



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

\$300.6M

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

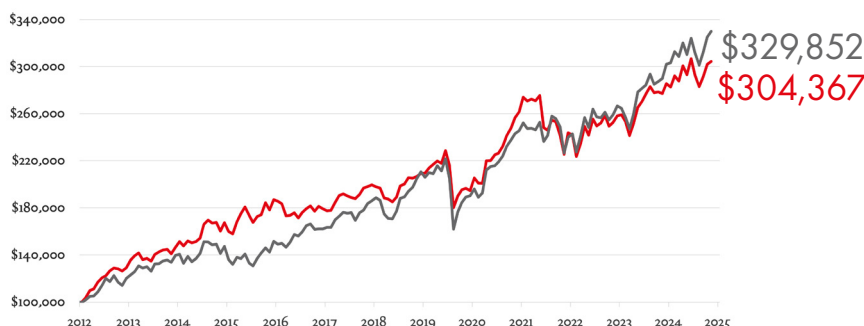
¹ See page 5 of the PDS for more information

APPLICATION & REDEMPTION PRICES

montinvest.com/tmf

PERFORMANCE GRAPH

■ The Montgomery Fund ■ S&P/ASX300 Accum.



DISTRIBUTIONS

HALF-YEAR TO	CENTS PER UNIT	DISTRIBUTION RETURN (%)
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
June 2020	0.0857	0.06

PORTFOLIO PERFORMANCE

(to 30 June 2025, 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	0.81%	7.53%	3.86%	9.83%	10.50%	9.12%	6.33%	6.62%	204.37%	9.04%
S&P/ASX 300 ACCUM. INDEX	1.42%	9.48%	6.36%	13.74%	13.35%	11.77%	8.72%	8.85%	229.85%	9.72%
OUT/UNDER PERFORMANCE	-0.61%	-1.95%	-2.50%	-3.91%	-2.85%	-2.65%	-2.39%	-2.23%	-25.48%	-0.68%

Fund performance prior to 12 September 2022 is not attributable to the current sub-investment manager, but the previous investment manager. Presented below is the longer-term record of the current sub-investment manager's strategy since its inception.

AUSTRALIAN EAGLE COMPOSITE ³	0.81%	7.53%	3.86%	9.83%	11.43%	11.41%	9.87%	12.09%	596.32%	9.98%
S&P/ASX 300 ACCUM. INDEX	1.42%	9.48%	6.36%	13.74%	13.35%	11.77%	8.72%	8.85%	374.44%	7.93%
OUT/UNDER PERFORMANCE	-0.61%	-1.95%	-2.50%	-3.91%	-1.92%	-0.36%	1.15%	3.24%	221.88%	2.05%

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.



COMPANY NAME	ASX CODE	SECTOR	WEIGHT (%)
Commonwealth Bank of Australia	CBA	Financials	9.16
Cochlear	COH	Health Care	6.37
QBE Insurance Group	QBE	Financials	6.00
Rio Tinto	RIO	Materials	5.86
ASX	ASX	Financials	4.99
Macquarie Group	MQG	Financials	4.90
CSL	CSL	Health Care	4.84
Wesfarmers	WES	Consumer Discretionary	4.10
Technology One	TNE	Information Technology	4.03
Xero	XRO	Information Technology	3.42
Total equity weighting			98.12
Total cash weighting			1.88

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

TOP 3 CONTRIBUTORS AND DETRACTORS

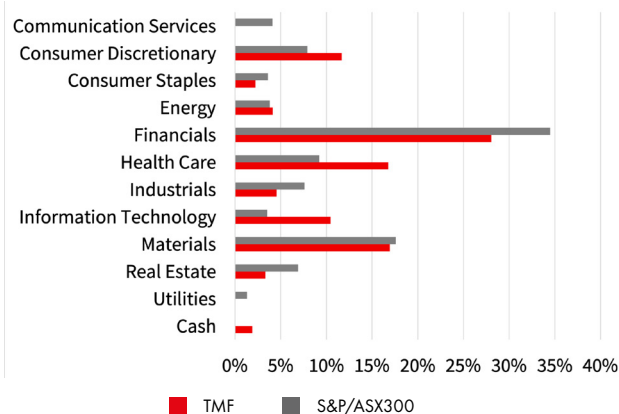
CONTRIBUTORS

Cochlear	The company's imminent release of new products is set to help gain market share off competitors.
SILEX Systems	The share price rose with the uranium price.
Macquarie Group	The share price rose with the big four banks.

DETRACTORS

Evolution Mining	The share price fell after revealing a lower resources and reserves annual statement.
Web Travel Group	The share price fell due to uncertainty in the travel sector from airstrikes in the Middle East.
Rio Tinto	The share price fell after the CEO resigned and the company revealed a lawsuit with the Mongolian government.

