

	Month (%)	Quarter (%)	FYTD (%)	1 Year (%)	Since Inception <sup>^</sup> (% p.a.)	Since Inception <sup>^</sup> Cumulative (%)
Perennial Global Resources Trust (net)	6.1	4.5	37.6	71.2	95.1	106.0
Benchmark (Absolute return of +6.50% p.a.)	0.5	1.6	5.4	6.5	6.5	7.0
<b>Value added</b>	<b>5.6</b>	<b>2.9</b>	<b>32.2</b>	<b>64.7</b>	<b>88.6</b>	<b>99.0</b>
S&P ASX200 Resources Total Return Index <sup>1</sup>	5.4	8.7	27.1	39.5	56.3	62.1

<sup>1</sup> S&P ASX200 Resources Total Return Index is used for reference purposes only.

<sup>^</sup> Since Inception: April 2020. Past performance is not a reliable indicator of future performance.

## Overview

Commodity prices pushed higher in April, helping the Trust to a healthy +6.1% return for the month, net of all fees. In doing so, the Trust pushed its return since inception into triple figures, at 106% over the past 13 months.

COVID concerns and a stronger USD in March gave way to optimism on a global recovery in April, lifting base metal and energy prices by high single digits in most cases. Consistent with this, anecdotes of inflation ticked up meaningfully in April, both domestically and globally, with companies citing raw material prices, strong demand, wages and supply chain impediments as contributors to higher costs. In our view this is a key macroeconomic factor to watch in the near and medium term. We note that commodities is one of the few asset classes which generally performs well in an inflationary environment.

New Energy Metals was again the key theme behind stock specific performance during the month, with strong returns from **Jindalee Resources** (78.6%), **Neometals** (43.2%), **Hillgrove Resources** (+24.4%) and **Queensland Pacific Metals** (+59.1%). While rising commodity prices certainly help share price performance for all of these companies, the key to further upside is weighted more to company specific progress. This theme is reflected throughout much of the portfolio.

## Perennial Global Resources Trust

The aim of the Trust is to grow the value of your investment over the long term by investing in a portfolio of listed and unlisted companies exposed to commodity production.

Portfolio Manager	Trust FUM
Sam Berridge	AUD \$21 million
Distribution Frequency	Minimum Initial Investment <sup>3</sup>
Yearly	\$25,000
Trust Inception Date	Fees
April 2020	1.20% p.a. + Performance fee

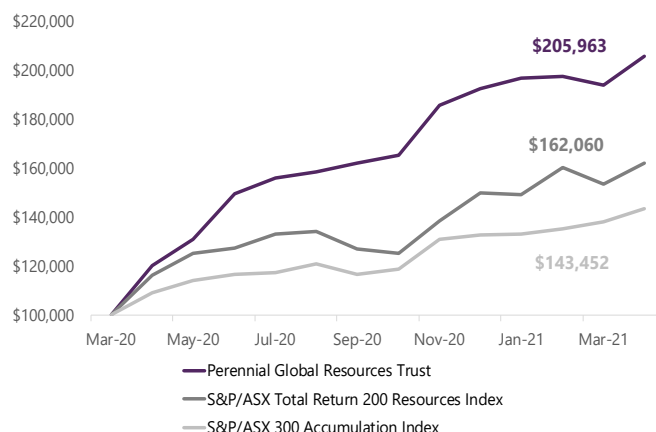
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<sup>3</sup> Perennial Global Resources Trust is open to wholesale investors only.

