



THE MONTGOMERY FUND

INVESTMENT REPORT & FACT SHEET

FUND FACTS

INVESTMENT MANAGER

Montgomery Investment Management Pty Ltd

SUB-INVESTMENT MANAGER

Australian Eagle Asset Management Pty Ltd and their 18 year track record has been appointed as the sub-investment manager from 12 September 2022.

OBJECTIVE

The Montgomery Fund aims to outperform the index over a rolling 5-year period.

STYLE

Active, bottom-up, fundamental, quality

BENCHMARK

The S&P/ASX 300 Accumulation Index

FUND CONSTRUCTION

The Fund's All Cap portfolio will typically comprise 25-35 high-conviction stocks listed on the ASX.

APIR

FHT0030AU

RECOMMENDED INVESTMENT TIMEFRAME

5 years

MINIMUM INITIAL INVESTMENT

\$25,000

PORTFOLIO MANAGERS

Sean Sequeira
Alan Kwan

INCEPTION DATE

17 AUGUST 2012

FUND SIZE

\$284.4M

MANAGEMENT FEES AND COSTS

1.36% per annum¹

PERFORMANCE FEES

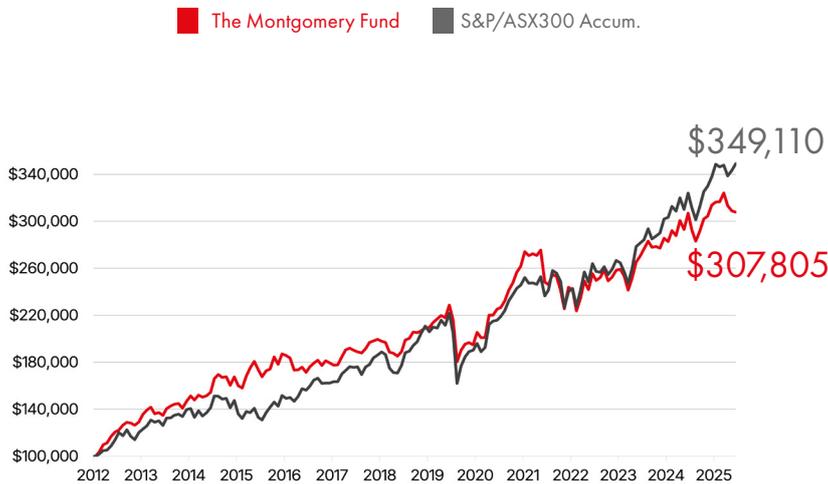
15.38% of the total return of The Fund that is in excess of the Index.¹

¹ See page 5 of the PDS for more information

APPLICATION & REDEMPTION PRICES

montinvest.com/tmf

PERFORMANCE GRAPH



DISTRIBUTIONS

HALF-YEAR TO	CENTS PER UNIT	DISTRIBUTION RETURN (%)
December 2025	1.2753	0.85
June 2025	8.1416	5.58
December 2024	1.3217	0.88
June 2024	11.4223	7.87
December 2023	2.1568	1.51
June 2023	4.4834	3.25
December 2022	1.5263	1.07
June 2022	14.4221	8.20
December 2021	1.0019	0.59
June 2021	5.0329	3.46
December 2020	0.4601	0.35

PORTFOLIO PERFORMANCE

(to 31 January 2026, after all fees)

	1 month	3 months	6 months	12 months	3 years (p.a.)	5 years (p.a.)	7 years (p.a.)	10 years (p.a.)	Since inception ²	Compound annual return (since inception) ²
THE MONTGOMERY FUND	-0.34%	-5.04%	-1.92%	0.32%	6.42%	6.45%	7.21%	5.89%	207.81%	8.71%
S&P/ASX 300 ACCUM. INDEX	1.72%	0.39%	3.32%	7.76%	9.77%	10.10%	10.15%	10.12%	249.11%	9.74%
OUT/UNDER PERFORMANCE	-2.06%	-5.43%	-5.24%	-7.44%	-3.35%	-3.65%	-2.94%	-4.23%	-41.30%	-1.03%

Fund performance prior to 12 September 2022 is not attributable to the current sub-investment manager.

Presented below is the longer-term record of the current sub-investment manager's strategy since its inception. Refer above for Fund performance.

