

Ausbil Australian Concentrated Equity Fund

Quarterly performance update

June 2025

Ausbil Investment Management Limited
ABN 26 076 316 473
AFSL 229722
Level 27
225 George Street
Sydney NSW 2000
GPO Box 2525
Sydney NSW 2001
Phone 61 2 9259 0200

'As a result of tariffs and tensions, the June quarter saw high volatility with major market moves'

Performance Review

Fund performance for the quarter ending June 2025 was +10.15% (net of fees), versus the benchmark return of +9.48%, as measured by the S&P/ASX 300 Accumulation Index.

At a sector level, the overweight positions in the Communication Services and Information Technology sectors contributed to relative performance. The underweight positions in the Consumer Staples and Health Care sectors also added value. Conversely, the overweight positions in the Materials and Utilities sectors detracted value. The underweight positions in the Consumer Discretionary, Energy, Financials, Industrials and Real Estate sectors detracted from relative performance.

At a stock level, the overweight positions in Life360, National Australia Bank, WiseTech Global, Lynas Rare Earths, Goodman Group, Block, Macquarie Group and Xero contributed to relative performance. The nil positions in ANZ Group and Woodside Energy Group also added value. Conversely, the overweight positions in Treasury Wine Estates, BHP, Pilbara Minerals, Rio Tinto, CSL, Origin Energy and Mineral Resources detracted from relative performance. The underweight position in Commonwealth Bank and not holding Pro Medicus and TechnologyOne also detracted value.

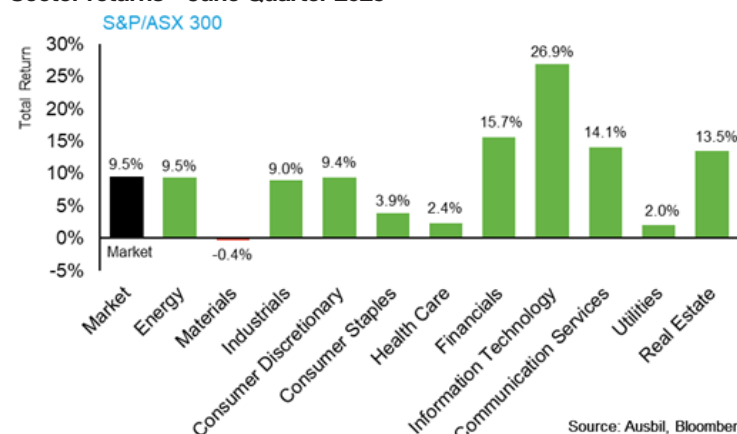
Market Review

The month of June saw the S&P/ASX 300 Accumulation Index deliver +1.4%, adding to a positive return for the quarter of +9.5%, bringing the trailing market 1-year return to +13.7%.

All major world markets moved higher this quarter, with the exception of Singapore. Emerging Markets (MSCI EM) slightly outpaced Developed Markets (MSCI World), with Nasdaq leading the quarter. This was despite tariffs in April, and military exchanges involving Iran, Israel and the US bombing of key nuclear installations in Iran.

All sectors enjoyed positive returns this quarter, other than Materials which were down slightly, as shown in the chart. Information Technology, Financials, Communication Services and Real Estate were the standouts.

Sector returns – June Quarter 2025



Fund Characteristics

Returns¹ as at 30 June 2025

Period	Fund Return ¹ %	Benchmark ² %	Out/Under-performance %
1 month	1.48	1.42	0.06
3 months	10.15	9.48	0.67
6 months	3.54	6.36	-2.81
1 year	8.86	13.74	-4.88
2 years pa	9.85	12.83	-2.97
3 years pa	11.65	13.35	-1.69
4 years pa	7.81	7.94	-0.13
5 years pa	12.94	11.77	1.17
7 years pa	9.26	8.72	0.54
Since inception pa	9.75	8.89	0.87
Date: 30 Nov 2017			

Top 10 Stock Holdings

Name	Fund %	Index ² %	Tilt %
Commonwealth Bank	10.44	11.71	-1.27
BHP	10.06	7.06	3.00
National Australia Bank	9.59	4.56	5.02
CSL	5.94	4.39	1.55
Macquarie Group	5.18	3.07	2.11
Goodman Group	4.28	2.63	1.65
Wesfarmers	3.81	3.64	0.17
Xero	3.65	0.98	2.67
Telstra	3.34	2.10	1.25
Aristocrat Leisure	2.89	1.54	1.34

Sector Tilts

Sector	Fund %	Index ² %	Tilt %
Energy	2.14	4.03	-1.88
Materials	25.06	17.67	7.38
Industrials	1.21	6.52	-5.31
Consumer Discretionary	6.70	7.82	-1.12
Consumer Staples	3.27	3.62	-0.35
Health Care	8.39	9.21	-0.82
Financials	29.85	35.30	-5.45
Information Technology	10.24	4.86	5.37
Communication Services	4.09	2.73	1.36
Utilities	2.70	1.33	1.37
Real Estate	5.70	6.91	-1.21
Cash	0.65	0.00	0.65
Total	100.00	100.00	0.00

1.Fund returns are net of fees but before taxes.

