

ARNOTT OPPORTUNITIES TRUST

CLASS D (APIR: ANC6332AU)

JUNE 2025

COMMENTARY

The Fund returned 4.43% net of fees for the month of June 2025.¹ Net exposure averaged 28% long, while gross exposure averaged 122%. This brings the calendar year return to 3.33% net of fees and the Strategy since inception return to 17.81% p.a. net of fees.²

Gains through the month of June were generated from *Data is the New Oil* (+167 bps), *Special Situations* (+137 bps) and *Uranium* (+134 bps) long themes. While losses stemmed from a net short equity index exposure in the *Index & Derivatives* book theme (-40 bps).

Through June, the relentless bid in equity markets for Artificial Intelligence ('AI') and AI linked beneficiaries continued. Unlike some of the frothier parts of the market, these moves were driven by underlying fundamentals, as adoption rates of AI continued to skyrocket, tangible benefits of AI adoption at a corporate level have been touted, and releases of AI agent models have been flagged towards the back end of 2025.

Arnott will provide a comprehensive discussion on this topic in the 2025 Interim Investor Letter, that will also address the current investment themes within the portfolio.

In light of this, this update has been kept intentionally brief. The Interim Investor Letter is anticipated to be shared in the coming weeks.

For further commentary, register for the [upcoming webinar](#).

STRATEGY METRICS - FROM MAY 2013^{1,2}

Annualised returns	17.81%
% Positive months	61.38%
Average monthly return	1.44%
Average return in MSCI up months	1.31%
Average return in MSCI down months	1.65%
Best month	13.07%
Worst month	-6.09%
Largest drawdown	-11.61%
Longest drawdown (mths)	24
Sortino	3.63
Sharpe ratio	1.44

THEME CONTRIBUTORS TO PERFORMANCE^{1,3}CORRELATION SINCE MAY 2013^{1,2}

Global Equity Markets	0.04
US\$ Gold	-0.02
Bloomberg Commodities Index	0.01
Hedge Fund L/S	0.04

MONTHLY SUMMARY METRICS¹

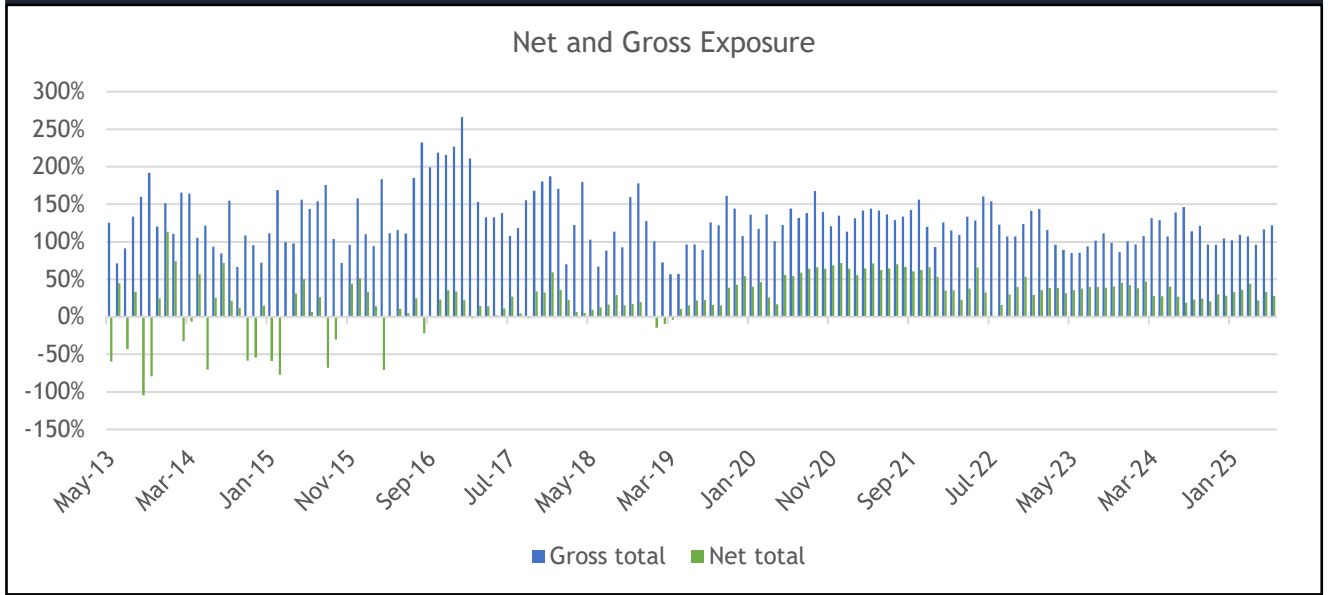
NET RETURN	AV GROSS EXP	AV NET EXP
4.43%	122%	28%

