

	Month (%)	Quarter (%)	1 Year (%)	2 Years (% p.a.)	Since Inception^ (% p.a.)	Since Inception Cumulative^ (%)
eInvest Better Future Fund (Managed Fund)	+3.9	-0.3	-16.6	+0.0	+7.3	+28.0
S&P/ASX Small Ordinaries Accumulation Index	+4.9	-0.8	-14.0	+0.9	+3.3	+12.1
Value Added	-1.0	+0.5	-2.6	-0.9	+4.0	+15.9

^Inception date was 23 May 2019. Performance shown above are net of fees. Fund returns are calculated using net asset value per unit at the start and end of the specified period and do not reflect the brokerage or the bid ask spread that investors incur when buying and selling units on the ASX. Past performance is not a reliable indicator of future performance.

Overview

The benchmark rose 4.9% in November as economic data suggested the medium-term interest rate outlook may be better than expected. The Fund finished the month up 3.9% after fees, underperforming the benchmark by 1.0%.

Positive contributors to relative performance this month included Immutep (+27.6%), Alpha HPA (+42.9%), Janison Education (+26.9%) and Fisher & Paykel Healthcare (+22.8%).

Negative contributors this month included PEXA Group (-5.9%), 4D Medical (-25.6%), IPH Ltd (-8.4%) and City Chic Collective (-39.1%).

Better Future Highlight

During November, portfolio holding Meridian Energy announced that the company had selected a preferred partner to move forward to the development stage of the proposed Southern Green Hydrogen project in New Zealand.

The project is expected to produce green hydrogen using electricity from hydro generation. The hydrogen produced will be used to provide heat energy for industrial processes such as the production of ammonia. The ammonia production process is a difficult to abate industrial process and currently accounts for around 2% of global carbon dioxide emissions with the traditional process using either coal or gas to provide heat energy. Ammonia is most commonly used as an ingredient in fertiliser, which improves crop yields.

The primary partner in the project will be Woodside Energy and Mitsui is likely to join the project as the ammonia offtake partner. These companies have significant financial resources and expertise to assist with the project. While the project still needs to complete a detailed design and financing process, the economics are improved by the fact that part of the renewable electricity required for the project is currently being supplied at low prices to the New Zealand Aluminium Smelter and that the proposed plant will be flexible in terms of its operation so that it is able to provide up to 40% of New Zealand's "dry year" flexibility needs for power generation.

eInvest Better Future Fund (Managed Fund)

The aim of IMPQ is to grow the value of your investment over the long term by investing in companies predominantly outside the S&P/ASX Top 50 Index that conduct business taking into account environmental, social and governance ("ESG") considerations and/or businesses that are making a positive contribution to creating a better future. IMPQ seeks to provide a total return (after fees) that exceeds the S&P/ASX Small Ordinaries Accumulation Index.

Portfolio Manager

Damian Cottier

IMPQ FUM

\$38 million

Distribution Frequency

Annually (if any)

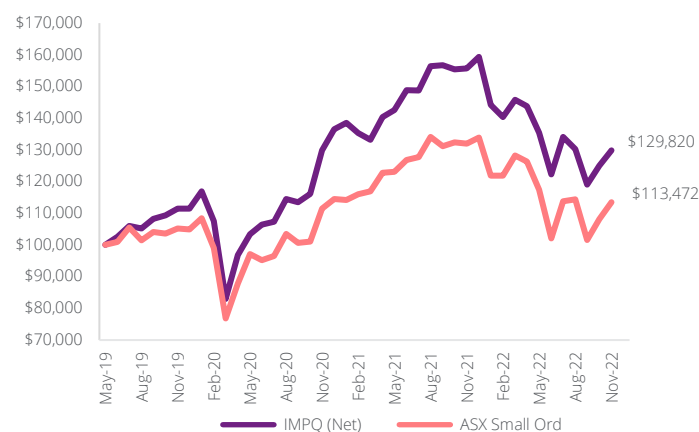
Fees

0.99% p.a. (incl of GST and RITC)
+ Performance fee

Inception Date

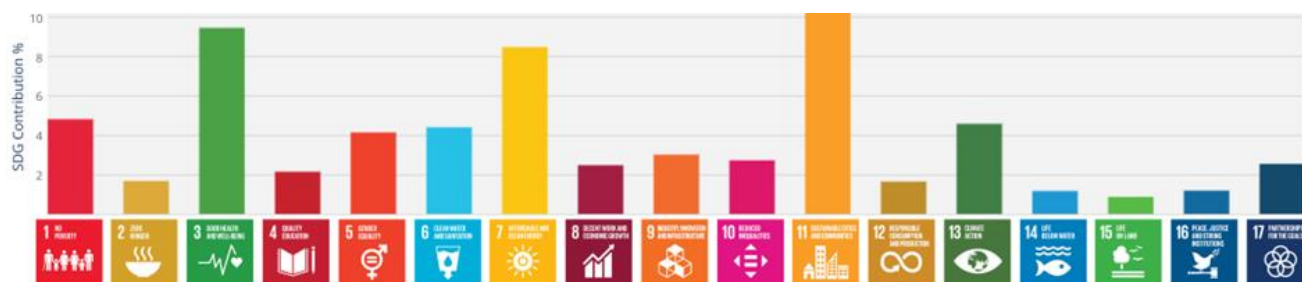
23 May 2019

Growth of \$100,000 Since Inception



Performance shown net of fees with distributions reinvested. Does not take into account any taxes payable by an investor. Past performance is not a reliable indication of future performance.

