

Datt Absolute Return Fund



Portfolio Review

The Fund returned **-3.45%** in May underperforming its benchmark by **4.24%**. The Fund has returned **+13.51%** per annum net to its investors since inception. 69% of the Fund's capital was deployed as at month end.

May was another month of consolidation little movement in the portfolio. The Federal Budget released in May caused market anguish with significant uncertainty reflected by elevated volatility. We remain conservatively positioned given the volatile market conditions. The portfolio continues to hold elevated levels of cash and energy exposures. The largest contributor was New Hope Corporation which benefitted from higher thermal coal prices and an anticipated strengthening of forward looking demand due to ongoing disruption in LNG supply out of Qatar.

The largest detractor in the portfolio was Wisetech which was sold off 15% despite the confirmation of its previous earnings guidance. Negative media continued following employee complaints around downsizing initiatives previously announced. Another detractor was Viva Energy, which was sold off due to an 'act-of-god' explosion in its Geelong Refinery. Luckily, this only affected a portion of production with no injuries; the company provided guidance that full production would resume after 2 months.

The portfolio held 15 positions at month close with the top 5 positions accounting for 45% of the portfolio.

Market Review

The ASX 200 rose 0.8% for the month, a modest result that masked unusually wide sector dispersion and a narrow rather than broad-based participation profile. Sector leadership was bifurcated: Materials led on the back of a sharp lithium rally and continued strength in gold producers, supported by elevated bullion prices and a softer AUD, while Healthcare and Technology were the principal detractors as the market repriced high-multiple growth names against rising rates and execution risk. Financials, Consumer Staples and Industrials traded defensively against a string of soft corporate updates citing jet-fuel pass-through, weaker discretionary demand and Middle East risk weighing on forward guidance. The April monthly CPI print of 4.2% was firmer than the RBA's February forecasts but less severe than feared given energy-driven cost pressures. Despite the firmer headline, late-month volatility persisted and dispersion across the large-cap landscape continued to create selective opportunities for active managers.

Inflation remains a concern with the RBA raising cash rates by a further 25 basis points to 4.35 per cent in May that fully unwound last year's easing cycle. The environment remains beneficial for active, skilled stock pickers, and we continue to see many opportunities across sectors in tax loss season.

Key Information

Unit Price	1.1354 (as of May 31)
Management Fees	1.03%
Performance Fee (p.a.)	20.5% > benchmark
Benchmark	RBA cash rate + 5%
Fund Administrator & Trustee	Fundhost
Auditor	Ernst & Young
Custodian	HSBC
Platform Availability	<ul style="list-style-type: none"> • Hub24 IDPS, • Mason Stevens IDPS, • Netwealth IDPS, • Olivia123
Min. Investment	\$100,000 and only open to "wholesale investors".

Fund Performance

	1 month	3 month	1 year	3-year p.a	5-year p.a	Since inception (p.a)	Since Inception
Datt Absolute Return Fund	-3.45%	-17.48%	-13.24%	10.24%	9.50%	13.51%	169.28%
Vs. Benchmark	0.79%	2.33%	9.17%	9.50%	8.32%	7.45%	75.32%
Net Value	-4.24%	-19.81%	-22.41%	0.74%	1.18%	6.06%	93.96%

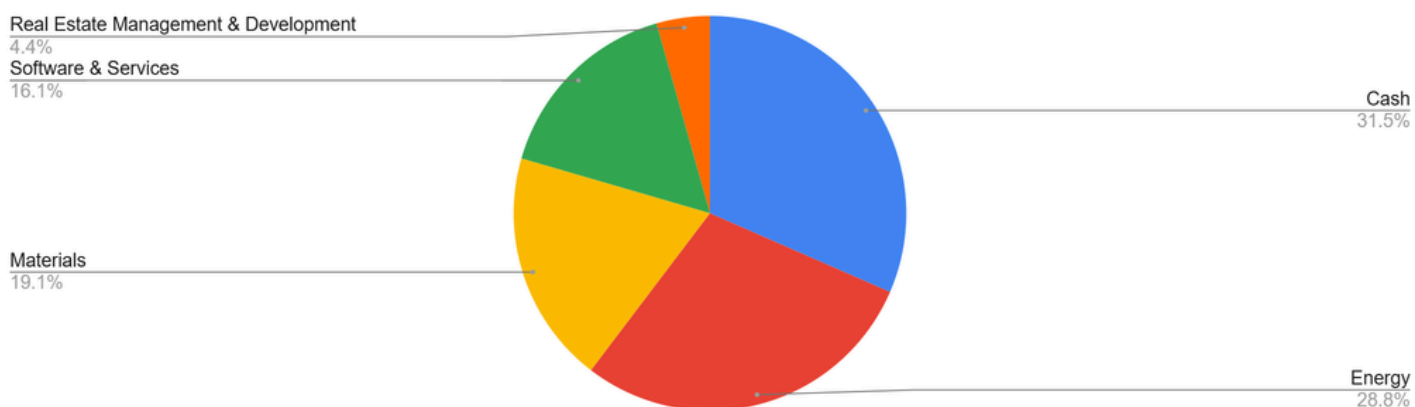
Note: Actual performance will differ for clients due to timing of their investment. Returns are calculated net of all fees, since inception. Benchmark is the RBA rate plus 5%. Inception date of the Fund is August 2018. Past performance is not an indicator of future performance.

