ('Aberdeen') took over and fully integrated the former SWIP equities business. This marked an expansion of Amova's capabilities to global equities and continues the firm's push for growth.

The investment team comprises eight members, with seven portfolio managers and one analyst. Michael Chen was promoted to portfolio manager in April 2025 after six years with the firm. Each team member conducts research to ensure coverage of every sector by at least one portfolio manager or analyst. Together, they manage a universe of around 100 stocks. The team operates with a flat structure, making decisions collaboratively. The broader business supports the team with portfolio and ESG specialists, along with a trading team.

Lonsec Opinion

Skill

The portfolio managers are renowned as quality investors, offering valuable insights into portfolio management, with an average of over 26 years of industry experience. Ella-Kara Brown is the newest external addition to the team, bringing over 18 years of experience gained exclusively at Aberdeen. While Brown is seen as aligned philosophically due to similarities in investing ethos, her integration into the team and its processes continues to be closely monitored. Further, although Chen was promoted internally, he has a relatively lower level of industry experience, and this represents his first formal appointment in a portfolio management capacity. That said, his industry experience is deemed sufficient for this role. The team functions within a collegiate structure. Additionally, the team is centralised at the Manager's Edinburgh office, which facilitates the exchange of ideas and collaboration in research. However, a potential drawback of this structure is being less proximate to other offshore markets compared to competing multi-jurisdictional teams.

Team Size

The investment team is moderate in size compared to its peers; however, its exclusive focus on a single strategy serves as a meaningful offset. Additional strengths include the team's decent experience, strong co-tenure, and relatively concentrated list of actively researched stocks. Furthermore, the team's structure - where analysts tend to hold both primary and secondary responsibilities - supports knowledge retention and continuity in the event of a lead analyst's departure.

Track Record/Co-Tenure

With the exception of Brown and Chen, the portfolio managers have established a strong track record of collaboration, dating back to their time at SWIP in 2011 before joining the Manager in 2014. Furthermore, aside from the recent departure of Portfolio Analyst Ellie Dupuis in late 2024, it is reassuring that the team has remained largely stable.

Alignment

Alignment with end investors is deemed sufficient, although not as robust as that of peers. The team is entitled to bonuses as part of its variable remuneration, determined by the strategy's performance and the company's profitability. Additionally, the team is motivated by a direct share of the revenue generated, with this share vesting on a rolling three-year basis into units in the strategy. However, KDMs do not possess equity in the business, which somewhat diminishes alignment relative to boutique peers.

Key Person Risk

Key person risk ('KPR') is considered moderately low, primarily focused on Low and other senior investors due to the team's relatively small size. The lack of direct equity ownership is thought to heighten KPR. However, mitigating factors include the structured investment process, the co-portfolio management structure, which is expanding, and the relatively flat team structure.

What is the Investment Process?

Amova utilises a bottom-up and top-down, fundamental approach to identify high-quality companies. The investment style is termed 'Future Quality', which entails selecting companies with robust and growing cash flows, returns exceeding their cost of capital, sustainable franchises, capable management teams, appropriate leverage, and a focus on value. Additionally, Amova considers companies in their early stages, turnarounds, and those improving in quality. Consequently, the Fund's style may appear 'core' at certain points in the cycle, but it generally maintains a bias towards 'quality/growth'. The investment process is highly collaborative, with all members actively involved in stock and portfolio discussions. Final decision-making for the Fund rests with the co-portfolio managers.

Lonsec Opinion & Supporting Facts

Philosophy and Universe

Investment Type	Fundamental/Qualitative
Investment Approach	Bottom-up (& Top-down)
Investment Style	Growth
Typical market cap	All-cap
Minimum market cap	US\$1b
Available Universe	The selection universe is all global listed equities in developed and emerging markets

Amova's Future Quality approach is highly portable to the Fund's investment universe and aligns well with the Fund's outperformance objectives. The investment style adopted has remained consistent since the strategy's inception in 2011. The Fund's mandate, while more tracking-error-aware than some peers, is flexible enough to meet its 3% p.a. alpha target over rolling three-year periods.

Research Process

Key screens	Market Cap
Screened universe	500
Idea generation	Financial market data, Economic data, Newsflow/Events, Expert networks, Financial statements
Stocks researched	100
Annual manager meetings	88
Key research inputs	Financial statements, Company meetings, Company data, Industry data, Economic/Market data, Expert networks
Primary valuation approach	DCF

The investment process is considered to be generally well-structured and pragmatic in design. Amova's strength lies in the experience and tenure of its senior investors, who have established a solid track record. The team uses various sources for idea generation, including quantitative tools and detailed investigations into broad trends identified through bottom-up analysis. This multi-faceted approach is seen as practical, although the results of the team's thematic analysis have been inconsistent at times. Additionally, the team's breadth is naturally limited somewhat due to its modest size and lack of offshore presence. While the team can access the broader Amova network, the primary benefit is considered to be the use of the Amova brand and its sizeable footprint. When it comes to 'bottom-up' research, the team's intellectual property is primarily centred around their analysis of quality and valuation. Amova maintains a consistent valuation framework, enhancing comparability across investments. The firm's investment tools are well-aligned with its process, combining a balanced mix of internal and off-the-shelf solutions. While the team's centralised location and absence from key offshore markets could pose a competitive limitation, this is largely offset by the deep sector expertise of its senior investors.