BROADER STRATEGY PERFORMANCE

(to 31 January 2026, after all fees)

	1 month	3 months	6 months	12 months	3 years (p.a.)	5 years (p.a.)	7 years (p.a.)	10 years (p.a.)	Since inception ²	Compound annual return (since inception) ²
AUSTRALIAN EAGLE COMPOSITE ³	-0.34%	-5.04%	-1.92%	0.32%	6.42%	8.69%	10.88%	12.44%	604.19%	9.75%
S&P/ASX 300 ACCUM. INDEX	1.72%	0.39%	3.32%	7.76%	9.77%	10.10%	10.15%	10.12%	402.14%	8.00%
OUT/UNDER PERFORMANCE	-2.06%	-5.43%	-5.24%	-7.44%	-3.35%	-1.41%	0.73%	2.32%	202.05%	1.75%

² 17 August 2012

³ The inception date of the Australian Eagle Composite is 07 February 2005. The performance represents the Australian Eagle SMA performance adjusted to include The Montgomery Fund's fees. Portfolio Performance is calculated after fees and costs, including the Investment management fee and Performance fee, but excludes the buy/sell spread. All returns are on a pre-tax basis. The returns in the composite include the Australian Eagle returns from 7 February 2005 to 30 September 2022, and from this point onwards include the returns in The Montgomery Fund (the first full month Australian Eagle commenced as the investment manager for this product).

Portfolio Performance is calculated after fees and costs, including the Investment management fee and Performance fee, but excludes the buy/sell spread. All returns are on a pre-tax basis. Past performance is not indicative of future performance.



TOP COMPLETED HOLDINGS* (TCH)

(as at 31 January 2026)

COMPANY NAME	ASX CODE	SECTOR	WEIGHT (%)
Commonwealth Bank of Australia	CBA	Financials	6.35
Cochlear	COH	Health Care	6.19
QBE Insurance Group	QBE	Financials	6.11
Woodside Energy Group	WDS	Energy	5.86
Rio Tinto	RIO	Materials	5.85
Aristocrat Leisure	ALL	Consumer Discretionary	4.97
CSL	CSL	Health Care	4.60
Brambles	BXB	Industrials	4.57
Evolution Mining	EVN	Materials	4.49
BHP Group	BHP	Materials	4.22
Total equity weighting			97.30
Total cash weighting			2.70

*Top Completed Holdings are businesses we own but are not actively buying or selling at the time of writing.

TOP 3 CONTRIBUTORS AND DETRACTORS

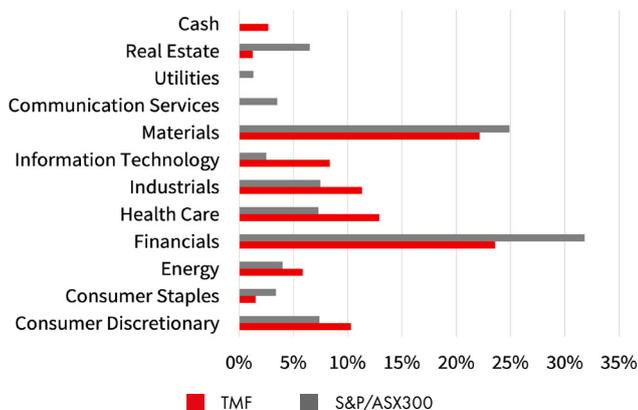
CONTRIBUTORS

Evolution Mining	Continued to outperform as commodities reached record highs during the month.
Woodside Energy	Rose alongside oil price.
ASX	Outperformed over the month reinforcing confidence in the underlying operating leverage of the business.

DETRACTORS

Life360	Underperformed as the share price fell in line with broader technology sector weakness
Xero	Share price fell as the market continued to de-risk positions exposed to higher interest rate uncertainty.
Silex Systems	Underperformed as the company was overlooked by the U.S. Department of Energy funding round.

INDUSTRY EXPOSURE



MARKET CAPITALISATION

	TMF (%)	S&P/ASX300 (%)	ACTIVE (%)	# STOCKS
ASX 1 -20	57.2%	58.0%	-0.8%	13
ASX 21-50	21.8%	17.2%	4.6%	6
ASX 51 -100	9.5%	12.7%	-3.2%	4
ASX 101 -200	8.1%	9.2%	-1.0%	4
ASX 201 -300	0.2%	2.9%	-2.7%	1
Ex S&P/ ASX 300	0.4%		0.4%	1
Cash	2.7%			
Total	100.0%			29

CONTACT DETAILS

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This report was prepared by Montgomery Investment Management Pty Ltd, AFSL No: 354564 ('Montgomery') the investment manager of The Montgomery Fund ('TMF'), ARSN 159 364 155. The Responsible Entity of The Fund is Fundhost Limited (ABN 69 092 517 087) (AFSL No: 233 045) ('Fundhost'). This document has been prepared for the purpose of providing general information, without taking into account your particular objectives, financial circumstances or needs. You should obtain and consider a copy of the Product Disclosure Document ('PDS') relating to the Fund before making a decision to invest. Both the PDS and the Target Market Determination are available here: <http://fundhost.com.au/investor/tmf>. While the information in this document has been prepared with all reasonable care, neither Fundhost nor Montgomery makes any representation or warranty as to the accuracy or completeness of any statement in this document including any forecasts. Neither Fundhost nor Montgomery guarantees the performance of the Fund or the repayment of any investor's capital. To the extent permitted by law, neither Fundhost nor Montgomery, including their employees, consultants, advisers, officers or authorised representatives, are liable for any loss or damage arising as a result of reliance placed on the contents of this report. Past performance is not indicative of future performance.

