

	Month (%)	Quarter (%)	FYTD (%)	1 Year (%)	3 Years (% p.a.)	5 Years (% p.a.)	7 Years (% p.a.)	Since Inception^ (% p.a.)
Perennial Value Microcap Opportunities Trust (Net)	-2.7	-8.0	-15.0	-15.0	-5.8	-5.6	-1.0	5.0
S&P/ASX Small Ordinaries Accumulation Index	0.8	8.6	12.3	12.3	10.0	7.4	4.6	7.0
Value Added	-3.5	-16.6	-27.3	-27.3	-15.8	-13.0	-5.6	-2.0

^Since inception: February 2017. Past performance is not a reliable indicator of future performance.

Overview

The Trust was down 2.7% net of all fees, underperforming the Small Ordinaries Index (the benchmark) which was up 0.8%.

The market responded to the tensions caused by the Middle East conflict, contrasted with the more positive backdrop regarding a trade deal framework agreement between the US and China.

There was also a degree of tax loss selling particularly in the microcap part of the market heading into the end of the financial year.

This impacted relative performance however there were some strong gains made in improving portfolio liquidity with the sale of some private assets and the complete exit of one less liquid name.

We are focused on how we recover value in key positions and thus improve performance relative to the benchmark in the year ahead. There was some encouraging signs on this front with the takeover of EVS were finalized at a vote in early August as well as the first sale of a Nomad mobile data center unit for DUG.

There were also significant de-risking events for Microba, MedAdvisor and Alliance Aviation which in each case address balance sheet concerns that were impacting the share price.

We expect a solid reporting period over July and August for the companies held in the portfolio and expect this should highlight the compelling valuation and earnings appeal of these positions.

Overall, the companies held in the Trust have higher growth forecasts* when compared to the Index, strong balance sheets (73% net cash) and a low earnings multiple (11.6x PE in FY26).

*Based on Perennial Value Management Forecasts. While due care has been used in the preparation of forecasts information, actual outcomes may vary in a materially positive or negative manner.

Perennial Value Microcap Opportunities Trust

The aim of the Trust is to grow the value of your investment over the long term by investing in a portfolio of Australian companies that are either listed or unlisted companies found outside the S&P/ASX Top 100 Index, and to provide a total return (after fees) that exceeds the S&P/ASX Small Ordinaries Accumulation Index measured on a rolling three-year basis.

Portfolio Managers

Andrew Smith, Sam Berridge & Peter Moller

APIR Code

WPC3982AU

Distribution Frequency

Annual

Minimum Initial Investment

\$25,000

Trust Inception Date

February 2017

Fees

1.20% p.a. + Performance fee

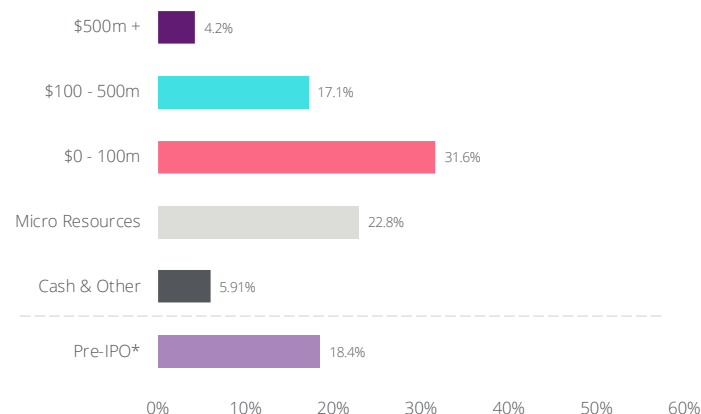
Top 5 Positions	Trust (%)	Index (%)
HANCOCK & GORE LTD	5.5	0.0
DUG TECHNOLOGY LTD	3.8	0.0
FELIX GROUP HOLDINGS LTD	3.6	0.0
VEEM LTD	2.8	0.0
FIRSTWAVE CLOUD TECHNOLOGY LTD	2.7	0.0