Process (continued) ●●●

Portfolio Construction

Portfolio management structure	Co-PM
Approach to benchmark	Benchmark Aware
Typical security numbers	43
Typical securities range	40-50
Typical portfolio turnover p.a.	30.00%
Typical active share	92.00%

The research process concludes with each stock being ranked based on three key criteria: alpha upside, alpha confidence, and the uniqueness of its alpha drivers. These scores are determined solely by the responsible sector specialist and can only be modified by them. This scoring methodology is considered effective in helping the team efficiently identify the most compelling opportunities and integrate them into the final portfolio. While portfolio construction is a collaborative process, sector specialists play a significant role due to their influence on scoring. The process is generally transparent, which promotes collaboration, consistency, and repeatability. The collaborative approach to decision-making, while supportive of buy discipline, may slow the implementation of portfolio changes, particularly given the recent increase in the size of the portfolio management team. Whilst the proprietary ranking tool provides a useful mechanism for identifying where conviction may be waning across the team, some tolerance for holding stocks with declining conviction has been observed.

Capacity Management

Capacity guidance	\$30.00b
Strategy AUM	\$8.00b
Portfolio liquidity (1 week)	99.42%
Substantial holdings by manager	None
Strategy previously closed	No

The Manager's capacity limit is considered appropriate given the size of the investment universe. Currently, there are no capacity concerns for the strategy, as FUM remains well below the estimated capacity threshold.

Investment Risk Management

Monitoring external to investment team	Yes
Frequency of monitoring	Daily
Primary risk management system	Barra
Security Limits (Min./Max.)	Soft: Benchmark Relative, 1-6%
Sector Limits (Min./Max.)	Soft Limit: Benchmark relative, 0-20%
Country Limits (Min./Max.)	Soft Limit: Benchmark relative, 0-20%
Non-index Allocation (Typical, Max.)	15%, 100%
Cash Allocation (Typical, Max.)	2%, 10%

The Fund's risk mandate is somewhat constrained by a tighter tracking error target compared to some peers. To align with this, several broad risk limits are in place. Risk management is complemented by Amova's ranking tool along alpha dimensions, which enables comparisons between stocks. Amova employs a range of off-the-shelf risk tools, however, the team typically reduces reliance on these tools during market inflection points and periods of heightened volatility. During such periods, greater emphasis is placed on stock-specific fundamental risk analysis over quantitative risk tools, which is considered pragmatic given the backward-looking nature of these tools. The team regularly engages with a separate risk team, and this segregation of duties is regarded as good practice.

Manager Positioning - Product

Responsible investment style	ESG Integration
ESG approach	Risk or Value
Sustainability thematic	No Sustainability Thematic
Non-financial objective	None

What is the Manager's ESG approach for this product?

The Manager has indicated that their responsible investment style is 'ESG Integration' and as such they consider environmental, social and governance factors when assessing investment opportunities. With a primary ESG style of 'Risk or Value', managers will determine inclusion based on the balance of overall risk (including ESG risk) and potential return. As a result, this approach may mean that lower-quality ESG companies may be included if the return potential is sufficient, and this may conflict with some clients' perception of what a strong ESG process would deliver.

Sustainability Score

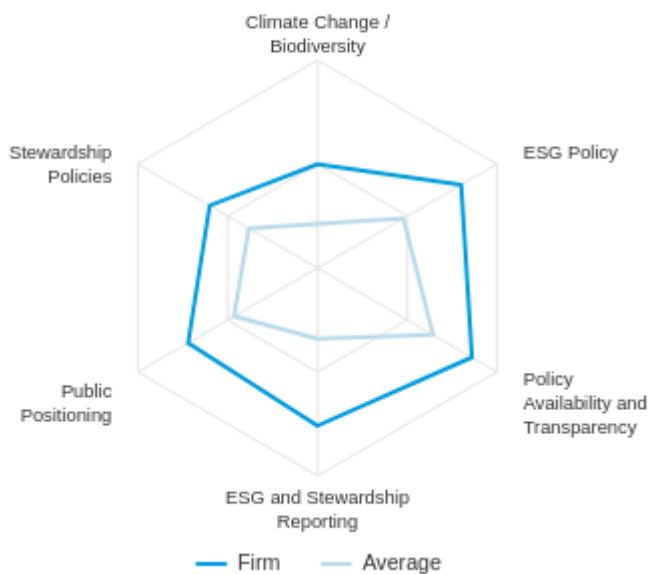
No score.

