APIR: FHT4217AU

Monthly Performance Report - June 2026

Datt Capital Small Companies Fund (Class B)

DATT CAPITAL

Portfolio Review

The Fund returned **-4.87%** in June underperforming its benchmark by **2.87%**. 96% of the Fund's capital was deployed as at month end. June was a volatile month given the market shift away from energy exposures driven by the cease-fire in the Middle East. The reduction in portfolio value was driven almost entirely by the Fund's energy exposure which pulled back significantly. Notably, this month coincided with the seasonal low in global energy markets. Energy markets continue to be highly constrained, and we anticipate significant upside risk in energy commodity prices over the next 3 months, which will be exacerbated by any breakdown in the ceasefire agreement between the US and Iran.

The Fund significantly increased its market exposure in June, buying stakes in growing businesses that have derated in terms of valuation over the past 6 months. These were focused in the Financials, Health Care, Consumer Discretionary and Information Technology sectors.

Pleasingly, we have had a good start to July due to our portfolio positioning to close out June. The portfolio is positioned for resilience irrespective of broader geopolitical events. Small cap valuations remain modest and we are enthusiastic about the opportunities within the Portfolio.

The portfolio held 30 positions at month close with the top 5 positions accounting for 37% of the portfolio.

Market Review

The Small Ordinaries fell approximately 1.9% in June, underperforming large caps as the index gave back ground into month end. In contrast to the resource-led leadership of earlier in the year, June saw cyclicals reverse: energy and coal names led the market lower as miners and banks dragged the index down into the close, with oil retreating on hopes of de-escalation in the Middle East. Gold offered a relative haven and pockets of copper and technology outperformed intraday, but breadth was poor and dispersion across the small-cap universe remained wide.

The May monthly CPI print, released late in the month, showed headline inflation easing to 4.0% from 4.2%, helped by lower automotive fuel prices. The underlying picture was less reassuring: trimmed mean inflation rose to 3.6% from 3.4%, with electricity up 21.1% as government rebates rolled off, alongside new dwellings and rents keeping core pressures sticky. Against this backdrop the RBA left the cash rate unchanged at 4.35% on 16 June its first pause of 2026 after three consecutive 25 basis point increases that unwound last year's easing cycle.

The environment remains very beneficial for active, skilled stock pickers, and we continue to see many opportunities across sectors in tax loss season.

Key Information

Unit Price	0.7620 (as of June 30)
Min. Investment	$50,000
Management Fees (incl. GST)	1.79%
Performance Fee (p.a.)	20.5% > benchmark
Other Fees	0.52% (Transaction costs are not included in this figure. Please refer to the PDS for more information.)
Benchmark	S&P/ASX Small Ordinaries Accumulation Index (XSOA)
Responsible Entity	Fundhost
Auditor	EY
Custodian	HSBC
Platform Availability	• FNZ IDPS, • Hub24 IDPS, • Mason Stevens IDPS, • Netwealth IDPS, • Olivia123

Fund Performance

	1 month	3 months	6 months	Since inception
Datt Small Companies Fund*	-4.87%	-8.87%	-25.60%	-23.80%
Vs. Benchmark**	-2.00%	3.32%	-7.91%	-6.60%
Net Value Add	-2.87%	-12.19%	-17.69%	-17.20%

Note: * Performance is reported after all fees and expenses and relates to Class B units. Inception date of the Fund is November 2025. Past performance is not an indicator of future performance. ** Benchmark is the S&P/ASX Small Ordinaries Accumulation Index.

Returns by Month

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
2025						2.42%	-2.43%	-9.04%	-8.01%	-2.76%	-1.49%	-4.87%

Note: Actual performance will differ for clients due to timing of their investment. Returns are calculated net of all fees, since inception and relate to Class B units. Inception date of the Class B units is November 2025. Past performance is not an indicator of future performance.

About the Datt Capital Small Companies Fund

The Datt Capital Small Companies Fund focuses on high-quality, undervalued companies outside the ASX100 with strong fundamentals and long-term growth potential. We apply a disciplined, bottom-up research process to identify scalable businesses that are often underappreciated or less efficiently covered by the broader market.

Our Strategy

- **Back Future Leaders**: Our objective is to identify and invest in the blue-chip companies of tomorrow, small and micro-cap Australian businesses with the potential for long-term, scalable growth.
- **Invest with High- Conviction**: The Fund holds a concentrated portfolio of 15–25 small-cap equities across various industry sectors, selected purely on risk-adjusted return potential.
- **Apply Independent Research**: Primary Research is the core competency of the investment team. Our research library provides us unique, differentiated insights ahead of the herd.
- **Strong record of Active Management** and proven record of alpha generation over time via prudent stock selection and risk control.
- **Limited Capacity** with an onus on performance over asset gathering.

How to Invest

Retail investors can now access the Datt Capital Small Companies Fund through approved investment platforms:

- FNZ IDPS,
- Hub24 IDPS,
- Mason Stevens IDPS,
- Netwealth IDPS,
- Olivia123

To invest in these platforms, please contact your financial adviser.

Datt Capital
L3, 390 St Kilda Road, Melbourne Victoria 3004
E: daniel@datt.com.au