

| | Month | Quarter | FYTD | 1 year | 3 years | 5 years | Since Inception |
|---|------------|-------------|-------------|----------|----------|----------|-----------------|
| | % | % | % | % p.a. | % p.a. | % p.a. | % p.a. |
| Perennial Value Shares Wholesale Trust* | 2.0 | 5.3 | 5.5 | - | - | - | 5.3 |
| S&P/ASX 300 Accumulation Index | 1.7 | 5.8 | 6.6 | - | - | - | 6.8 |
| Value Added (Detracted) | 0.3 | -0.5 | -1.1 | - | - | - | -1.5 |
| Capital Growth | 1.9 | 5.0 | 5.1 | - | - | - | 4.6 |
| Income Distribution | 0.0 | 0.0 | 0.0 | - | - | - | 0.1 |
| Net Performance | 1.9 | 5.0 | 5.1 | - | - | - | 4.7 |

*Gross Performance. *Since inception: May 2017. Past performance is not a reliable indicator of future performance.

Overview

- ▶ The market rose again in November, to finish the month +1.7%, bringing the total return for the last 12 months to a very healthy 14.7%.
- ▶ The rally was broad-based, with all sectors other than Telecommunications delivering positive returns.
- ▶ Offshore markets were mixed, however, the US market continued its strong run, to be up 20.4% for the last 12 months.

Perennial Value Active Plus Shares Trust

The aim of the Trust is to grow the value of your investment over the long term by investing in a concentrated portfolio of Australian companies and to provide a total return that exceeds the S&P/ASX 300 Accumulation Index measured on a rolling three-year basis

| | |
|----------------------------|------------------|
| Portfolio manager | Dan Bosscher |
| Trust FUM | AUD \$16 million |
| Distribution frequency: | Half yearly |
| Minimum initial investment | \$25,000 |
| Trust Inception Date | May 2017 |
| Fee | 0.92% |
| APIR code | WPC6780AU |

| Portfolio Characteristics – FY19 | Trust | Market |
|----------------------------------|-------|--------|
| Price to Earnings (x) | 14.4 | 15.5 |
| Price to Free Cash flow (x) | 11.6 | 14.4 |
| Gross Yield (%) | 6.2 | 5.7 |
| Price to NTA (x) | 1.8 | 2.2 |

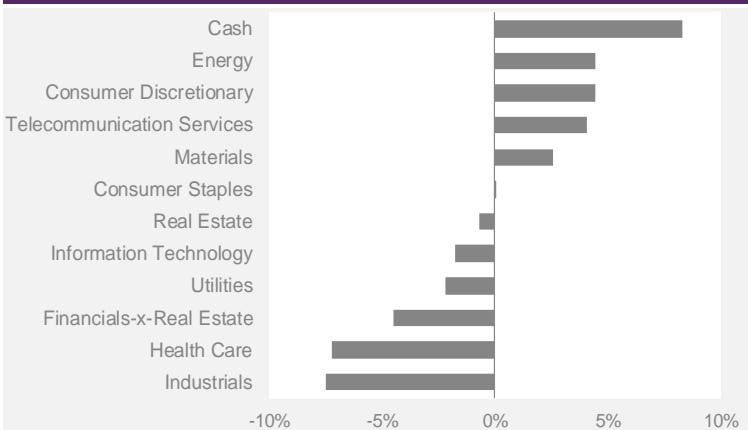
Trust Thematics Exposure

| | |
|---------------------|---|
| Amazon | No Harvey Norman or JB Hifi, some Westfield |
| Reflation Trade | Woodside, BHP and Rio Tinto |
| Defensive Hedge | Newcrest Mining, Cash |
| Boosters | CSL Calls |
| Short US10 Yr. Bond | No Utilities |

Top 5 Over / Underweight Positions vs Index



Sector Active Exposure vs Index



Trust Review

Better performing holdings over the month included News Corp (+18.1%), which rallied on speculation that the Murdoch family may begin to realise some the assets in their portfolio. This is a stock which we believe is trading at well below the sum of the value of its constituent assets. Gateway Lifestyle (+10.2%) rose after delivering a positive trading update at their AGM and Vocus Communications (+9.0%) continued its recovery, to be up 31.4% over the last quarter. Tabcorp (+8.0%) rallied after the competition regulator approved its merger with Tatts Group. We see significant upside in this stock, not only from the expected merger benefits but also from a number of regulatory changes which will favour Tabcorp over the corporate bookmakers. Other stocks which performed well included Westfield Corp (+7.9%) and Suncorp (+5.5%). The Trust benefited from its underweight position in the banks, which underperformed ahead of the calling of the Royal Commission.

Stocks which detracted from performance included Graincorp (-8.7%), which fell after delivering a result in line with its guidance but which highlighted issues in its oils division. Overall, however, management are doing a good job improving the operational performance of this business. Event Hospitality (-4.3%) also detracted from performance.

Trust Activity

During the month, we added AMC, and Woodside, where in both cases we see positive stock-specific drivers, and reduced our holdings in CBA and NewsCorp following strong recent performance.

At month end, stock numbers were 24 and cash was 8.2%.

Outlook

While growth in the domestic economy remains subdued and there remains a high level of political uncertainty, the global growth outlook appears to be incrementally improving. Should this continue, the Trust will likely benefit from being overweight in the large-cap, low-cost, financially-sound resources companies as well as in a range of quality industrial and financial companies which are trading on attractive valuations. This scenario would also see continued upwards pressure on interest rates, which would benefit the Trust through its underweight position in the expensive defensive sectors such as healthcare and REITs and infrastructure.

The Trust continues to exhibit Perennial Value's true to label value characteristics, offering better value than the overall market on each of our four valuation characteristics: price to earnings, price to free cash flow, gross dividend yield and price to net tangible assets.

As always, our focus will continue to be on investing in quality companies which are offering attractive valuations and have the ability to deliver high levels of franked dividend income to investors.

| Market Review - Australia | | % | Global, Currency & Commodities | | % |
|-------------------------------|--|------|--------------------------------|--|-------|
| S&P/ASX300 Accumulation Index | | +1.7 | S&P500 | | +2.8 |
| Energy | | +4.3 | Nikkei 225 | | +3.2 |
| Materials | | +2.0 | FTSE100 | | -1.3 |
| Industrials | | +2.2 | Shanghai Composite | | -2.2 |
| Consumer Discretionary | | +3.2 | RBA Cash Rate | | 1.50 |
| Health Care | | +3.0 | AUD / USD | | -1.0 |
| Financials-x-Real Estate | | +0.0 | Iron Ore | | +17.8 |
| Real Estate | | +5.3 | Oil | | +4.2 |
| Information Technology | | +4.5 | Gold | | +1.5 |
| Telecommunication Services | | -1.6 | Copper | | -0.7 |
| Utilities | | +3.0 | | | |

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Signatory of:



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