Lonsec Opinion & Supporting Facts

Overview

ESG Process Score Mod

ESG Snapshot



Product Level Approach

The Manager has an appropriately structured approach to the collection and use of ESG-specific data. The Manager accesses a smaller range of external data providers than other managers of their size. The Manager demonstrates a foundational ESG research element in their investment process. Research outputs are qualitative, allowing input to investment decisions but in a less structured manner than in some peers. Transparency on the transmission from research to portfolio construction is limited. Portfolio monitoring is evident, however it is rather limited in scope. Pleasingly, there are some portfolio limits in place. Engagement is a clear component of the Manager's approach and is managed with an adequate engagement prioritisation and record-keeping process.

Strategy: Clarity, Measurability & Reporting

This product does not make any specific claim to being a sustainable, ethical or impact offering. As such, an alignment review for the product is not required, and thus the product's risk of misalignment has been assessed as not applicable.

Manager Level Approach

The Manager's overall ESG policy framework and disclosure are ahead of their peers. The Manager is committed to integrating ESG within their investment process, with a robust framework and strong public positioning. The proxy voting policy and reporting on voting outcomes align with peers, supported by a decent proxy voting policy framework and publicly available voting decisions. The Manager has highlighted that engagement is the key pillar of their ESG implementation. A robust framework underpins the engagement policy. Reporting on engagement outcomes is publicly available and broadly in line with peers.

Product ●●●

Service Providers

Responsible entity	Yarra Funds Management Limited
Investment manager	Amova Asset Management UK Limited
Custodian	Citicorp Pty Limited
Administrator	Citicorp Pty Limited
Fund Auditor	Deloitte
Change in Key Providers? (Over last 12 months)	No

Product Details

Product size	\$301.57m
Fund 12-month net flows	Negative
Distribution model	Affiliate
Buy/sell spreads	0.15%/0.15%
Investment structure	Underlying product
Product type	Registered Managed Investment Scheme (Unitised)
Currency hedged	No
Use of derivatives	No

What is the Product Structure?

The Fund substantially invests in shares of the Amova Global Equity Fund (the 'Underlying Fund'), a sub-fund of the Amova Global Umbrella Fund, an open-ended investment company. The Fund follows a straightforward, listed global equity strategy, primarily focusing on mid to large-cap stocks and remaining currency unhedged. Yarra Funds Management Ltd serves as the product's Responsible Entity ('RE') and is considered a related party.

Lonsec Opinion

Service Providers

Large 'tier 1' service providers have been engaged for critical functions such as custodial, administration and broking services. While the Fund uses a related party RE, there have not been any issues with this model since the product's inception.

Wind-up Risks

The product and the broader global equity capability enjoy strong market support, with minimal wind-up risk. This support is enhanced by the additional distribution resources provided by Yarra locally.

Operational 'Red Flags'

Implementing the product is not considered operationally challenging. However, it is structured as a feeder fund, gaining exposure through purchasing or selling shares in a Luxembourg investment company. This structure might be less tax-efficient than direct equity investments, so investors may wish to seek independent tax advice.

Fees ●●●

Annual Fees and Costs (% p.a.)

Management fees & costs	0.99
Performance fee costs	0.00
Net Transaction Costs	0.00
Buy/Sell Spread	0.15/0.15
Annual fees and costs	0.99

