

PENGANA AXIOM INTERNATIONAL FUND

DESCRIPTION

The Pengana Axiom International Fund invests in companies that are dynamically growing and changing for the better, more rapidly than generally expected and where the positive changes are not yet reflected in expectations or valuation.

The Global Equity Strategy seeks dynamic growth by concentrating its investments in global developed markets, and may also invest in companies located in emerging markets.

The investment manager is Axiom Investors, a Connecticut-based global equity fund manager formed in 1998 with over US\$19billion in assets under Management.

PERFORMANCE TABLE

NET PERFORMANCE FOR PERIODS ENDING 30 Nov 2025¹

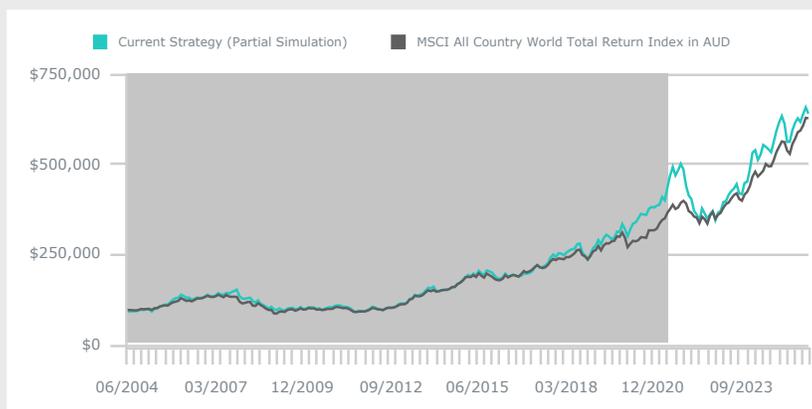
Pengana Axiom International Fund

The Class was established in 1 July 2017. From June 2021 Axiom was appointed as the investment manager for the Fund.

	1M	1Y	2Y	3Y	Since Axiom Appointed June 2021 ¹	5Y	Since Fund Inception July 2017 ²	Since Strategy Inception July 2004 ³
Fund: APIR (HOW002AU) ^{1,2} Managed by Axiom from June 2021	-2.6%	7.9%	19.5%	20.0%	11.0%	10.7%	11.7%	
Current Strategy (Partial Simulation) ⁴ Axiom Global Equity Strategy						11.2%	13.9%	9.1%
Index ⁵	-0.2%	17.4%	22.8%	19.5%	13.8%	14.6%	13.6%	8.9%

PERFORMANCE CHART

NET PERFORMANCE SINCE INCEPTION²



TOP HOLDINGS (ALPHABETICALLY)

Alphabet Inc. Class A	Communication Services
Amazon.com, Inc.	Consumer Discretionary
Broadcom Inc.	Information Technology
Meta Platforms Inc Class A	Communication Services
Microsoft Corporation	Information Technology
Morgan Stanley	Financials
Netflix, Inc.	Communication Services
NVIDIA Corporation	Information Technology
Siemens Energy AG	Industrials
Taiwan Semiconductor Manufacturing Co., Ltd. Spons	Information Technology

SECTOR BREAKDOWN

Consumer Discretionary	11%
Consumer Staples	0.9%
Financials	8.8%
Health Care	5.3%
Industrials	13.2%
Information Technology	40%
Real Estate	1.7%
Communication Services	17.7%
Cash	1.4%

CAPITALISATION BREAKDOWN

In between 10bn - 50bn USD	6%
In between 50bn - 150bn USD	14.6%
In between 150bn - 500bn USD	27.5%
Above 500bn USD	50.5%
Cash	1.4%

REGION BREAKDOWN

North America	74.7%
Europe ex-UK	12.2%
Emerging Markets	6.2%
Japan	5.4%
Cash	1.4%

