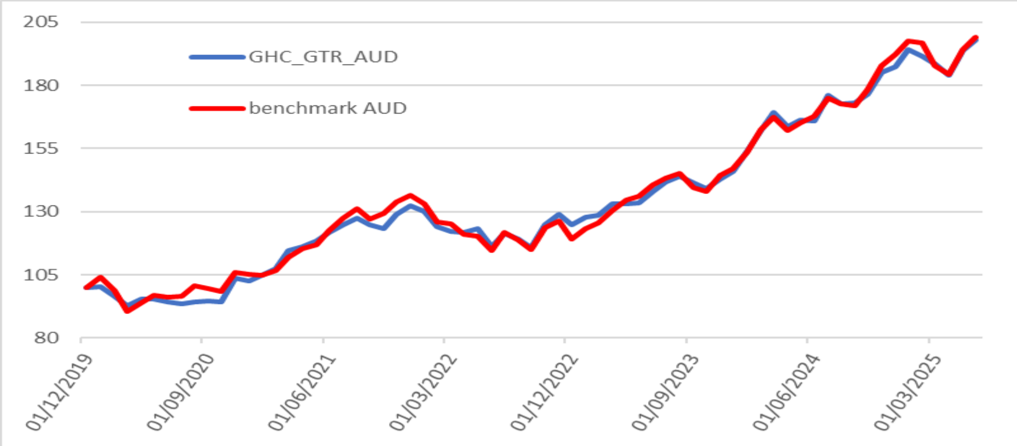
DELFT PARTNERS

Global Investment Management

Global Diversified

Strategy Update 30 June 2025

Value of AUD 100 since inception - Inception Date: 1 Jan 2020. Returns over 1 year are pa annualised



Periods ended 30 June 2025	1 Month	3 Months	1 Year	2 Years	Inception
Portfolio*	2.1%	4.9%	19.3%	19.7%	13.2%
Return vs. Benchmark	-0.3%	-1.0%	+0.7%	+0.7%	-0.1%

*Portfolio total return net Interest Withholding Tax in AUD, gross of fees. Based on a live portfolio managed by Delft that represents an expectation of returns. The returns will differ per account due to execution timing differences, account size and minimum lot constraints. This sheet provides general information only. Intended for wholesale professional investors in Australia only, and is not a recommendation for a product. Delft Partners operates as owner of API Capital Advisory P/L AFSL 329133

Delft Partners Global Diversified is a global listed equity strategy.

We produce an efficient portfolio designed to outperform typical global market cap based equity indices on a medium term basis

- We invest in all major markets and sectors to capture diversification benefits.
- We are typically unhedged
- We do not try to time style, Beta or market exposure, preferring to typically remain fully invested
- Active position sizes are based on risk and return estimates and constructed with the help of optimisation software
- We do not invest in companies where we believe poor Governance is likely to penalise shareholders.

Benefits

- Diversified portfolio
- Controlled risk
- Access to key decision makers

For additional information please visit www.delftpartners.com

Or contact us:

30 June 2025	Portfolio
No. of securities	95
Wtd Avg Market cap	US$ 240.1bn
Price/Earnings	16x
Price/Book	4.3x
Dividend Yield	2.5%
Price/Sales	2.8
Active Risk (vs Bmk) ex ante	4.4%
Weighted PAR score (Portfolio/Universe)	83/ 50

* Source: CIQ ,
Tile images https://www.antiquetileshop.com

QUARTERLY PORTFOLIO REVIEW & MARKET UPDATE

- World markets rose in the 2nd quarter despite considerable negative geo political events.
- The 'Big Beautiful Bill' just about passed in Congress and it seems to be a re-visit of the Tax Cuts and Jobs Act of 2017. This TCJA DID seem to have private sector employment benefits before Covid hit and the Democrats produced their BBB or Build Back Better government largesse package.
- What has been adopted as economic policy in the last 20 years hasn't really worked, apart from driving a continued rise in asset prices relative to stagnant incomes. A change is to be welcomed in so far as madness is doing the same thing over and over and expecting a different result.
- If the private sector can be induced to invest more while the government sector pulls back then we anticipate stronger private sector employment, wage growth and some form of re-industrialisation. Tariffs are a stick and companies won't have to physically up sticks and re-locate so much as simply re-locate their taxable base?
- With buy backs in the USA at $1 trillion p.a, any pick up in spending by listed companies will reduce this area of support for equities. 4-5 of the largest companies account for 1/4 of this and these are the ones to have pledged to invest much more. Something has to give here?
- A stronger economy does not always mean a stronger equity market. However our view remains that policy will be 'accommodating'.
- Much as Russia and the USA reached a stable impasse via MAD, there is a good chance that China and the USA reach an impasse via MAD 2 – or '**Mutually Agreed Dependency**'.
- Rumours abound regarding Xi Jinping but really, who knows? China and Hong Kong are cheap and it won't take much to see them running. We bought back into CK Hutchison.
- It's taken a while but Japan our long held view as 'cheap and changing', is becoming popular. We added to stocks there and purchased a holding in the nuclear power company Hokkaido