Source: FE fundinfo, PDS Date: 01/Sep/2025

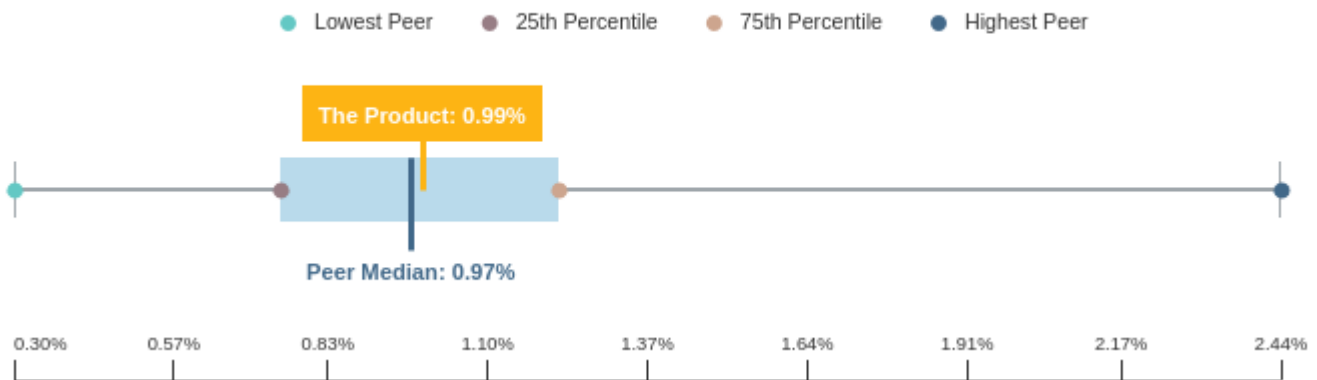
Performance Fees

Applicable	No
------------	----

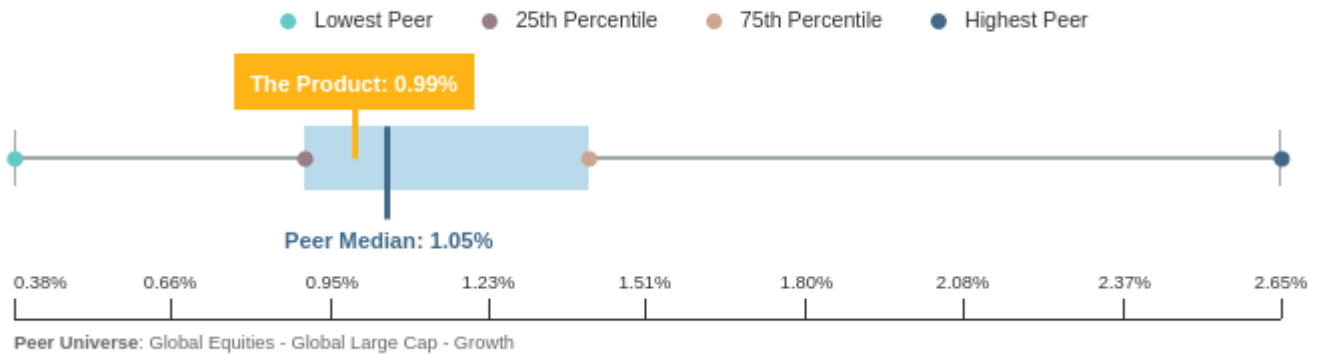
Fees Explained

The Fund's Annual Fees and Costs ('AFC') total 0.99% p.a. This value comprises (1) management fees and costs of 0.99% p.a. and (2) net transaction costs of nil. In line with RG97, some fees and costs have been estimated by the issuer on a reasonable basis. Actual fees and costs may vary from these estimates. The Fund does not charge a performance fee.

Management Fees and Costs Peer Comparison



Annual Fees and Costs Peer Comparison



Lonsec Opinion

Annual Fees and Costs

The Fund's AFC is considered reasonably competitive, given it is slightly below the peer median.

Fairness

Since there is no performance fee, total fees and costs are capped, providing investors with a level of certainty. The fee structure is competitive, especially when considering the Fund's alpha target.

Performance ●●●

Performance Summary

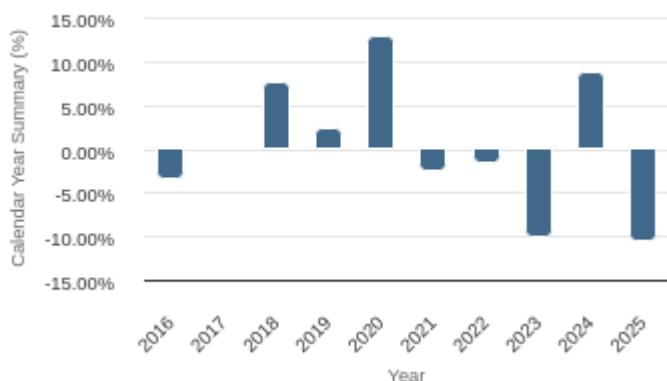
PDS return objective	To outperform the benchmark by 3% p.a., before fees, over rolling three-year periods
Internal return objective	To outperform the benchmark by 3% p.a., before fees, over rolling three-year periods
Internal risk objective	Tracking error within 3-8% p.a.
Product benchmark	MSCI AC World NR Index AUD
Lonsec peer group	Growth

Alpha Generation

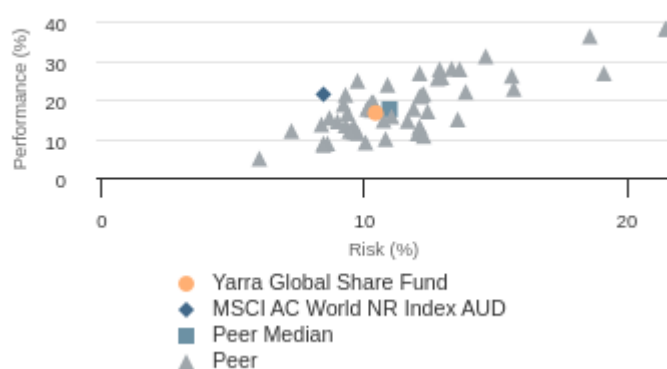
Over the three years to 31 December 2025, the Fund delivered 16.6% p.a., underperforming the benchmark and its return objective. Whilst the Fund enjoyed a strong 2024 calendar year, challenging calendar years in 2023 and 2025 detracted from the achievement of its objectives.

