



Value of AUD 100 since inception - Inception Date: 15 July 2011. Returns over 1 year are pa annualised

Delft Partners Global High Conviction is a global listed **value** equity strategy.

We select the best 30 stocks from the holdings in our diversified Global Equity strategy

- We invest in all major markets and sectors to capture diversification benefits.
- Position sizes are based on risk and return estimates.
- We do not invest in companies where we believe poor Governance is likely to penalise shareholders.
- **We have a value bias and measure our value added by comparing our returns to a value index.**

Benefits

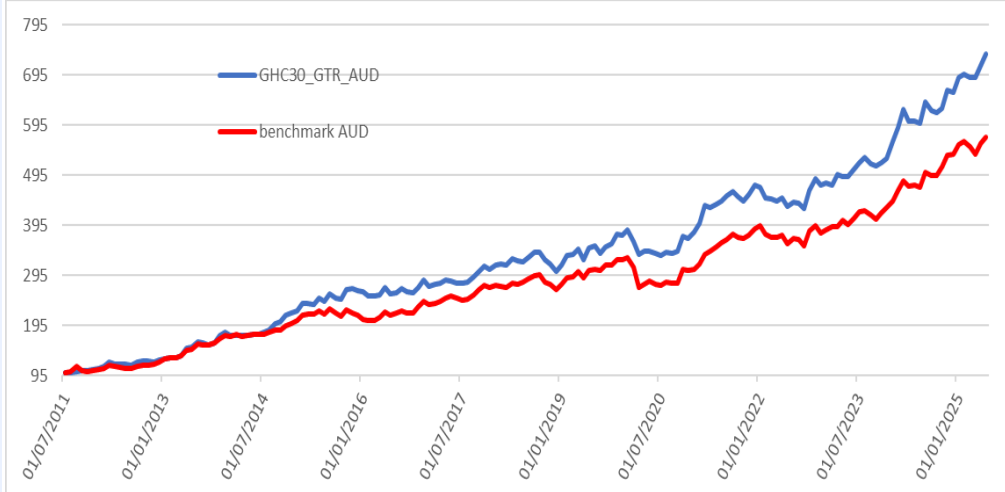
- Capital appreciation and dividends from attractively valued stocks
- Expected preservation of purchasing power against persistent inflation.
- Above market and peer group performance

For additional information please visit www.delftpartners.com

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Periods ended 30 June 2025	1 Month	3 Months	1 Year	3 Years	Inception
Portfolio*	3.4%	6.7%	23.2%	19.4%	15.4%
Return vs. Benchmark	+1.2%	+3.2%	+1.7%	+2.2%	+1.9%

*Portfolio total return net Interest Withholding Tax in AUD, gross of fees. Based on a live portfolio managed by 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

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.

30 June 2025	Portfolio
No. of securities	30
Wtd Avg Market cap	US\$ 114bn
Price/Earnings	18x
Price/Book	5.1x
Dividend Yield	2.4%
Price/Sales	3.2x
Active Risk (vs Bmk)	4.7%
PAR Score (Portfolio/Universe)	76/50