NOVEMBER REPORT

COMMENTARY

- The Fund returned -2.6% in November, underperforming the benchmark, which declined -0.2%, as volatility linked to US monetary policy and uncertainty around generative AI investment weighed on information technology and industrials.
- Forward 12-month earnings revisions and aggregate earnings growth remained ahead of the benchmark, with over 70% of holdings upgraded, and the Fund's price-to-earnings-to-growth (PEG) ratio, which compares valuation to expected earnings growth, improved to 1.1 times.
- **Alphabet, Siemens Energy and Broadcom** contributed most to returns, while **Oracle, Fujikura and Axon** Activity included additions to **Alphabet, ASML and Amphenol**, reductions to **Axon, Meta Platforms and Uber**, and the exit of **Tokio Marine**, with no new positions initiated.

Market Review

Global equity markets edged lower in November as volatility increased, driven by uncertainty around US policy and concerns about the pace of generative AI investment. While some US economic data was delayed early in the month due to the government shutdown, subsequent releases were broadly consistent with recent trends of modest growth and easing inflation. A weaker US dollar detracted from returns in Australian dollar terms.

In the US, labour market conditions remained soft, with low unemployment claims but limited hiring momentum. Core producer price inflation held steady at 2.9% year-on-year, reinforcing the view that inflation pressures continue to moderate. Purchasing managers' data showed improvement in services activity, while manufacturing remained subdued. Consumer confidence was broadly unchanged at low levels. Expectations for a Federal Reserve interest rate cut in December increased over the month, helping stabilise financial conditions.

Elsewhere, economic conditions remained mixed. In Europe, growth showed tentative improvement from low levels, supported by stronger retail sales and firmer confidence indicators. Retail sales rose ahead of expectations in October, while both consumer and business surveys recorded modest gains. Inflation remained contained across the region. In China, growth remained weak, with slower retail sales and industrial production, ongoing weakness in fixed asset investment and continued pressure in the residential property market.

Despite subdued global growth, monetary policy remains supportive across major regions. Axiom believes its focus on companies with positive operating momentum and improving fundamentals, where dynamic earnings growth remains a key driver of long-term returns, is well suited to this environment.

Portfolio Commentary

The Fund underperformed the benchmark in November. At the sector level, communication services contributed positively, while information technology and industrials detracted as volatility increased around generative AI investment and expectations for infrastructure spending. The portfolio remained overweight information technology and communication services, with underweights to financials and consumer staples, consistent with Axiom's dynamic growth approach.

At the stock level, **Alphabet** was a key contributor as strong performance from October extended into November. The release of its latest large language model, Gemini 3, which ranked highly across industry benchmarks, reinforced confidence in Alphabet's innovation. The company also announced new internally developed Tensor

Processing Unit semiconductor systems that support sentiment across its generative AI ecosystem. **Broadcom**, a global semiconductor and infrastructure software company, also performed well as Alphabet's key design partner, with supply chain research pointing to potential upside to TPU-related demand.

Siemens Energy, a European provider of power generation and grid infrastructure equipment, contributed following its Capital Markets Day, where management raised medium-term revenue growth and margin targets, improving confidence in the company's earnings outlook.

Detractors included **Oracle**, a US-based enterprise software and cloud infrastructure provider, which declined as sentiment weakened around OpenAI-related infrastructure spending following increased competition from new foundational models. Oracle's underlying fundamentals were unchanged, and the Fund maintained its position. **Fujikura**, a Japanese manufacturer of optical fibre and connectivity solutions, also pulled back after strong year-to-date performance as the Fund took profits, despite continued robust industry fundamentals. **Axon**, a US-based public safety technology company, underperformed following its earnings report, although backlog and software revenue growth continued to accelerate. Given valuation considerations, the position was reduced while retaining a positive long-term view.

Portfolio positioning was broadly stable. The Fund added to **Alphabet**, **ASML**, the Dutch supplier of advanced semiconductor manufacturing equipment, and **Amphenol**, a global producer of electronic connectors, reflecting confidence in longer-term demand trends. Reductions were made to **Axon**, **Meta Platforms** and **Uber**, reflecting valuation discipline. The Fund exited **Tokio Marine**, a Japanese property and casualty insurer, amid slowing premium growth and redeployed capital into more dynamic Japanese exposures, including **Hitachi** and **Sony**. There were no new position initiations during the month.