Recent underperformance can be partially attributed to weaker stock selection within the Financials sector and an underweight position in the Information Technology sector.

Calendar Year Excess Return



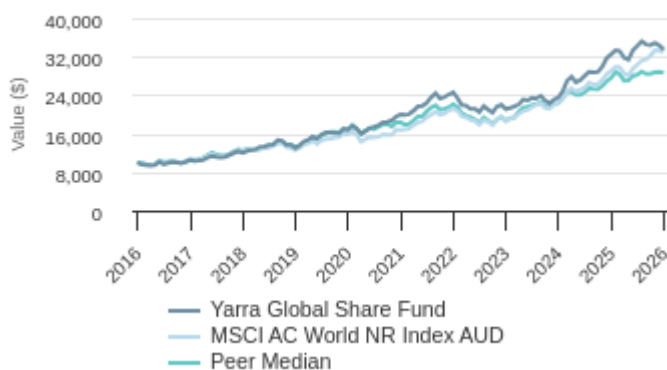
3 Year Risk and Return



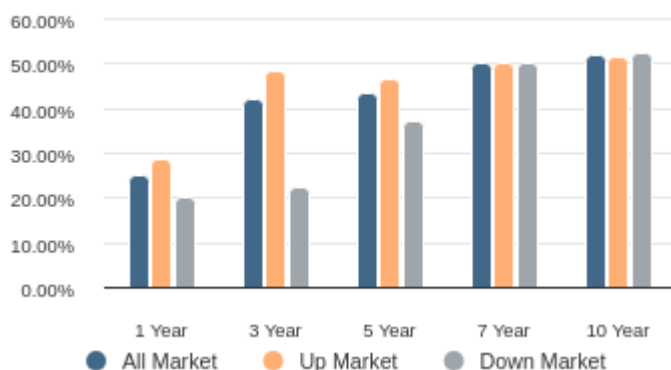
Alpha Consistency

Recent results have weighed on the Fund's medium- to long-term alpha. That said, the Fund is outperforming the peer median on an annualised basis over a five-year period to 31 December 2025. Furthermore, the strategy has a track record of outperformance relative to the Benchmark in markets favourable to its investment style.

Growth of \$10,000 Over 10 Years



Returns Consistency

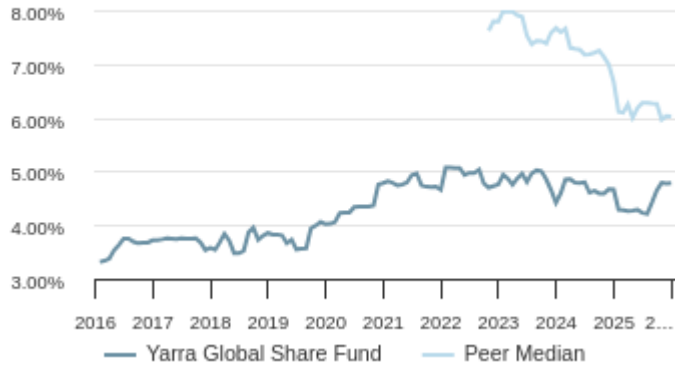


Performance (continued) ●●●

Benchmark Relativity

The Fund demonstrates a moderate level of activeness, consistent with its target tracking error of 3-8% p.a. The Fund has maintained an Active Share of approximately 90%, indicating its active investment approach. The Fund has a lower Tracking Error across all assessed time periods up to five years to 31 December 2025. That said, the Fund's Information Ratio tends to be broadly in line with the peer median, indicative of comparable active risk-taking efficiency.

3 Year Rolling Tracking Error Over 10 Years



3 Year Rolling Information Ratio Over 10 Years



Return Volatility

The Fund tends to exhibit slightly lower volatility relative to the peer median across most assessed time periods up to five years as of 31 December 2025. Over the five years, the Fund's Sharpe Ratio compares favourably to the peer median, highlighting superior risk-adjusted returns.