2.The benchmark is S&P/ASX 300 Accumulation Index.



Subscribe to our monthly updates here

Outlook

As a result of tariffs and tensions, the June quarter also saw high volatility with major market moves the size of which we have not seen since the Global Financial Crisis in 2008/09. June has seen further steps towards negotiated outcomes with Europe and China. Markets have continued to respond positively, and with tariffs currently on hold, they ended the quarter well.

Ausbil's view of the US economy is that tariffs will have a downward drag on growth in the near term, before growth begins to build again at the end of 2025 and into 2026. We think the chance of a US recession is less than the market is ascribing because considerations such as tax cuts, deregulation, lower oil prices, lower core inflation and lower interest rates will help offset some growth drag from tariffs. With the quantum of monetary tightening undertaken by global central banks in 2022 and 2023, monetary authorities have significant room to stimulate should this be needed.

Ausbil is seeing opportunities in equities that are relatively shielded from, or are beneficiaries of, the new US tariff policy. While tariffs have caused a potential major shake-up in global trade, Ausbil expects Australian growth to be relatively unchanged and expect Australian companies to generate earnings growth in excess of consensus expectation of +6.1% in FY26 (S&P/ASX 300). Underpinning our outlook for equities are a number of structural drivers that are offering opportunities. These include an increased commitment to military spending globally (as the US withdrawal of support for Ukraine and others has sparked an upward shift in defence spending); increased investment in infrastructure to accommodate the growth in AI; ongoing investment to secure independent energy security; and the increase in demand for electricity over carbon-based energy.

Ausbil Investment
Management Limited
Level 27
225 George Street
Sydney NSW 2000
Australia
Toll Free 1800 287 245

This material is issued by Ausbil Investment Management Limited (Ausbil) ABN 26 076 316 473, AFSL 229722 as at June 2025 and is subject to change. The material is not intended to provide you with financial product advice. It does not take into consideration the investment objectives, financial situation or needs of any person. For this reason, you should, before acting on this material, obtain professional advice from a licensed financial adviser and read the relevant Product Disclosure Statement which is available at www.ausbil.com.au and the target market determination which is available at www.ausbil.com.au/invest-with-us/design-and-distribution-obligations. Past performance is not a reliable indicator of future performance. Any reference to past performance is for illustrative purposes only and should not be relied upon on. Ausbil, its officers, directors and affiliates do not guarantee the performance of, a particular rate of return for, the repayment of capital of, the payment of distribution or income of, or any particular taxation consequences for investing with or in any Ausbil product or strategy. The performance of any strategy or product depends on the performance of the underlying investment which may rise or fall and can result in both capital gains and loss. Any references to particular securities or sectors are for illustrative purposes only. It is not a recommendation in relation to any named securities or sectors. The material may contain forward looking statements which are not based solely on historical facts but are based on our view or expectations about future events and results. Where we use words such as but are not limited to 'anticipate', 'expect', 'project', 'estimate', 'likely', 'intend', 'could', 'target', 'plan', 'believe', 'think', 'might' we are making a forecast or denote a forward-looking statement. These statements are held at the date of the material and are subject to change. Forecast results may differ materially from results or returns ultimately achieved. The views expressed are the personal opinion of the author, subject to change (without notice) and do not necessarily reflect the views of Ausbil. This information should not be relied upon as a recommendation or investment advice and is not intended to predict the performance of any investment or market. The actual results may differ materially from those expressed or implied in the material. Ausbil gives no representation or warranty (express or implied) as to the completeness or reliability of any forward looking statements. Such forward looking statements should not be considered as advice or a recommendation and has such should not be relied upon. To the extent permitted by law, no liability is accepted by Ausbil, its officers or directors or any affiliates of Ausbil for any loss or damage as a result of any reliance on this information. While efforts have been made to ensure the information is correct, no warranty of accuracy or reliability is given, and no responsibility is accepted for errors or omissions. Any opinions expressed are those of Ausbil as of the date noted on the material and are subject to change without notice.