Prime Value Enhanced Income Fund Monthly Update – June 2026

- The Fund's return for June 2026 was 0.50% after-fees, which is above the Fund's benchmark return. For the past 12 months – the financial year just ended - the Fund's return after-fees was 4.43%, also above the Fund's benchmark return. All returns after-fees through to inception of the Fund in 2014 finished the financial year exceeding the relevant benchmark returns for the Fund.
- The Fund's distribution of $0.0121 per unit for the June quarter 2026 was paid to investors in early July.
- Renewed hostilities between the US and Iran, high inflation readings, and a potential 'sea change' by the US Federal Reserve to hike rates, are key factors influencing markets and sources of volatility. We will continue to manage the Fund conservatively to ensure it meets its key objectives of capital preservation over the medium term and ongoing quarterly distributions to investors.

	Net Return	Net Return *including* Franking Credits**	Benchmark Return - 90 Day Bank Bill Rate (BBSW)
Since inception (p.a.)	**2.98%**	**3.35%**	2.23%
5 Years (p.a.)	**3.03%**	**3.18%**	3.18%
3 Years (p.a.)	**4.66%**	**4.83%**	4.15%
1 year	**4.43%**	**4.43%**	3.91%
6 Months	**2.26%**	**2.26%**	2.05%
3 Months	**1.47%**	**1.47%**	1.08%
1 month	**0.50%**	**0.50%**	0.36%

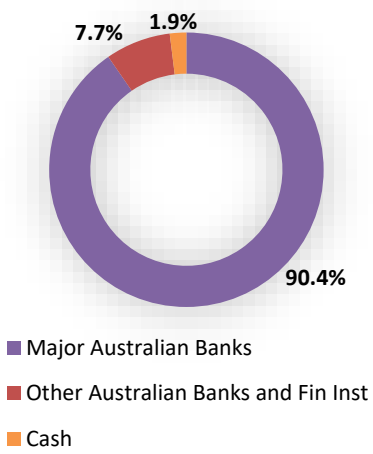
* Performance figures have been calculated in accordance with Financial Services Council (**FSC**) standards. No allowance has been made for taxation. Performance assumes the reinvestment of income distributions. Past performance is not necessarily an indicator of future performance. Net returns are calculated after management fees.
**Returns grossed up for Franking Credits are estimates.

Major Holdings	Sector	Category
ANZ	Banks	Unlisted Wholesale Securities
Suncorp	Banks	Unlisted Wholesale Securities
CBA	Banks	Unlisted Wholesale Securities
Westpac	Banks	Unlisted Wholesale Securities
Macquarie	Banks	Unlisted Wholesale Securities

Feature	Fund Facts
Responsible Entity	Prime Value Asset Management Ltd (ABN 23 080 376 110; AFSL 222 055)
Investment Objective	The Fund aims to provide a regular income with capital stability (i.e. low variability in the Fund's unit price). Variations in the unit price can occur from time to time due to market factors and other factors influencing the prices of securities in the portfolio. The Fund targets a return to investors in excess of the 90-day Bank Bill Swap Rate (BBSW) as published by the ASX on its website (until 15 December 2020 the Benchmark rate was the Reserve Bank of Australia's cash rate). Our aim is for minimal risk of capital loss in the medium term.
Target Market	The Fund is for investors seeking a regular return above the 90-day BBSW rate from a diverse portfolio of investments with an emphasis on capital preservation.
Benchmark Return	90-day BBSW rate
Inception Date	3 June 2014
Interest Rate Reset Duration	Approx. 3 months
Distributions	Quarterly
Suggested Investment Period	1 + year
Minimum Investment	$50,000
Indirect Cost Ratio (ICR)	0.60% p.a.[1]
Issue price (Ex)	$1.0040
Withdrawal Price (Ex)	$1.0036
Distribution (30/06/2026)	$0.0121

[1]Unless otherwise stated, all fees quoted are inclusive of GST and less the relevant RITC.

Holdings by Sector



Holdings by Category



Fund review and strategy

The Fund's return for June 2026 was 0.50% after-fees, which is above the benchmark return. For the past 12 months – the financial year just ended - the return after-fees was 4.43%, also above the Fund's benchmark return. All returns after-fees for periods through to the Fund's inception in 2014 finished the financial year exceeding the relevant benchmark returns. Past performance is not a reliable indicator of future performance. The Fund's distribution of $0.0121 per unit for the June quarter 2026 was paid to investors in early July.

Major global asset markets again performed well in June with the main focus on the Memorandum of Understanding (MOU) between the US and Iran regarding the cessation of hostilities. Since being signed, the MOU has come under significant pressure with hostilities resuming in early July and peace negotiations in Qatar now suspended.

