

	Month (%)	Quarter (%)	FYTD (%)	1 Year (%)	Since inception^ (% p.a.)	Since Inception^ Cumulative (%)
Perennial Global Resources Trust (Net)	-17.0	-20.0	8.3	8.3	40.5	114.7
Benchmark (Absolute return of +6.50% p.a.)	0.5	1.6	6.5	6.5	6.5	15.2
Value Added	-17.5	-21.6	1.8	1.8	34.0	99.5
S&P ASX200 Resources Total Return Index*	-10.6	-13.8	3.3	3.3	26.7	70.2

^ **Since inception:** April 2020. Past performance is not a reliable indicator of future performance.
* S&P ASX200 Resources Total Return Index is used for reference purposes only.

Overview

The trust was down 17.0% in June (net of all fees), in a volatile month for global markets. Over the twelve months to the end of June, the Trust has returned 8.3% net of all fees. During the month, the Trust paid out a cash distribution of 25.1cpu, representing roughly 15% of the unit price.

During June the global growth outlook slipped into the gap between softening Western World demand and Chinese post-lockdown stimulus. Commodity price performance was diverse, ranging from +5% for lithium (spodumene) to -10% to -20% across the base metals, with oil finishing broadly flat for the month.

As can happen in periods of acute market volatility, liquidity drained from equity markets weighing on stocks indiscriminately. Lithium holdings in particular weighed on Trust performance, despite the continued rise in the underlying commodity price.

More broadly, we don't consider softening of western economies to be a long-term solution to the global energy shortage, which is structural in nature. Further, the world is closer to the beginning of the decarbonisation process than the end. Meaning the surge of commodity demand is still ahead of us.

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

Sam Berridge

Trust FUM

AUD \$15.4 million

Distribution Frequency

Annual

Minimum Initial Investment¹

\$25,000

Trust Inception Date

April 2020

Fees

1.20% p.a. + Performance fee

APIR Code

WPC3240AU

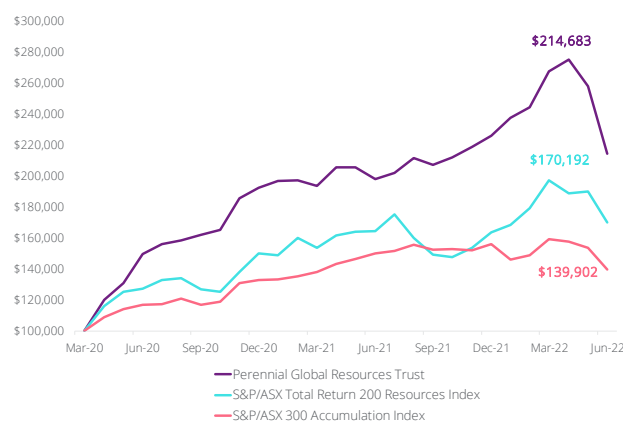
¹ Perennial Global Resources Trust is open to wholesale investors only.

Top 5 Positions	Trust (%)
GenusPlus	8.4
Jindalee Resources	5.3
Aeris Resources	5.2
Baraja	5.0
Emesent	4.6

Source: Perennial Value Management as at 30 June 2022

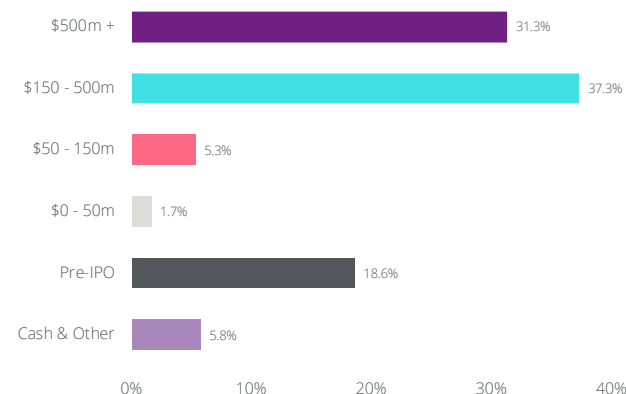
The above figures are forecasts only. While due care has been used in the preparation of forecast information, actual outcomes may vary in a materially positive or negative manner.