3 Year Rolling Standard Deviation Over 10 Years



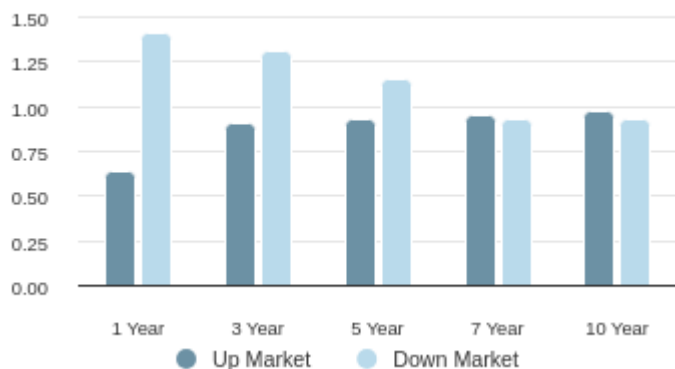
3 Year Rolling Sharpe Over 10 Years



Product Defensiveness

Since its inception, the Fund has demonstrated a reasonable level of defensiveness, consistent with the strategy's focus on 'quality.' This is evidenced by the Fund's downside capture of around ~90% over the ten-year period to 31 December 2025. Despite experiencing a notable drawdown in 2022, similar to its peers, the Fund's drawdown was lower than the peer median, highlighting its defensive attributes.

Market Capture Ratio



Drawdowns



Ratings

'**Highly Recommended**' rating indicates that Lonsec has very strong conviction the product can meet its investment objectives.

'**Recommended**' rating indicates that Lonsec has strong conviction the product can meet its investment objectives.

'**Investment Grade**' rating indicates that Lonsec has conviction the product can meet its investment objectives.

'**Approved**' rating indicates that Lonsec believes the product can meet its investment objectives.

'**Not -Approved**' rating indicates that Lonsec does not believe the product can meet its investment objectives.

'**Closed / Wind Up**' status is applied when the product has been closed.

'**Fund Watch**' status is applied when a rating is under review due to the occurrence of a significant event relating to the product.

The '**Redeem**' rating indicates Lonsec no longer has sufficient conviction that the product can meet its investment objectives.

The '**Screened Out**' rating indicates Lonsec was unable to attain sufficient conviction that the product can meet its investment objectives.

'**Discontinued Review**' status is applied where a product issuer withdraws the product from the review process prior to completion, for any reason other than the product being closed or unavailable to investors.

The '**Ceased Coverage**' status is applied when a rated product is withdrawn from the research process by the product issuer.

General

Climate Change / Biodiversity: the extent to which a manager has a leading climate and biodiversity policies.

ESG and Stewardship Reporting: the transparency, accessibility and usefulness of a manager's reporting.

ESG Policy: the strength of commitment to ESG as ascertained by a review of a manager's ESG policies.

Excess return: Return in excess of the benchmark return.

Information ratio: Relative reward for relative risk taken (Excess Returns / Tracking Error).

Key decision maker (KDM): A nominated investment professional who has portfolio decision making discretion for a Fund, e.g. 'buy' or 'sell' decisions.

Market capture ratio: A product's performance during either 'up' or 'down' market trends relative to an index.

Policy Availability / Transparency: the ease of public access to, and transparency of, a manager's overall ESG policy suite.

Public Positioning: the resolve of a manager's commitment to ESG as ascertained by their public positioning.

Returns consistency: The proportion of a product's monthly outperformance during a period relative to the benchmark when it was rising, falling and in aggregate.

Sharpe ratio: Excess return earned for additional volatility experienced when holding riskier assets versus risk-free asset.

Standard deviation: Volatility of monthly Absolute Returns.

Stewardship Policies: the strength of a manager's proxy voting and engagement policies with respect to ESG.

Time to recovery: The number of months taken to recover the Worst Drawdown.

Total return: 'Top line' actual return, after fees.

Tracking error: Volatility of monthly Excess Returns against the benchmark (the Standard Deviation of monthly Excess Returns).

Worst drawdown: The worst cumulative loss ('peak to trough') experienced over the period assessed.

Lonsec Group Disclaimers

Issued by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec, we/our) a subsidiary of Lonsec Holdings Pty Ltd (ABN 41 151 235 406) and (Lonsec Group). Generation Development Group Limited (ABN 90 087 334 370) is the parent company of Lonsec Group. This document is not a prospectus, any other form of disclosure document or product disclosure statement within the meaning of the Corporations Act 2001. Any advice contained in this document is General Advice only and has been prepared without taking into account investors' objectives, financial situation or needs. Prior to acting upon any information contained in this document, investors must do their own investigation and analysis of the appropriateness of the information or seek independent financial and/or tax advice, having regard to their objectives, financial situation and needs. Investors must consider reading any relevant Product Disclosure Statement (PDS) or offer document to assess the appropriateness of this advice in light of their own objectives before making a decision to obtain a financial product. Past performance is not a reliable indicator of future performance. © 2026 Lonsec Research. All rights reserved. You may not reproduce, transmit, disseminate, sell or publish this information without our written consent.

Except for any liability which cannot be excluded, no representation, warranty or undertaking, express or implied is made and no responsibility or liability is accepted by Lonsec Research, its directors, officers, employees and agents for any error or inaccuracy, misstatement or omission from this document or any loss or damage suffered by the recipient or any other person as a consequence of relying upon it.

