ELVEST

The Elvest Fund

Monthly Report - June 2026

Commentary

The Elvest Fund returned 12.4% for June, versus the Benchmark return of -2.0%. Since inception, the Fund has returned a total of 59.4%, versus the Benchmark return of 25.1%.

Subsiding geopolitical tension stoked an increase in risk appetite during the month. When combined with several positive stock-specific updates, the Fund closed out a volatile financial year solidly.

In contrast to much of FY26, small cap industrials (+3.9%) led the way in June, while small cap resources sold off (-13.4%). For the financial year, industrials returned -0.8% while resources delivered 30.7%.

Key contributors were Life360 (360), Megaport (MP1), Tasmea (TEA), Southern Cross Electrical Engineering (SXE), Neuren Pharmaceuticals (NEU), Pinnacle Investment Management (PNI), and Lycopodium (LYL).

360 rallied after climbing Top Grossing app rankings in almost all of its 29 markets. US data was particularly strong, with 360 now ranked 21st among all apps. The data bodes well for subscriptions and Monthly Active User (MaU) growth in the June quarter.

MP1 raised $827m (Elvest participated) to build a distributed AI inference cloud, pairing its network across ~10% of the world's data centres with Latitude.sh compute. The combination delivers low-latency, low-cost inference. Surging demand has nearly doubled ARR in six months to $663m.

Supported by tailwinds related to data centre, resources and infrastructure capex, ASX-listed contractors including TEA, SXE and LYL all rallied in June. TEA announced two significantly accretive acquisitions and a special fully franked dividend, before providing FY27 earnings guidance that was ahead of prior expectations.

SXE secured over $150m of new contract wins and upgraded FY26 earnings forecasts. Management provided FY27 EBITDA guidance of at least $100m, which was about 25% higher than consensus estimates, and announced a $165m equity raising, which Elvest also took part in.

LYL was awarded a $196m EPCM contract win and noted 'additional anticipated new work to be currently in the late stages of negotiation'. With further material contract wins ostensibly imminent, LYL is well positioned to deliver strong earnings growth in FY27.

NEU surged after its drug trofinetide was recommended for approval in the European Union. Final marketing authorisation is typically a formality post recommendation, which will see NEU receive material milestone payments and a royalty on all sales made.

PNI finished FY26 with a late rally, but for most of the year the price wore negative headlines on two of its 19 affiliates, Metrics and Hyperion. We think the broader picture is far more constructive. Net inflows for the nine months to 31 March were $26.6bn, adding 15% to June 2025 FUM. On top of this there are several near term drivers across its global affiliate base, setting up strong underlying earnings growth in FY27.

After a challenging FY26 for small cap industrials, we enter FY27 optimistic about the Fund's prospects. The portfolio remains constructed with an emphasis on undervalued quality compounders offering growth well in excess of market averages.

Top Holdings (alphabetical order)

360	Life360
MP1	Megaport
PNI	Pinnacle Investment Management
SXE	Southern Cross Electrical
ZIP	Zip Co

Performance	1 Month	1 Year	3 Years p.a.	Since Inception p.a.*	Since Inception*
The Elvest Fund	**12.4%**	**7.3%**	**12.4%**	**12.1%**	**59.4%**
S&P/ASX Small Industrials TR	**3.9%**	**-0.8%**	**6.7%**	**4.5%**	**19.8%**
S&P/ASX Small Ordinaries TR	**-2.0%**	**8.1%**	**9.9%**	**5.6%**	**25.1%**

* Inception date 1 June 2022. Performance after all fees & expenses. **Cum distribution unit price** (1/7/2026): MID ($) 1.4247, ENTRY ($) 1.4282, EXIT ($) 1.4211.

The Manager

Elvest Co is a boutique investment manager specialising in small and mid cap Australian equities. Independently owned and operated by managers with a strong track record, Elvest Co is the investment manager of The Elvest Fund.

Adrian Ezquerro

Principal & Portfolio Manager

Adrian is a Portfolio Manager of the Elvest Fund, and a co-founder of investment management company Elvest Co Pty Limited. Adrian has over 15 years' experience in financial markets, with prior roles including Analyst, Senior Analyst, Portfolio Manager and Head of Investments.

Jonathan Wilson CFA

Principal & Portfolio Manager

Jonathan is a Portfolio Manager of the Elvest Fund, and a co-founder of investment management company Elvest Co Pty Limited. Jonathan has over 10 years' experience in financial markets, with prior roles including Analyst, Senior Analyst and Portfolio Manager.

Investment Approach

Our bottom-up research and company visitation program results in an actively managed portfolio of high-quality Australian businesses offering dynamic growth. We seek to own a part share of established emerging leaders that are still relatively early in their life cycle. We therefore expect to benefit from the earnings and dividend growth that often follows. We target companies that have emerging industry leadership, a strong balance sheet, healthy cash generation, aligned management teams and large opportunity sets.

About The Fund

The Elvest Fund is a long-only Australian equities fund. The Fund invests in 20-40 companies that are typically outside of the S&P/ASX 100 at the time of initial inclusion. The objective is to provide strong absolute returns to investors, while also outperforming its Benchmark over the long term.

Fund Information

Name	The Elvest Fund	**Investment Eligibility**	Wholesale only
Structure	Wholesale Unit Trust	**Minimum Investment**	$250,000 (unless otherwise agreed)
Investment Universe	ASX-Listed small and mid caps	**Liquidity**	Monthly
Benchmark	S&P/ASX Small Ords Accum. Index	**Distributions**	Annually
Number of Holdings	20 to 40 securities	**Fees**	1.28% (incl. GST, net of RITC) 20.5% (incl. GST, net of RITC) of outperformance of the Benchmark, subject to a high water mark.
Stock Limit	10% at cost		
Investment Timeframe	5 years+		
APIR Code	FHT0540AU	**Administration**	Fundhost
Platform Availability	HUB24, Netwealth, Mason Stevens	**Custodian**	HSBC

Contact

Elvest email: info@elvest.com.au Phone: (02) 9093 0609

Fundhost email: admin@fundhost.com.au Phone: (02) 8223 5400