Growth of \$100,000 Since Inception

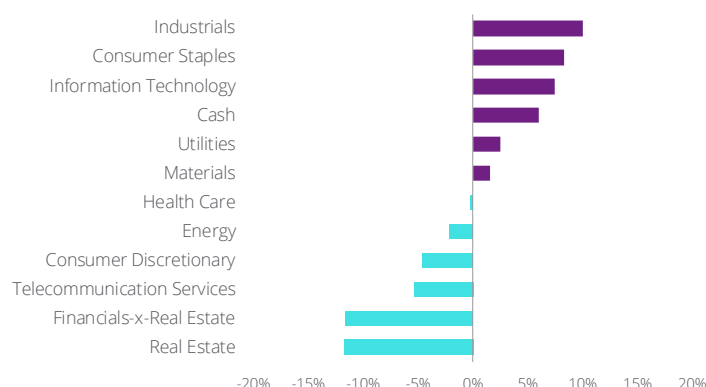


Performance shown net of fees with distributions reinvested. Does not take into account any taxes payable by an investor. Past performance is not a reliable indication of future performance.

Market Capitalisation Exposure



Sector Active Exposure vs Index



Trust Review

There were several positive updates during the month:

- **Firstwave** (up 23.1%) benefited from several contract wins and renewals. These included a partnership with Amazon to launch Firstwave products on the Amazon marketplace, a contract extension with Telstra, and contract win with Claro Dominican
- **DUG Technology** (up 21.4%) signed the first commercial contract for the company's Nomad mobile data centre. The deal was a three-year lease agreement with BRB, a subsidiary of Petronas
- **Qoria** (up 19.3%) performed well in anticipation of a strong Q4 result. Qoria have a strong pipeline of potential software sales, and Q4 is typically the company's strongest quarter for sales conversion
- **Maggie Beer Holdings** (up 16.4%) performed well after selling Paris Creek farms, a non-core asset, resulting in annual cashflow savings of \$2.2 million. A strategic investor also appeared as a substantial holder on the register
- **Scidev** (up 5.9%) announced \$21.5 of contract wins including with a blue-chip Permian Basin oil company, a Queensland coal company, and a contract to treat PFAS in NSW. Scidev also provided strong guidance for FY26, with revenue expected to be \$120-\$140 million

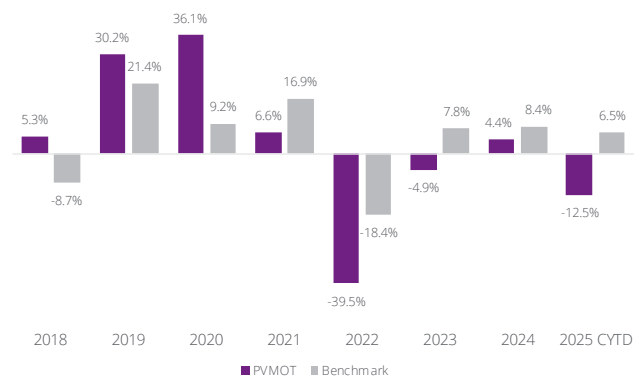
Detracting from performance during the month were **Genetic Signatures** (down 24.0%) and **HNG** (down 16.9%) despite (and perhaps because of) no news flow. Several other names were impacted by tax loss selling.

The market tends to severely punish any companies with perceived balance sheet risks and hence progress to reduce this risk towards the end of June in **Alliance Aviation** (significant asset sales), **MedAdvisor** (sale of Australian division) and **Microba** (capital raise supported by Sonic Healthcare) should lead to a recovery in share prices.

Post year end performance began to recover with positive news from Enero and RPM Global thus far in early July.

The Trust finished with 41 positions and cash of 5.9%.

Calendar Year Performance vs Benchmark



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.



Portfolio Managers: Andrew Smith, Peter Moller & Sam Berridge (left to right)

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