PLATFORMS WE ARE ON: Asgard BT Panorama CFS Edge Clearstream DASH HUB24 IOOF eXpand Macquarie Wrap Mason Stevens Netwealth OneVue Praemium Powerwrap



Australian equities rose during the month, led by a sharp rally in resource stocks as commodity prices surged, offset by continued weakness in the technology and financials sectors. Strong gains in gold, copper and bulk commodities supported miners, while higher bond yields and valuation pressure continued to weigh on long-duration growth stocks. Domestically, inflation surprised to the upside at 3.8 per cent and unemployment fell to 4.1 per cent, reinforcing the view that economic conditions remain resilient resulting in a 0.25 per cent Reserve Bank of Australia (RBA) interest rate hike in early February.

The Montgomery Fund (the Fund) returned negative 0.34 per cent after fees in January 2026, underperforming the benchmark, as measured by the S&P/ASX 300 Accumulation Index, which rose 1.72 per cent. The market's strength was driven by energy and resources, while continued weakness in technology weighed on portfolio returns. Although the Fund held meaningful exposure to resource companies, these gains were insufficient to offset the sell-off in long-duration growth stocks. The portfolio remains positioned in businesses with improving earnings quality and sustainable competitive advantages, where recent share price weakness reflects sentiment and rate expectations rather than deteriorating fundamentals.

Portfolio changes

The Fund increased positions in ASX Ltd (ASX:ASX), BHP Group Ltd (ASX:BHP), Calix Ltd (ASX:CXL), Evolution Mining Ltd (ASX:EVN), PLS Ltd (ASX:PLS) and Woodside Energy Ltd (ASX:WDS).

The Fund decreased exposure to Life360 Inc. (ASX:360), ARB Corporation Ltd (ASX:ARB), Dexus Ltd (ASX:DXS), Iluka Resources Ltd (ASX:ILU), TechnologyOne Ltd (ASX:TNE) and Xero Ltd (ASX:XRO).

The Fund initiated a small position in WeeBit Nano Ltd (ASX:WBT), a next generation memory licensing company. WeeBit Nano has reached a key commercial inflection point with independent validation of its technology through a licensing contract with a tier one semiconductor partner. WeeBit is now transitioning from a long-dated research and development (R&D) story to a monetisation-driven licensing model with asymmetric upside.

The Fund initiated a position in Worley Ltd (ASX:WOR), a global engineering and project management group across energy, resources and chemicals industries. Recent contract wins and advisory appointments across energy markets have driven backlog growth. This activity materially improves both revenue visibility and mix toward higher-quality reimbursable and advisory work, positioning Worley as a beneficiary of the multi-year global capex cycle.

Contributors

Evolution Mining Ltd (ASX:EVN) continued to outperform as the gold and copper price reset record highs during the month. Management have improved financial year 2026 cost guidance due to strong cost control and higher by-product credits, reinforcing the company's position as one of the lowest cost gold producers.

Woodside Energy Ltd (ASX:WDS) rose with the oil price. Financial year 2025 production exceeded guidance despite seasonal weather impacts in the latest quarter. Beaumont New Ammonia Project achieved first production in late December while growth projects (Scarborough Energy, Trion Project and Louisiana LNG) are all progressing on or ahead of schedule.

ASX Ltd (ASX:ASX) outperformed over the month despite a notable cost growth downgrade, with operating expense growth lifted to 13–15 per cent from a prior 8–11 per cent range. Importantly, the market had not been expecting double-digit revenue growth, which helped offset concerns on costs and reinforced confidence in the underlying operating leverage of the business.

Detractors

Life360 Inc (ASX:360) detracted from performance as the share price fell in line with broader technology sector weakness, despite delivering a strong 4Q25 result. The company exceeded already-upgraded revenue and earnings before interest, taxes, depreciation and amortisation (EBITDA) guidance and reported its strongest ever 4Q monthly active users (MAU) additions.

Xero Ltd (ASX:XRO) fell as the market continued to de-risk positions exposed to higher interest rate uncertainty and scrutinise recent large-scale merger and acquisition (M&A) activity, including concerns around potential overpayment and integration of Melio. The sell-off reflected risk aversion toward longer-dated growth stocks rather than any deterioration in Xero's growing revenue, subscriber numbers and customer retention.

SILEX Systems Ltd (ASX:SLX) underperformed after the company was passed over for the U.S. Department of Energy's US\$900 million uranium enrichment funding round, which disappointed investors expecting a larger near-term catalyst. The company secured a smaller grant to support next-generation laser-based enrichment technology, and the strategic value and long-term commercial potential of its proprietary enrichment technology remains.

