MONTHLY REPORT
JULY 2026

PENGANA HARDING LOEVNER INTERNATIONAL FUND

DESCRIPTION

An International Fund targeting superior risk-adjusted returns through investing in high-quality and durable growing companies at reasonable prices.

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The **Pengana Harding Loevner International Fund** invests in high-quality, growing companies identified through fundamental research with a long-term, global perspective.

Pengana has appointed Harding Loevner to managed the Fund. Harding Loevner is a New Jersey-based global equity fund manager formed in 1989 with over US$86billion in Assets under Management.

Harding Loevner' analysts search the world for companies that meet their high quality and durable growth criteria, conduct fundamental research, then value and rate their stocks to make them available to PMs for investment.

PERFORMANCE TABLE

NET PERFORMANCE FOR PERIODS ENDING 31 Jul 2026[1]

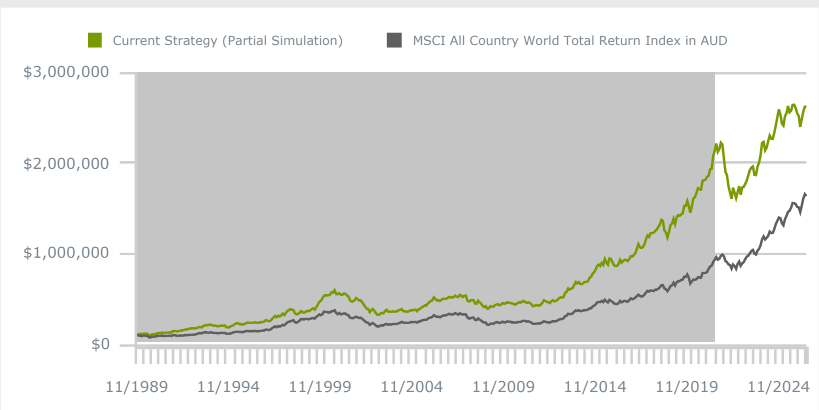
Pengana Harding Loevner International Fund Class B

The Class was established in 1 July 2015. From June 2021 Harding Loevner was appointed as the investment manager for the Fund.

	1M	1Y	2Y	3Y	5Y	Since Harding Loevner Appointed June 2021[1]	Since Fund Inception July 2015[2]	Since Strategy Inception November 1989[3]
Fund (APIR PCL0026AU)[1,2] Managed by Harding Loevner from June 2021	0.0%	-0.3%	6.7%	10.4%	4.2%	6.0%	9.2%	
Current Strategy (Partial Simulation)[4] Harding Loevner Global Equity Strategy							10.4%	9.3%
Index[5]	-1.3%	11.9%	14.7%	16.7%	11.9%	13.0%	12.0%	7.9%

PERFORMANCE CHART

NET PERFORMANCE SINCE INCEPTION[2]



TOP HOLDINGS (ALPHABETICALLY)

Alphabet Inc. Class A	Communication Services
Amazon.com, Inc.	Consumer Discretionary
Meta Platforms Inc Class A	Communication Services
Microsoft Corporation	Information Technology
NVIDIA Corporation	Information Technology
Reinsurance Group of America, Incorporated	Financials
Samsung Electronics Co Ltd Sponsored GDR Pfd	Information Technology
Schneider Electric SE	Industrials
Taiwan Semiconductor Manufacturing Co., Ltd.	Information Technology
Tencent Holdings Ltd	Communication Services

SECTOR BREAKDOWN

Consumer Discretionary	8.6%
Consumer Staples	1.1%
Energy	2.6%
Financials	12.4%
Health Care	11.2%
Industrials	19.4%
Information Technology	29.6%
Communication Services	11.9%
Utilities	0.9%
Cash	2.5%

CAPITALISATION BREAKDOWN

Under 5bn USD	0.8%
In between 5bn - 10bn USD	1%
In between 10bn - 50bn USD	17.1%
In between 50bn - 150bn USD	25%
In between 150bn - 500bn USD	16%
Above 500bn USD	37.8%
Cash	2.5%

REGION BREAKDOWN

North America	55%
Europe ex-UK	13.1%
Emerging Markets	11.2%
Japan	5.5%
UK	6.6%
Asia Pacific ex-Japan	6.2%
Cash	2.5%

STATISTICAL DATA

VOLATILITY[8] 10.8%	NUMBER OF STOCKS 62	BETA[9] 0.9

JULY REPORT

COMMENTARY

Summary

- The Fund was broadly flat in July, returning 0.0% and outperforming the MSCI All Country World Total Return Index (net, AUD), which fell 1.3%, as concerns over potential overinvestment in AI capacity drove continued volatility across global equity markets.
- Energy was the strongest sector, rising 12% after renewed hostilities between the US and Iran forced another closure of the Strait of Hormuz, while Information Technology declined as AI-related shares came under pressure. Emerging Markets was the weakest region, weighed down by South Korea, where memory chip stocks sold off sharply.
- The Fund's diversified positioning within IT supported relative returns, with software and services holdings **Adobe** and **Accenture** rebounding strongly. The Fund initiated a new position in **Lenovo**, the China-based producer of personal computers, servers, and storage systems.