Lonsec Research makes no representation, warranty or undertaking in relation to the accuracy, reasonableness or completeness of the information presented in this document which is compiled from information from public and third-party sources. We assume no obligation to update this document after publication. Lonsec Research provides this document for the exclusive use by the recipient to whom it is provided and should not be used or relied upon by any other person unless express permission is obtained from us. Additional fees and charges may apply. Please verify from the offer documents for the relevant financial product. In line with industry practice, returns may be estimated. To access verified returns please refer to the product issuer. This document may also contain third party material that is subject to copyright. To the extent that copyright subsists with a third party, it remains with the original owner and permission may be required to reuse the material.

This document is not suitable for distribution to a retail investor. The product rated in this publication may have related financial products or be associated with other financial products and platforms. Our rating applies to the financial product outlined in this publication. You should seek professional advice before you make an investment decision on related or associated financial products and platforms. You should be aware that the mandate, fees, underlying investments, the issuers of the related and associated financial products and platforms may be different from the financial product specified in this publication.

Disclosures

Lonsec Research does not hold the financial product(s) referred to in this document. The financial product issuer and/or Lonsec Research Representatives (and/or their associates) may from time to time have holdings in the financial product referred to in this document or in Generation Development Group (ABN 90 087 334 370).

Disclosures (continued)

For the purposes of this report Lonsec Research considers such holdings not to be sufficiently material to compromise the rating or advice. Lonsec Research manages any potential conflict by implementing a comprehensive ratings process, information barriers and monitoring program. Lonsec Research receives a fee from the financial product issuer(s) for researching the financial product(s), using objective criteria. Lonsec Research's rating(s) outcome is not linked to the fee. Lonsec Research and its associates do not receive any other compensation or material benefits from product issuers or third parties in connection with the report. Lonsec Research's research process relies upon the participation of the financial product issuer(s). Should the financial product issuer(s) no longer participate in our research process, we reserve the right to withdraw the document at any time and discontinue future coverage. This is a summary of the research report, you can access the full research report via Lonsec Research. For information about our associations and/or relationships with the financial product issuers and General Development Group, please refer to our Conflicts of Interest Statement accessible [here](#).

Lonsec Research FSG Financial Services Guide

This Financial Services Guide (FSG) has been prepared and issued by Lonsec Research Pty Ltd ABN 11 151 658 561 (Lonsec Research, we, us, our), holder of Australian Financial Services Licence (AFSL) No. 421445, to assist you in determining whether to use our financial services and products. This is an important document, and you should read it carefully. The contents of this FSG are general information only and does not take into account your personal needs or objectives. Lonsec Research provides no warranty as to the suitability of the services of this FSG for any particular person.

1.1 What is a Financial Services Guide?

This FSG's purpose is to provide you with important information regarding services offered by Lonsec Research. You should read this FSG prior to using our services. This document was prepared to inform you about:

- who we are and our contact details;
- the financial services we provide;
- the remuneration that may be paid to us and other persons in relation to the financial services we provide;
- how we deal with conflicts of interest; and
- how we deal with complaints

1.2 About Lonsec Research and its related parties

ASX listed Generation Development Group Limited (ABN 90 087 334 370) is the parent company of Lonsec Holdings Pty Ltd (ABN 41 151 235 406) (Lonsec Holdings). Lonsec Research is a wholly owned subsidiary of Lonsec Holdings Pty Ltd (ABN 41 151 235 406) (Lonsec Holdings) and provides in-depth, investigative investment research across a broad range of listed and unlisted investments. Other subsidiaries of Lonsec Holdings include SuperRatings Pty Ltd (ABN 95 100 192 283), Implemented Portfolios Pty Limited (ABN 36 141 881 147) and Lonsec Investment Solutions Pty Ltd (ABN 95 608 837 583). All employees of the Lonsec group entities, including Lonsec Research, are employed by Lonsec Fiscal Pty Ltd (ABN 94 151 658 534).

Contact Details

Lonsec Research Pty Ltd
Level 39, 25 Martin Place
Sydney NSW 2000
Tel: 1300 826 395
Email: info@lonsec.com.au
www.lonsec.com.au

1.3 What kind of financial services can Lonsec Research provide?

Lonsec Research is authorised under its Australian Financial Services Licence to provide general financial product advice to retail and wholesale clients on the following types of financial products:

- securities
- deposit and payment products limited to basic product products
- derivatives
- interests in managed investment schemes including investor directed portfolio services
- superannuation
- retirement savings accounts
- foreign exchange products
- life products including:
 - investment life insurance products as well as any products issued by a Registered Life Insurance Company that are backed by one or more of its statutory funds; and
 - life risk insurance products as well as any products issued by a Registered Life Insurance Company that are backed by one or more of its statutory funds;

Lonsec Research is also authorised to deal in a financial product by arranging for another person to apply for, acquire, vary, or dispose the above types of products for or by retail and wholesale clients.