Growth of \$100,000 Since Inception

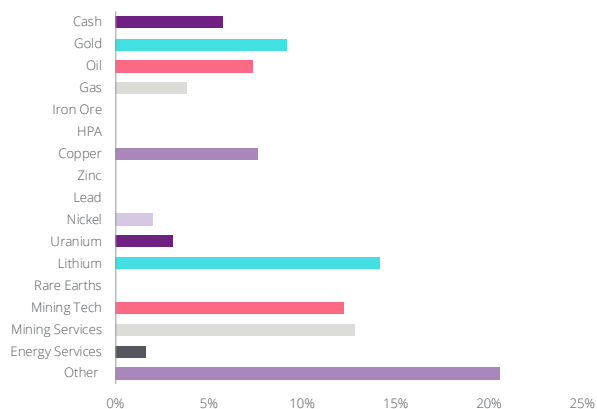


Performance shown net of fees with distributions reinvested. Does not take into account any taxes payable by an investor. Past performance is not a reliable indication of future performance.

Market Capitalisation Exposure



Sector Exposure



Trust Review

Falls across the commodity spectrum (ex lithium) weighed on the Trust during June, with precious few positive contributors during the month. Those exceptions being:

- **GenusPlus** up 2.4% on a constant stream of media articles highlighting grid distribution as the bottleneck to an increased contribution of renewable power.
- **Woodside** up 7.0% as its register consolidated post the merger with BHP petroleum, and the LNG outlook continued to strengthen.

Despite spodumene prices continuing to march higher during the month, lithium exposures weighed on performance

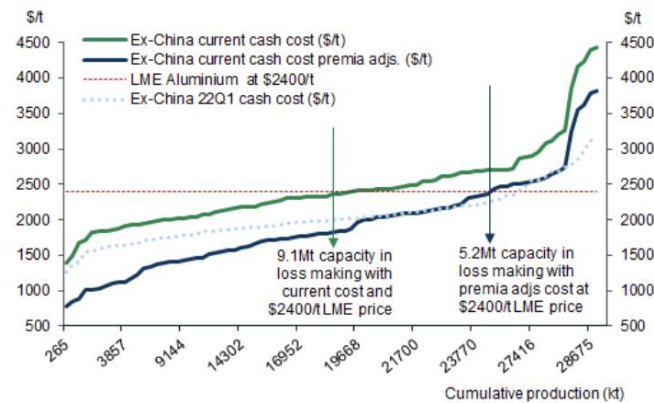
- **Green Technology Metals** down 38.8%
- **Jindalee Resources** down 14.1%

Positive news was ignored or punished

- **Strandline** down 10.8%, announced mining was commencing two months ahead of schedule at its Coburn mineral sands project in WA. First production is guided for December, which now seems conservative. The project remains on budget.

While we divested our nickel and zinc exposures in May, remaining base metal exposures we hit hard. Base metals are now trading into the cost curve, with supply being curtailed in Aluminium and Copper. In the case of Aluminium, the status quo is unsustainable, with prices likely to bounce sharply as the macro economic outlook stabilises.

Significant margins pressures on Western smelters at odds with continued deficit and low inventories



Source: Woodmac, Goldman Sachs.

To that point, the market has moved rapidly over the past two months, quickly pricing in a succession of rate rises. As with every rapid movement, it appears that rate expectations over shot and are now pulling back as consumer sentiment react does this mean the end of the commodities bull market? We don't think so. There's been no material supply response this cycle. The energy shortage is far from resolved and the metal intensive process of decarbonisation is still ahead of us.

Global, Currency & Commodities (%)

S&P 500	-8.4
Nikkei 225	-3.3
FTSE 100	-5.8
Shanghai Composite	+6.7
RBA Cash Rate	0.85
AUD / USD	68.8c
Iron Ore	-11.9
Oil	-6.5
Gold	-1.6
Copper	-13.8

The Trust finished the month with 29 positions and cash of 5.8%.



Investment Team: Ewan Galloway (left) and Sam Berridge (right)

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