INDUSTRY EXPOSURE



MARKET CAPITALISATION

	TMF (%)	S&P/ASX300 (%)	ACTIVE (%)	# STOCKS
ASX 1 -20	51.7	60.3	-8.6	14
ASX 21-50	20.8	17.6	3.2	5
ASX 51 -100	14.1	11.6	2.5	5
ASX 101 -200	7.0	8.1	-1.1	3
ASX 201 -300	4.5	2.5	2.0	2
Ex S&P/ ASX 300	0.0		0.0	0
Cash	1.9			
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 ⇄ Colonial First Wrap ⇄ Clearview Wealthsolutions ⇄ Investment Exchange (IX) ⇄ Clearstream ⇄ DASH ⇄ HUB24 ⇄ Xplore Wealth ⇄ Macquarie Wrap ⇄ Mason Stevens ⇄ MLC/Navigator ⇄ Netwealth ⇄ North ⇄ OneVue ⇄ Praemium ⇄ Powerwrap



The Montgomery Fund (The Fund) returned a positive 0.81 per cent return after fees in June 2025. The S&P/ASX 300 Accumulation Index returned 1.42 per cent led by gains in energy stocks and the big banks (again), in an unexpectedly eventful month marked by several downgrades and trading updates, as well as takeovers and a large Initial Public Offering (IPO) of Virgin Australia Holdings ahead of 30 June.

Global markets continued their sharp recovery from Trump's 'Liberation Day' tariffs announced in April, despite ongoing geopolitical uncertainty, armed conflict and uncertainty surrounding central bank policy. The U.S. and China agreed to a provisional "handshake framework" for trade, temporarily de-escalating tensions and reviving hopes for more constructive relations.

Meanwhile, despite U.S. inflation coming in below expectations for the fourth consecutive month, which prompted markets to price in two interest rate cuts later this year, Federal Reserve officials maintained a more cautious and hawkish stance, wary of inflation persistence and the delayed impact of tariffs.

The European Central Bank delivered its eighth consecutive rate cut, bringing its benchmark rate to two per cent in a bid to support the flagging E.U. economy, while the Bank of England opted to hold rates steady, despite the region's rising geopolitical risk and slowing growth.

Chinese economic data also painted a mixed picture. While retail sales surprised to the upside, industrial production, steel output and residential property prices all declined, suggesting the stimulatory effects of earlier policy measures may be wearing off.

The Australian market followed global markets higher. The Australian dollar appreciated modestly to US65 cents, driven by a weakening U.S. dollar, which also supported gold and Bitcoin prices. Economic data remained broadly stable, with unemployment holding at 4.1 per cent. Inflation hit a seven-month low of 2.1 per cent, remaining within the target 2-3 per cent range. However, with the ongoing cost-of-living squeeze, subdued consumer sentiment, and declining business investment, many economists have become increasingly vocal, calling for interest rate cuts. The Reserve Bank of Australia has indicated it will look for evidence inflation is likely to remain below the upper band of three per cent, before cutting rates further.

Portfolio changes

The Fund increased positions in Life360 Inc (ASX:360), Commonwealth Bank of Australia (ASX:CBA), Rio Tinto Ltd (ASX:RIO) and SILEX Systems Ltd (ASX:SLX).

The Fund decreased exposure to CSL Ltd (ASX:CSL), Dexs Ltd (ASX:DXS), Fortescue Ltd (ASX:FMG), Pilbara Minerals Ltd (ASX:PLS) and Web Travel Group Ltd (ASX:WEB).

Major contributors

Cochlear Ltd (ASX:COH) – Cochlear's share price performed strongly during the month as investors began to price in the upcoming launch of its new cochlear implant and sound processor in the second half of calendar 2025. The refreshed product cycle is expected to reinvigorate upgrade demand from its existing user base and drive market share gains over competitors.

SILEX Systems Ltd (ASX:SLX) – Silex benefited from renewed strength in the uranium spot market, which rose on the tailwinds of broader energy security and increased demand from data centres. As one of the few listed companies with proprietary uranium enrichment technology, SILEX Systems remains well-positioned to benefit from any sustained investment in Western nuclear fuel independence. The company's progress on commercial demonstration of its technology continues to be closely watched.

Macquarie Group Ltd (ASX:MQG) – Macquarie's share price rallied in line with broader strength across the domestic financial sector, particularly the big four banks. The company's diversified earnings streams and disciplined capital allocation were highlighted in its May result, which featured strong cost control and solid underlying performance in banking and financial services. Investors were also encouraged by management's ongoing optimisation of group headcount and expense growth in a more challenging environment.

Detractors

Evolution Mining Ltd (ASX:EVN) – Evolution Mining underperformed during the month after releasing its annual resources and reserves update, which showed a 4.5 million ounce resource downgrade at its Red Lake asset. Despite this, the company continues to improve its balance sheet while its low-cost high-quality growth assets remain leveraged to gold price upside.

Web Travel Group Ltd (ASX:WEB) – Web Travel Group's share price came under pressure amid renewed uncertainty across global travel markets following military escalations in the Middle East. While the company has shown resilience through previous macro shocks, investors took a cautious stance amid other travel company downgrades.

Rio Tinto Ltd (ASX:RIO) – The share price fell after the unexpected resignation of CEO Jakob Stausholm raised investor concerns about leadership stability and the company's strategic direction. The situation was further complicated by the emergence of a sealed lawsuit involving the Mongolian government related to the Oyu Tolgoi project, reigniting uncertainty around one of its largest growth assets.

Distribution

At the conclusion of the 6 months to 30 June 2025, The Montgomery Fund paid a distribution of 8.1416 cents per unit. This brings the total distribution for the 2025 financial year to 9.4633 cents per unit. Accordingly, after ending financial year 2025 with a unit price of \$1.5011, we commence financial year 2026 with a unit price of \$1.4197. Since the Fund's inception on 17 August 2012, it has paid out a total of \$1.073 per unit.