1.4 Provision of general advice

Any advice that Lonsec Research provides is of a general nature and does not take into account your personal financial situation, objectives or needs. You should, before acting on the information, consider its appropriateness having regard to your own financial objectives, situation and needs and if appropriate, obtain personal financial advice on the matter from a financial adviser. Before making a decision regarding any financial product, you should obtain and consider a copy of the relevant Product Disclosure Statement or offer document from the financial product issuer.

1.5 How Lonsec Research is paid

Lonsec Research receives fees from Fund Managers and/or financial product issuers for researching their financial product(s) using comprehensive and objective criteria. Lonsec receives subscriptions fees for providing research content to subscribers including financial advisers, fund managers and financial product issuers. Lonsec Research's fees are not linked to the financial rating outcome of a particular financial product. Lonsec Research fees are determined by private agreement with its clients depending on a number of criteria including the number of financial advisors who access Lonsec Research publications, the range of publications accessed and the complexity of a specific research assignment. Due to the specific nature of its charges, disclosure of Lonsec Research fees may not be ascertainable when you receive this FSG, but you are able to request this information in writing before a financial service is provided to you.

Lonsec Research FSG (continued)

The fees received by Lonsec Research do not have an effect on the inclusion (or otherwise) of a financial product in portfolios managed by Lonsec Investment Solutions; or in approved product lists as a result of Lonsec Investment Solutions consulting activities. We do not have any direct employees as all employees are contracted, for employment purposes, with Lonsec Fiscal, a subsidiary of Lonsec Holdings. All employees of Lonsec are paid a salary and may receive a discretionary bonus which is not guaranteed. Sales employees may have a sales commission plan, relevant for sales to Wholesale clients, as offered by Lonsec Research from time to time at its discretion.

1.6 How do we manage our compensation arrangements?

Lonsec Research has Professional Indemnity insurance arrangements in place to compensate clients for loss or damage because of breaches of any relevant legislative obligations by Lonsec Research or its representatives which satisfy section 912B of the Corporations Act 2001.

1.7 What should you do if you have a complaint?

Lonsec Research's internal complaints handling process is designed to ensure that your concerns are treated seriously, addressed promptly and fairly. A complaint may be lodged either verbally or in writing and will be dealt with in strict confidence. If you have a complaint relating to Lonsec Research's products, services, its employees, the complaint should be addressed to:

Complaints Manager

Level 39, 25 Martin Place
Sydney NSW 2000
Tel: 1300 826 395

Email: complaints@lonsec.com.au

An individual may request further information about Lonsec Research's internal complaints handling procedure at any time. If an individual is not satisfied with the outcome of their complaint or has not received a response within 30 days from Lonsec Research, the individual can complain to the Australian Financial Complaints Authority (AFCA). AFCA provides an independent dispute resolution service and can be contacted on:

Online: www.afca.org.au

Email: info@afca.org.au

Phone: 1800 931 678

Mail:

Australian Financial Complaints Authority
GPO Box 3
Melbourne, Victoria, 3001.

1.8 Conflicts of Interest

Lonsec Research is aware of the inherent potential conflicts of interest associated with the provision of ratings and how we are remunerated for our services. There are a comprehensive set of policies, and procedures in place at Lonsec Holdings that apply to its subsidiaries including Lonsec Research. Information barriers (both permanent and temporary) consistent with our regulatory obligations under Regulatory Guide 79 are in place to manage either perceived or actual conflicts of interest. Employees of Lonsec also have to abide by Personal Trading and Gifts and Entertainment requirements and are trained on these requirements from time to time.

Lonsec Research review and rate products for Fund and Equity Managers who may from time to time have holdings within Generation Development Group Limited. Lonsec Research manages any potential conflict by disclosing to investors who access the research for these products and by implementing a comprehensive ratings process, information barriers and monitoring program. For further information on how Lonsec manages its conflicts refer to our Conflicts of Interest Statement accessible [here](#). For more information refer to Lonsec Research Ratings Methodology available on our platform iRate or by contacting us on 1300 826 395.

Lonsec Holdings has appointed Australian Retirement Trust Pty Ltd ABN 88 010 720 840, AFSL 228975 as the provider of default superannuation services to its Group employees. Lonsec Holdings appointment of Australian Retirement Trust is not an endorsement of, or opinion on, the Fund.

Australian Retirement Trust is a subscriber to our services and pays a fee to us for this subscription service. Australian Retirement Trust rating and report is issued by an analyst who is aware of Australian Retirement Trust's appointment as default superannuation fund provider but who does not have a personal investment in the fund.

This FSG was prepared on 1 August 2024.