There were no MSCI ESG rating changes in November. Engagement activity included discussions with **JPMorgan Chase** and **ServiceNow**, focusing on emissions targets, disclosure practices and the internal use of generative AI.

FEATURES

APIR CODE	HOW0002AU
REDEMPTION PRICE	A\$ 3.6278
FEES *	Management Fee: 1.35% p.a
MINIMUM INITIAL INVESTMENT	\$10,000
FUM AT MONTH END	A\$ 363.07m
STRATEGY INCEPTION DATE	1 July 2004
BENCHMARK	MSCI All Country World Total Return Index (net, AUD)

FUND MANAGERS



Bradley Amoils
Managing Director/Portfolio Manager



Andrew Jacobson
CEO/Chief Investment Officer

Prior to June 2021, the Axiom Global Equity Strategy performance (shown in the shaded area) includes the strategy performance simulated by Pengana from the monthly gross returns of the Axiom Global Equity strategy. This simulation was done by: 1) the conversion of US-denominated gross returns to AUD, 2) applying the fee structure of the stated class. The simulation does not include the Pengana ethical screen. From June 2021 the strategy performance is the performance of the Pengana Axiom International Ethical Fund.

1. Axiom was appointed fund manager as of 5 May 2021. June 2021 represents the first full month of Axiom managing the Fund.
2. Inception date 1 July 2017. Figures shown are calculated from the continuous performance of both the current and previous strategies. For performance see row labelled Fund: APIR (HOW0002AU) in the table above which is the continuous performance of both the current and previous strategies.
3. Axiom Global Equity Strategy inception 1 Jul 2004.
4. Prior to June 2021, the Axiom Global Equity Strategy performance (labeled 'Strategy (Partial Simulation)' and shown in the shaded area) includes the strategy performance simulated by Pengana from the monthly gross returns of the Axiom Global Equity strategy. This simulation was done by: 1) the conversion of US-denominated gross returns to AUD, 2) applying the fee structure of the stated class. The simulation does not include the Pengana ethical screen. From June 2021 the strategy performance is the performance of the Pengana Axiom International Ethical Fund.
5. MSCI All Country World Total Return Index in AUD.
6. Performance for periods greater than 12 months are annualised. Net performance figures are shown after all fees and expenses, and assume reinvestment of distributions. No allowance has been made for buy/sell spreads. Please refer to the PDS for information regarding risks. Past performance is not a reliable indicator of future performance, the value of investments can go up and down.
7. Annualised standard deviation since inception.
8. Relative to the MSCI All Country World Total Return Index in AUD.

*For further information regarding fees please see the PDS available on our website.

PENGANA AXIOM INTERNATIONAL FUND

PENGANA CAPITAL LIMITED

ABN 30 103 800 568

AFSL 226566

CLIENT SERVICE

T: +61 2 8524 9900

F: +61 2 8524 9901

E: clientservice@pengana.com



PENGANA.COM

Pengana Capital Limited (ABN 30 103 800 568, AFSL 226566) ("Pengana") is the issuer of units in the Pengana Axiom International Ethical Fund (ARSN 093 079 906) (the "Fund"). A Product Disclosure Statement (PDS) and Target Market Determination are available and can be obtained from our distribution team or website. A person should obtain a copy of the product disclosure statement and should consider the product disclosure statement carefully before deciding whether to acquire, or to continue to hold, or making any other decision in respect of, the units in the Fund. This report was prepared by Pengana and does not contain any investment recommendation or investment advice. This report has been prepared without taking account of any person's objectives, financial situation or needs. Therefore, before acting on any information contained within this report a person should consider the appropriateness of the information, having regard to their objectives, financial situation and needs. Neither Pengana nor its related entities, directors or officers guarantees the performance of, or the repayment of capital or income invested in, the Fund.