Market Review

Global equity markets were broadly flat in July, though beneath the surface there was considerable dispersion as investors continued to reassess expectations for AI-related demand. Volatility persisted throughout the month, driven by growing debate over whether the pace of investment in AI infrastructure could be sustained.

Information Technology declined as AI-related shares came under pressure. Semiconductor stocks were particularly weak, with memory chip manufacturers selling off sharply after a strong run into mid-June. Investors reassessed lofty expectations for AI-related memory demand and pricing, prompting a reset across the sector. Semiconductor equipment makers also fell as the broader repricing of AI enthusiasm weighed on capital spending expectations.

Energy was the standout performer, rising 12% as geopolitical tensions flared once more. A fresh exchange of attacks between the US and Iran led to another closure of the Strait of Hormuz, pushing Brent crude prices higher and lifting energy shares broadly.

Regional performance diverged. Emerging Markets was the weakest region, dragged down by South Korea, where the concentration of memory chip manufacturers left the market particularly exposed to the reversal in AI-related sentiment. Developed markets held up better, supported by the rotation within technology from semiconductors and hardware toward software and services, where earnings visibility appeared more resilient.

Portfolio Commentary

The Fund returned 0.0% in July, outperforming the benchmark, which fell 1.3%. The Fund's diversified positioning within Information Technology, which had detracted heavily from relative returns in the first half of 2026, proved helpful during the month as software and services stocks broadly outperformed semiconductors in a sharp reversal from earlier in the year. The Fund's software holdings returned nearly twice those of the index.

Adobe and **Accenture**, both of which had been weighed down by fears of AI-related disruption earlier this year, were the standout contributors, rising more than 20% and 30% respectively. Elsewhere in IT, the absence of memory chip manufacturers **SK hynix** and **Micron Technology** from the portfolio supported relative returns and more than offset the drag from the Fund's exposure to **Samsung Electronics**. **NVIDIA** and **Broadcom** also contributed positively, edging higher against the backdrop of a sharp sell-off across semiconductor and hardware peers.

Within Consumer Discretionary, shares of Sony rallied after the company raised its annual forecasts on the back of earnings growth in its music and image-sensor businesses. The absence of Tesla from the portfolio also boosted returns in the sector. Offsetting some of these gains, the Fund's underweights in strongly performing pockets of the market, notably Financials and Energy, weighed on relative performance.

During the month, the Fund initiated a new position in Lenovo, the China-based company that is one of the world's largest producers of personal computers, servers, and storage systems. Over the past several years, Lenovo has effectively leveraged its cost, supply, and technological advantages to raise its share and margins in both the server market and the enterprise solutions and services market, which includes providing ongoing IT, cloud architecture, and AI support. Lenovo's uniquely global management team, with headquarters in both the US and China, combined with its industry-leading compliance record, helps to reduce political risk. The team believes Lenovo's future growth will be driven by the ongoing retirement of Windows 10 systems and the growing need for on-premise AI and private cloud servers.

FEATURES

APIR CODE	PCL0026AU
REDEMPTION PRICE	A$ 0.8239
FEES *	Management Fee: 0.974% Performance Fee: Nil
MINIMUM INITIAL INVESTMENT	$10,000
STRATEGY INCEPTION DATE	1 December 1989
BENCHMARK	MSCI All Country World Total Return Index (net) in $A

FUND MANAGERS

Jingyi Li
Portfolio Manager

Rick Schmidt
Portfolio Manager

1. Harding Loevner was appointed fund manager as of 10 May 2021. June 2021 represents the first full month of Harding Loevner managing the Fund.
2. Class B Inception date 1 July 2015. Figures shown are calculated from the continuous performance of both the current and previous strategies. For performance see row labelled Fund (APIR PCL0026AU) in the table above which is the continuous performance of both the current and previous (shaded) strategies.
3. Harding Loevner Global Equity Strategy inception 1 Dec 1989
4. Prior to June 2021, the Harding Loevner Global Equity Strategy performance (labelled 'Current Strategy (Partial Simulation)' and shown in the shaded area) includes the strategy performance simulated by Pengana from the monthly gross returns of the Harding Loevner Global Equity strategy. This simulation was done by: 1) the conversion of US-denominated gross returns to AUD, 2) applying the fee structure of Class B. From June 2021 the strategy performance is the performance of the Pengana Harding Loevner International Fund Class B.
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. The Harding Loevner Global Equity Strategy performance (shown in the shaded area in the chart, and in the performance table as row labeled 'Harding Loevner Global Equity Strategy) has been simulated by Pengana from the monthly gross returns of the Harding Loevner 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. Strategy Inception 30 November 1989.
8. Annualised standard deviation since inception.
9. Relative to MSCI All Country World Total Return Index in AUD

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

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