Portfolios Contribution to the UN Sustainable Development Goals



Total Contribution: 66.87%
(equal to 54.59% social impact contribution and 12.28% environmental impact contribution)

Source: Data provided by the Sustainable Platform 5 December 2022; based on company revenues.

Fund Review

The benchmark rose 4.9% in November as economic data suggested the medium-term interest rate outlook may be better than previously expected. The Fund finished the month up 3.9% after fees, underperforming the benchmark by 1.0%. Since inception, the Fund has delivered a +7.3% p.a. return net of fees, outperforming the benchmark by +4.0% p.a.

Positive contributors to relative performance this month included Immutep (+27.6%), Alpha HPA (+42.9%), Janison Education (+26.9%) and Fisher & Paykel Healthcare (+22.8%). Negative contributors this month included PEXA Group (-5.9%), 4D Medical (-25.6%), IPH Ltd (-8.4%) and City Chic Collective (-39.1%).

Immutep announced promising data for the company's Phase II trial in which the company's "efti" therapy is used in combination with existing treatments in 1st line non-small-cell lung cancer. The efti therapy seeks to engage the immune system to enhance the impact of existing treatments. The trial suggested that efti showed improved results, particularly in patients who typically respond poorly to existing treatments. Immutep also announced that it would be collaborating with Merck KGaA and Pfizer for a new Phase 1 clinical study in patients with urothelial cancer, a type of bladder cancer and the 6th most common cancer in the US.

Alpha HPA had an eventful month. It announced first production of high purity alumina at Stage 1 of its manufacturing plant in Gladstone, Queensland. It also announced a strategic partnership with Orica under which Orica acquired a 5% interest in the company. The investment is a significant validation of the project as Orica is a key stakeholder in the project, with by-products from Orica being used as inputs to the Alpha HPA process, and the chemical by-products from that process being returned to Orica for use in other processes thereby creating "circularity" between the operations. The funds raised will be used to advance feasibility studies to build an additional manufacturing facility in Canada. High purity alumina is used in the lithium-ion battery and LED lighting industries. The Alpha HPA process results in up to 70% lower total emissions compared to traditional processes.

PEXA was weaker after Link sold down a 4% stake in the company and announced an in-specie distribution of the balance of Link's stake. Importantly, PEXA's AGM update was in line with expectations and the expansion to the UK appears to be progressing well. IPH and City Chic were lower after announcing weaker than expected trading updates. In the case of City Chic, weakness in the US and UK business more than offset the benefits of re-opening in Australia and resulted in margin guidance being well below expectations. The impact on the portfolio was limited by the relatively small size of the position.

In other portfolio news, Calix (+23.3%) announced that its LEILAC business is working with CEMEX to progress three Front End Engineering (FEED) studies to scale Carbon Capture, Utilisation and Storage projects at Cemex plants in Germany, Poland and the US. CEMEX is a significant global cement company. In CEMEX's media release it stated the proposed license agreement "...enables CEMEX to leverage Leilac's highly efficient direct separation technology, to capture CO2 at a low cost in its operations." Calix also announced that it had received a \$1m grant from the Australian Renewable Energy Agency (ARENA) to help fund a feasibility study for a renewably powered demonstration plant for its Zero Emissions Steel Technology (ZESTY).

At month end, the portfolio held 46 stocks and cash of 8.8%.

At November end, the weighted average Perennial-derived Environmental, Social, Governance and Engagement ("ESGE") Score of the Fund was 7.3 which is 28% higher than the benchmark ESGE Score of 5.7.

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ESG Activity

Our ESG activity during the month included:

- Meeting with Charter Hall Group on Indigenous Heritage, Modern Slavery, Gender Diversity, Cyber Security
- Engaged with a number of portfolio companies on their approach to Cyber Security including NIB Holdings, PEXA, Janison Education and Spark NZ
- Presenting at Morgan Stanley Adelaide Advisor Symposium on Better Future Investing
- 40:40 Vision Working Group Meeting
- Discussed board gender diversity with Arena REIT
- Collected data for our 4th annual Better Future Survey and received record participation
- Discussed ESG & sustainability issues including safety, renewable energy use, remuneration and modern slavery with companies (unheld) during a Melbourne site visit

Top 5 Portfolio Positions

	IMPQ (%)	Index (%)
Telix Pharmaceuticals Ltd	4.9	0.8
Meridian Energy Ltd	4.8	0.0
Chorus Ltd	4.2	1.4
Spark New Zealand Ltd	4.1	0.5
Sims Ltd	3.9	0.9



Portfolio Manager, Damian Cottier (right) and Co-Head of ESG & Equities Analyst, Emilie O'Neill (left)