



AUSTRALIAN EAGLE EQUITIES FUND

INVESTMENT REPORT & FACT SHEET

FUND FACTS

INVESTMENT MANAGER

Montgomery Investment Management Pty Ltd

SUB-INVESTMENT MANAGER

Australian Eagle Asset Management Pty Ltd is the appointed sub-investment manager. Australian Eagle has a 20-year track record as an investment manager. [Click here for more information.](#)

OBJECTIVE

The Australian Eagle Equities 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

FHT4600AU

RECOMMENDED

INVESTMENT TIMEFRAME

5 years

MINIMUM INITIAL

INVESTMENT

\$25,000

PORTFOLIO MANAGERS

Sean Sequeira
Alan Kwan

INCEPTION DATE

17 February 2025

FUND SIZE

\$12.8M

MANAGEMENT FEES AND COSTS

0.89% per annum*

* See page 5 of the PDS for more information

APPLICATION & REDEMPTION PRICES

fundhost.com.au/fund/australian-eagle-equities-fund

INVESTMENTS BY INVITATION ONLY

PERFORMANCE GRAPH



AUSTRALIAN EAGLE EQUITY STRATEGY (LONG ONLY) PERFORMANCE GRAPH



Australian Eagle Equities Fund

S&P/ASX 300 Accumulation Index

The above strategy performance graph and table is based on historical Australian Eagle Equity Strategy (Long Only) performance.³ This performance data below is provided as an example of performance of the Investment Manager and the strategy only. It is not the performance of the Fund which launched 17 February 2025.

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.)	10 years (p.a.)	Since inception ¹	Compound annual return (since inception) ¹
AUSTRALIAN EAGLE EQUITIES FUND	0.83%	7.59%	N/A	N/A	N/A	N/A	N/A	0.87%	N/A
S&P/ASX 300 ACCUM. INDEX	1.42%	9.48%	N/A	N/A	N/A	N/A	N/A	1.69%	N/A
OUT/UNDER PERFORMANCE	-0.59%	-1.89%	N/A	N/A	N/A	N/A	N/A	-0.82%	N/A

AUSTRALIAN EAGLE EQUITY STRATEGY (LONG ONLY) PERFORMANCE

(to 30 June 2025, after all fees)

	1 month	3 months	6 months	12 months	3 years (p.a.)	5 years (p.a.)	10 years (p.a.)	Since inception ²	Compound annual return (since inception) ²
AUSTRALIAN EAGLE COMPOSITE ³	0.83%	7.59%	4.29%	10.53%	12.05%	11.92%	12.86%	702.13%	10.75%
S&P/ASX 300 ACCUM. INDEX	1.42%	9.48%	6.36%	13.74%	13.35%	11.77%	8.85%	374.44%	7.93%
OUT/UNDER PERFORMANCE	-0.59%	-1.89%	-2.07%	-3.21%	-1.30%	0.15%	4.01%	327.69%	2.82%

¹17 February 2025

²07 February 2005

³The above historical performance reflects the performance of the Australian Eagle Equity Strategy (Long Only) since its inception 07 February 2005 and not the Australian Eagle Equities Fund. This historical performance has been provided for information purposes and has been adjusted to reflect the ongoing fees applicable to the Fund. Portfolio Performance is calculated after fees and costs, including the Investment management fee, but excludes the buy/sell spread. Past performance is not indicative of future performance.



TOP COMPLETED HOLDINGS* (TCH)

(at 30 June 2025)

COMPANY NAME	ASX CODE	SECTOR	WEIGHT (%)
Commonwealth Bank of Australia	CBA	Financials	9.13
Cochlear Ltd	COH	Health Care	6.36
QBE Insurance Group Ltd	QBE	Financials	6.00
Rio Tinto Ltd	RIO	Materials	5.86
ASX Ltd	ASX	Financials	4.98
Macquarie Group Ltd	MQG	Financials	4.90
CSL Ltd	CSL	Health Care	4.76
Wesfarmers Ltd	WES	Consumer Discretionary	4.02
Technology One Ltd	TNE	Information Technology	3.96
Xero Ltd	XRO	Information Technology	3.42
Total equity weighting			97.49
Total cash weighting			2.51

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

TOP 3 CONTRIBUTORS AND DETRACTORS

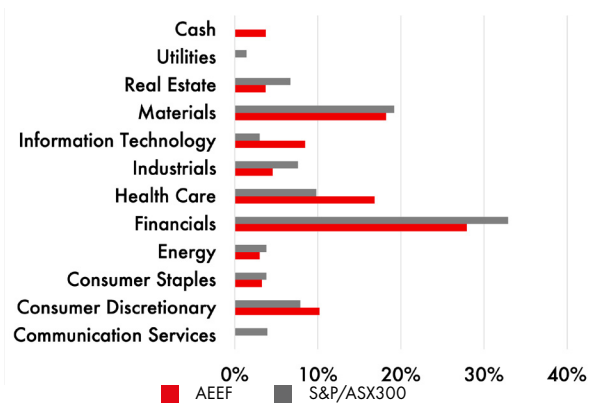
CONTRIBUTORS

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

	AEEF (%)	S&P/ASX300 (%)	ACTIVE (%)	# STOCKS
ASX 1 -20	51.4	60.3	-8.9	14
ASX 21 -50	20.8	17.6	3.2	5
ASX 51 -100	13.9	11.6	2.3	5
ASX 101 -200	6.9	8.1	-1.2	3
ASX 201 -300	4.4	2.5	1.9	2
Ex S&P/ ASX 300	0.0		0.0	0
Cash	2.5			
Total	100.0			29

CONTACT DETAILS

ADVISERS, RESEARCHERS AND PLATFORMS

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Available through private menus: North Scheme Menu, BT Panorama

This report was prepared by Montgomery Investment Management Pty Ltd, AFSL No: 354564 ('Montgomery') the investment manager of The Australian Eagle Equities Fund ('AEEF'), ARSN 647 519 542. 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>. 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.



The Australian Eagle Equities Fund (The Fund) returned a positive 0.83 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 (RBA) 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

With the conclusion of the financial year, the Fund has paid a distribution of 0.028 cents per unit. This is for the time period since the Fund's inception on 17 February 2025 to 30 June 2025. Accordingly after ending the financial year 2025 with a unit price of \$1.0087, we commence financial year 2026 with a unit price of \$1.0084.