In June, markets also grappled with the prospect of a "sea change" by the US Federal Reserve to hike rates. Markets are now pricing in a rate hike in October. The rise in inflation in the US the last 2-3 months, and expected further inflationary pressures, are the major reasons for the market's turnaround in US monetary policy expectations.

Overall, whilst market volatility abated in June, we can expect bouts of volatility in coming months with hostilities in the Middle East resuming and the direction of US monetary policy very fluid. We continue to expect elevated inflation readings to be a feature of markets over the next few months in Australia, the US and other western developed countries. This will add a measure of volatility to markets as it will mean the RBA, the US Fed and other central banks will be more likely to hike rates. Overall, the Fed's monetary policy and current interest rate settings in the US continue to be supportive to global markets.

The main risks to the Fund's performance continue to be a large and prolonged selloff in global markets or a significant deterioration in the Australian economy – neither appears likely at this stage. The Australian economy appears to be weaker but holding up despite the fall in consumer and business sentiment due to the Middle East situation and the Government's 2026/27 Budget.

Securities in the Fund's portfolio continue to perform well as credit spreads of highly rated securities have not been impacted by either the Middle East hostilities nor the tax changes in the Federal Budget. The Fund's portfolio mainly consists of securities which are rated either "AA-" or "AAA" by Standard & Poor's.

The RBA met in June and left the cash rate at 4.35%. The market is pricing in a 50% chance of one more rate hike and then no more thereafter, so we may be close to the end of the tightening cycle. Key elements of this expectation are the lower growth path expected for the Australian economy, and the RBA's forecast for inflation to fall back to 2.5% by mid-2028 which is considered an acceptable timeframe. Nonetheless, several inflationary pressures exist with market expectation for the RBA to keep its "tightening bias" for the time being.

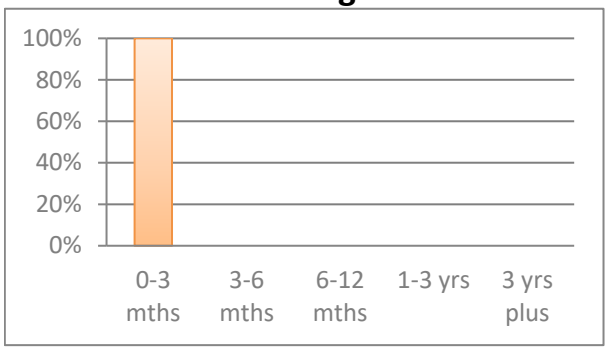
Securities in the Fund's portfolio are all "floating rate" with interest rates resetting every 3 months according to the prevailing 3-month BBSW rate. This rate is the major short-term interest rate in the professional wholesale market and highly transparent. The Fund has therefore directly benefitted from the RBA's rate hikes this year and stands to benefit from any further rate hikes as changes to the RBA's official cash rate flow directly through to the 3-month BBSW rate.

The resumption of hostilities between the US and Iran and cessation of peace negotiations are expected to significantly affect global markets in coming weeks. We also expect markets to be influenced by, firstly, official CPI releases in Australia and western developed countries, and secondly, any economic data or statements by the US Fed or its officials indicating a rate hike is more likely. Locally, the state of the housing and property market will also be important.

We will continue with our conservative risk management to ensure we meet the Fund's key objectives of capital preservation over the medium term and ongoing quarterly distributions to investors.

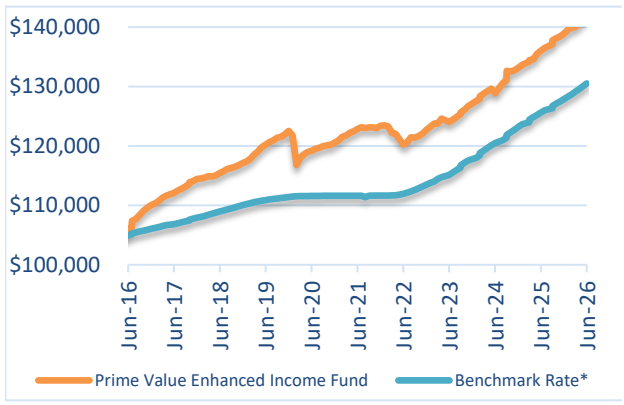
If you have any questions, please do not hesitate to arrange a call through your Investor Relations contact.

Interest Rate Reset Management



The Fund's portfolio weighted average interest rate reset duration is very close 3 months. All securities in the Fund's portfolio have interest rates that reset quarterly and therefore benefit from the higher interest rates in the market.

Fund Performance



This graph shows how $100,000 invested at the Fund's inception has increased to $142,050 (net of fees). This compares with the Fund's benchmark return, where a $100,000 investment would have increased to $130,520 over the same period.

*The Benchmark Return was calculated by reference to the RBA Official Cash Rate until December 2020 and thereafter by reference to the 90-day BBSW rate

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