STRATEGY² PERFORMANCE FROM MAY 2013 (NET RETURN %)¹

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013						13.07	7.63	2.97	2.82	-2.69	5.23	-5.25	25.00
2014	7.61	6.56	2.43	0.77	8.87	-0.93	8.46	-3.78	0.34	7.78	3.24	1.92	51.59
2015	4.46	2.88	1.99	3.19	4.12	-0.52	3.44	11.47	5.23	0.00	3.67	5.72	55.80
2016	-6.09	2.14	-5.17	-2.83	3.30	0.40	2.69	7.49	6.29	-1.15	-2.34	0.48	4.33
2017	7.99	-4.01	-2.94	-0.34	0.43	4.08	4.21	-0.02	3.37	2.79	-2.32	5.51	19.58
2018	3.47	0.88	0.72	-1.68	-1.86	0.09	0.03	0.66	1.24	-0.18	-2.61	-0.50	0.12
2019	-1.66	0.53	-0.30	-1.16	-1.90	0.29	1.70	1.72	-2.10	-2.04	3.20	1.05	-0.82
2020	-1.90	-4.03	6.32	8.76	1.82	-1.47	2.69	4.29	-4.08	-3.45	9.76	7.61	27.97
2021	3.38	5.98	2.81	4.09	5.28	-0.67	-2.93	5.88	6.04	1.29	5.63	-0.45	42.34
2022	2.20	-0.57	-1.61	1.14	2.78	-2.37	-1.74	5.23	-2.20	-3.20	-1.19	1.74	-0.15
2023	-0.42	-2.45	-0.50	-0.87	0.94	1.87	0.75	1.45	3.06	-2.83	-0.35	3.07	3.59
2024	1.06	-2.01	3.88	1.35	0.73	-1.02	-3.49	-2.06	3.32	0.57	-0.67	0.33	1.75
2025	0.92	-0.14	-2.90	-2.05	3.22	4.43							3.33

1. Past performance is not an indicator of future performance. This is historical performance data. Class D is based on month end unit prices in Australian dollars. Net return is calculated after management fees and operating costs. Individual investor level taxes are not taken into account when calculating net returns. Fund inception date: 31 July 2020. 2. To provide a longer-term view of our performance, we have shown returns for the Arnott Opportunities Strategy (shaded). Performance is calculated using monthly returns (after fees) from Jun-13 to Dec-17 for Bondi Capital Investments Pty Ltd (managed account) which is net of 0% management fee & 25% performance fee. From Jan-18 to Jul-20 is the performance of the Fund (Founder Class - closed to new & additional investments). Performance is net of 0% management fee & 25% performance fee. 3. Theme contributors to performance is gross of fees and exclusive of Cash for the Strategy.

STRATEGY NET AND GROSS HISTORICAL EXPOSURE²



Source: Arnott Capital. For illustrative purposes only.

ARNOTT OPPORTUNITIES TRUSTCLASS D (APIR: ANC6332AU)
JUNE 2025**INVESTMENT STRATEGY**

The Fund adopts an absolute return strategy, focusing on thematic investment opportunities with an equity bias. We seek to achieve the investment objective through our asymmetric investment approach which includes:

1. Finding what we perceive to be good quality investments based on our analysis; and
2. Not losing money in the pursuit of realising these investments.

We strive to achieve asymmetric returns through a thematic investment process. This has four pillars.

1. Find asymmetric themes;
2. Invest in the best ideas within those themes;
3. Focus on macro drivers for risk & opportunities; and
4. Generate an asymmetric return profile.

IMPORTANT INFORMATION

Arnott Capital Pty Ltd	AFS License 233743 ABN 23086081889	CONTACT DETAILS	clientservices@channelcapital.com.au
STRATEGY INCEPTION⁴	1999		
FUND NET ASSET VALUE⁵	A\$145.7m	REDEMPTION PRICE	\$1.1147
FEE STRUCTURE	Management Fee	Performance Fee	Availability
Class A (Founder Class)	0%	25%	Closed to new investors
Class D	1.5375% ⁶	20% ⁷	Applications/Redemptions - Daily

4. The same investment approach has been utilised since 1999, from 1999 to 2005, leverage used during this period was much higher than later periods.

5. Net Asset Value is calculated as Fund assets less Fund liabilities.

6. Including the net effect of GST less any RITC payable monthly in arrears on the Net Asset Value and excludes expense recoveries of 0.1241%.

7. Performance fee of 20% (plus GST) based on outperformance above the High Water Mark, accruing daily and payable monthly in arrears. Refer to the PDS for further information on the performance fee.

Fund Disclosures

- Key service provider changes - nil
- Key individual changes - nil
- Risk profile or investment strategy material changes - nil

Definitions

Sharpe ratio: The Fund's annualised average monthly excess return (net of fees) divided by Fund volatility.

Sortino ratio: A risk-adjustment measurement which determines the additional return for each unit of downside risk.

Volatility: Annualised standard deviation of monthly returns (net of fees) since inception.

Disclaimer

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