## Top 5 Positions

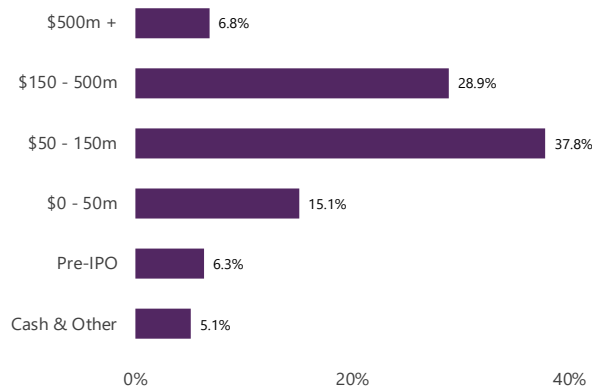
	Trust (%)
Jindalee Resources	4.4
SciDev	3.1
Podium Minerals	2.9
Neometals	2.9
KGL Resources	2.8

## Growth of \$100,000 Since Inception

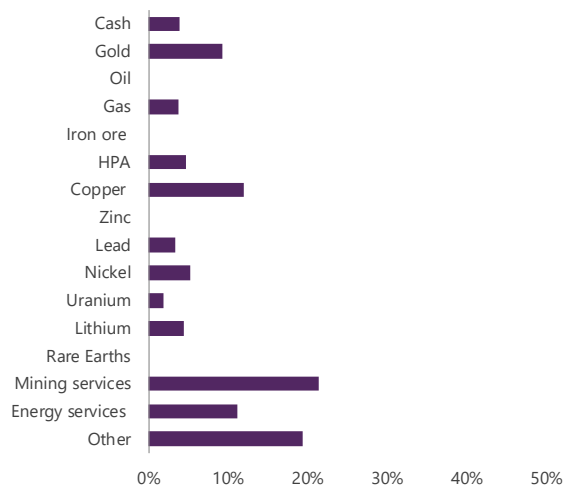


Performance shown net of fees with distributions reinvested. Does not take into account any taxes payable by an investor. Past performance is not a reliable indication of future performance.

## Market Capitalisation Exposure



## Sector Exposures



## Trust Review

New Energy Metals related exposures were once again the best performers during the month. Better performing stocks included;

- **Jindalee Resources** (+78.6%) released an updated resource for its McDermit deposit. The larger-than-expected resource upgrade makes McDermit the largest lithium deposit in the United States - the limits of which are yet to be defined.
- **Neometals** (+43.2%) had positive updates on its Barrambi vanadium project and its JV with Critical Metals. While potentially material in their own right, the core project for the company remains its battery recycling JV with German engineering company SMS Group.
- **Hillgrove Resources** (+24.4%) rallied with the copper price and on the back of a positive quarterly update regarding the restart of the Kanmantoo copper mine.
- Nickel processing company **Queensland Pacific Metals** (+59.1%) bounced with a recovery in the nickel price and the announcement that respected mining executive Jim Simpson would be joining the board.
- **New World Resources** (+46.7%) continued to report impressive intercepts at its Antler copper project.

Elsewhere across the portfolio, energy and mining services company **SciDev** (+12.1%) rallied on a contract award. **Podium Minerals** (+125.0%) re-rated as the scale of its Parks Reef PGE project gathered wider market attention.

Stocks which weighed on performance during the month included **AML3D** (down 15.0%) as investors grew impatient on the lack of contract awards. **Galena Mining** (down 13.8%) on a soft resource update. **Ora Banda** (down 8.2%) guided to a softer ramp-up of production from its Davyhurst gold mine.

Low single digit falls were observed through a number of other mining services exposures. Sentiment towards this sector is as bad as we've seen it, despite euphoric levels of activity in the mining space and a recovering oil & gas sector. While we are cognisant of wage pressure on margins, we believe select exposures to this sector present an appealing risk / reward offering.



Source: BofA Global Research, Bloomberg. While not always a leading indicator, the sharp rise in the number of times "inflation" was mentioned during earnings calls in the US did catch our eye.



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## Global, Currency & Commodities (%)

S&P500	+5.2
Nikkei225	-1.3
FTSE100	+3.8
Shanghai Composite	+0.1
RBA Cash Rate	0.10
AUD / USD	77.2c
Iron Ore	+11.8
Oil	+4.2
Gold	+2.0
Copper	+11.7

The portfolio finished the month with 45 positions and cash of 1.0%.



Portfolio Manager, Sam Berridge

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