

| | Month (%) | Quarter (%) | FYTD (%) | 1 Year (%) | 2 Years (% p.a.) | 5 Years (% p.a.) | Since Inception (%p.a.) |
|--|-------------|-------------|-------------|-------------|------------------|------------------|-------------------------|
| Perennial Value Active Plus Shares Trust (Net) | 1.6 | 18.9 | -13.1 | -13.1 | -2.8 | - | 0.5 |
| S&P/ASX300 Accumulation Index | 2.4 | 16.8 | -7.6 | -7.6 | 1.5 | - | 5.0 |
| Value Added | -0.8 | 2.1 | -5.5 | -5.5 | -4.3 | - | -4.5 |

Trust inception: May 2017. Past performance is not a reliable indicator of future performance.

Overview

- Global markets continued to recover in June, as the apparent peaking of coronavirus infections saw many countries moving to ease lockdowns and restart their economies.
- The Australian market was also strong, with the ASX300 Accumulation Index logging its third consecutive positive month, rising +2.4% in June and having now risen +30.6% from its March low.
- For the quarter, the portfolio returned 18.9% net of fees, outperforming the market by 2.1%. It seems that finally valuation is becoming relevant to the global markets and value as a strategy is beginning to perform, even in a low rate environment.

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/ASX300 Accumulation Index measured on a rolling three-year basis.

| | |
|---------------------------------------|--|
| Portfolio Manager Dan Bosscher | Trust FUM AUD \$15 million |
| Distribution Frequency Half yearly | Minimum Initial Investment \$25,000 |
| Trust Inception Date May 2017 | Strategy Inception Date May 2014 |
| APIR Code WPC6780AU | Fees 0.92% |

| Portfolio Characteristics – FY22 | Trust | Market |
|----------------------------------|-------|--------|
| Price to Earnings (x) | 14.2 | 16.2 |
| Price to Free Cash Flow (x) | 13.3 | 15.3 |
| Gross Yield (%) | 5.5 | 4.8 |
| Price to NTA (x) | 1.7 | 2.1 |

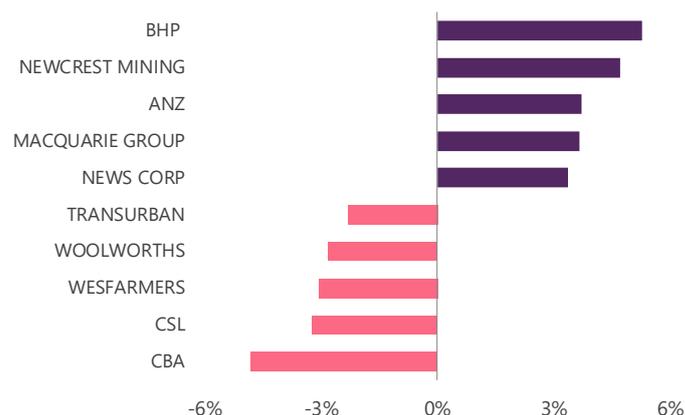
Source: Perennial Value Management. As at 30 June 2020

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.

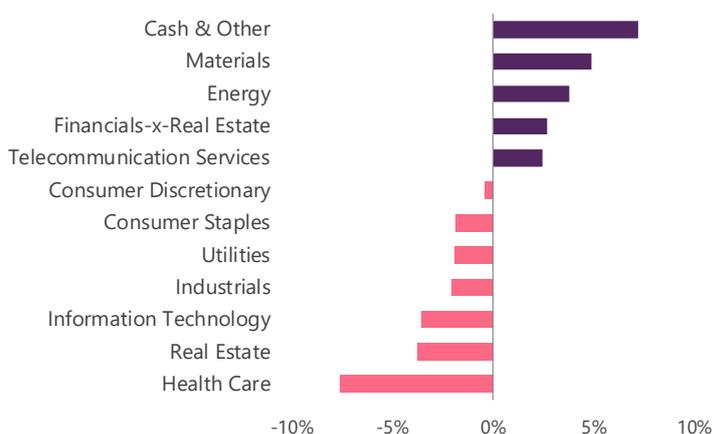
Trust Thematics Exposure

| | |
|----------------------|-----------------------|
| Mining services | Worley, Downer |
| Long Energy | Origin, BHP, Woodside |
| Long Defensive Hedge | NCM |
| Short US10 Yr. Bond | Underweight Utilities |

Top 5 Over / Underweight Positions vs Index



Sector Active Exposure vs Index



Trust Review

Global markets continued to recover in June, as many countries began moving to ease lockdowns and restart their economies. While the continuing rise in the number of COVID cases in the US is causing significant concern, markets have been comforted by ongoing support from the Federal Reserve and other Central Banks.

The Australian market was also strong, as infection rates fell to very low levels in most parts of the country and restrictions began to be eased. The ASX300 Accumulation Index logged its third consecutive positive month, rising +2.4% in June and having now risen +30.6% from its March low.

Some of the best contributors in the fund over the last few months include those stocks that we either added to or initiated new positions in at the height of the March selloff. Examples include James Hardie, Goodman Group, and Aristocrat.

Trust Activity

During the month we added Alumina and Coles Group and removed Goodman Group and Ramsay.

At month end the portfolio comprised of 24 names and 8.9% cash.

Market Review – Australia (%)

| | |
|-------------------------------|------|
| S&P/ASX300 Accumulation Index | +2.4 |
| Energy | +7.7 |
| Materials | +1.7 |
| Industrials | +0.6 |
| Consumer Discretionary | +2.1 |
| Health Care | +2.5 |
| Financials-x-Real Estate | +4.0 |
| Real Estate | +2.3 |
| Information Technology | +5.9 |
| Telecommunication Services | -5.5 |
| Utilities | +5.9 |
| Consumer Staples | +5.9 |

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Signatory of:



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Outlook

Despite the rally, the market is still well down from its February highs. While the sharp slowing of activity means that forecasting near-term earnings for many companies is difficult, the market's fall means a significant amount of bad news is now factored into share prices.

Looking forward, while the current situation is unprecedented, so too has been the response of governments, with coordinated policies covering monetary easing, fiscal stimulus and legislative actions. While it is impossible to know how this will ultimately play out, signs are emerging that worst of the health crisis may be behind us and the first steps towards normalisation may not be too far away.

Further, Australia has so far fared very well relative to most other countries, meaning it is reasonable to expect that we are well placed to lead others in terms of a recovery in activity.

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

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.

Global, Currency & Commodities (%)

| | |
|--------------------|-------|
| S&P500 | +0.5 |
| Nikkei225 | +0.5 |
| FTSE100 | -0.5 |
| Shanghai Composite | -1.5 |
| RBA Cash Rate | 0.25 |
| AUD / USD | 69.0c |
| Iron Ore | -4.4 |
| Oil | +12.5 |
| Gold | -0.6 |
| Copper | +8.1 |

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