Portfolio Analytics		Top 3 Portfolio Holdings *	
Sortino Ratio *	0.93	NHC	Energy
Sharpe Ratio * *	0.64	WTC	Technology
Standard Deviation	19.46	WA1	Materials

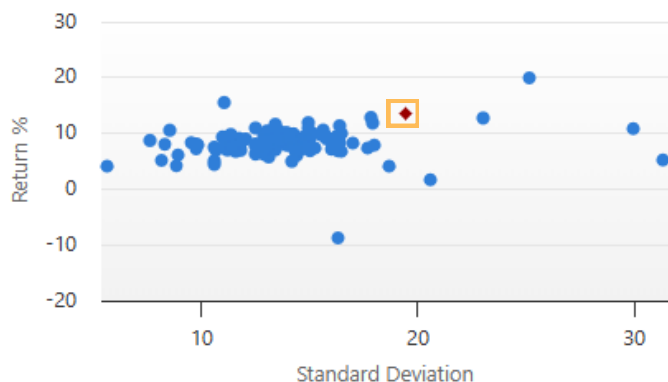
Sortino (*) and Sharpe ratios (* *) assume the Australian cash rate as the applicable risk-free rate, since inception.

* Alphabetical as at month's end.

Portfolio composition (GICS industry group) at month's end



Datt Capital Absolute Return Fund - Annualised Return vs. Standard Deviation



● Other Funds in Peergroup ◆ Current Fund

Source: Fund monitors

Datt Capital Absolute Return Fund Cumulative Return



— Datt Capital Absolute Return Fund

Source: Fund monitors

About the Datt Absolute Return Fund

The Datt Absolute Return Fund is a high-performing, multi-asset strategy designed to protect capital and deliver steady long-term returns with less volatility across market cycles. Since launching in 2018, the Fund has built resilience through a disciplined investment process and a clear commitment to our investors.

- **Preserve Capital First:** Minimise the risk of permanent capital loss across all market conditions.
- **Invest with High Conviction:** A concentrated portfolio of compelling, risk-adjusted opportunities across Australian-listed assets.
- **Apply Independent Research:** A proprietary model that uncovers overlooked opportunities and supports long-term outperformance.

Returns by Month

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FYTD
FY19		2.60%	-1.22%	-4.80%	3.53%	-2.07%	6.97%	1.66%	0.76%	-3.64%	-2.45%	0.79%	1.57%
FY20	4.85%	3.01%	1.72%	0.00%	1.31%	0.84%	2.02%	-5.85%	-13.66%	12.00%	9.22%	8.24%	23.23%
FY21	10.84%	11.82%	-2.05%	-0.37%	1.00%	0.30%	0.10%	3.63%	-0.98%	4.46%	6.26%	7.17%	26.86%
FY22	3.21%	-6.32%	7.63%	-6.90%	-2.64%	9.42%	-6.49%	5.27%	9.28%	4.31%	-0.43%	-3.71%	11.03%
FY23	12.13%	15.40%	-3.76%	-0.25%	-2.45%	-2.63%	-1.46%	-3.65%	-5.19%	2.02%	5.22%	0.47%	14.54%
FY24	2.11%	-1.43%	-1.07%	4.43%	3.41%	7.42%	-6.48%	5.31%	-1.64%	14.18%	10.28%	-1.73%	38.45%
FY25	-5.71%	1.96%	-3.44%	2.50%	3.25%	-6.85%	5.45%	2.45%	8.06%	1.79%	2.10%	-1.78%	9.04%
FY26	7.46%	4.08%	9.09%	-4.92%	0.49%	1.83%	-6.41%	-3.40%	-12.67%	-2.13%	-3.45%		-11.44%

Note: Actual performance will differ for clients due to timing of their investment. Returns are calculated net of all fees, since inception. Benchmark is the RBA rate plus 5%. Inception date of the Fund is August 2018. Past performance is not an indicator of future performance.

We encourage investors interested in our Fund offerings to please contact Daniel Liptak via email at daniel@datt.com.au or via phone on 0419 004 524.

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

Disclaimer: The Datt Capital Absolute Return Fund (Fund) and this report is for wholesale clients only. The information is intended for wholesale clients within the meaning of section 761G or 761GA of the Corporations Act 2001 (Cth) (Corporations Act) and must not be made available to any persons that are "retail clients" for the purpose of the Corporations Act. Datt Capital Pty Ltd (ABN 37 124 330865, AFSL542100) is the Investment Manager of the Fund. Fundhost Limited (ABN 69 092 517 087, AFSL 233045) is the issuer and trustee of the Fund. The information contained in this document is not intended for distribution to, or use by, any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation, or which would subject Datt Capital or Fundhost Limited to any registration or other requirement within such jurisdiction or country. To the extent permitted by law, Datt Capital and Fundhost, their officers, employees, consultants, advisers and authorized representatives, are not liable for any loss or damage arising as a result of any reliance placed on this document. Information has been obtained from sources believed to be reliable, but we do not represent it is accurate or complete, and it should not be relied upon as such. Datt Capital may provide general information to help you understand our investment approach. Any financial advice we provide has not considered your personal circumstances and an investment in the Fund may not be suitable for you. Past performance is not an indicator of future performance. Returns are not guaranteed
