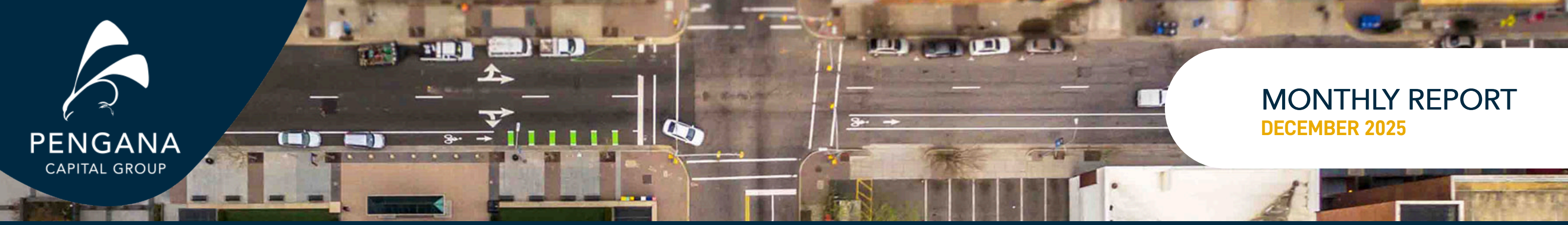


PENGANA
CAPITAL GROUP

MONTHLY REPORT
DECEMBER 2025

PENGANA EMERGING COMPANIES FUND

DESCRIPTION

The Pengana Emerging Companies Fund combines the skills of highly experienced small company investors (collectively over 45 years' experience) with a limited fund size and an objective of providing above market returns over the medium term. Our benchmark is the S&P/ASX Small Ordinaries Accumulation Index. The fund managers Steve Black and Ed Prendergast are part owners of the business and investors in the Fund, providing a strong incentive to perform. The Fund has strong research ratings from all major research houses and over the period since its inception has delivered returns well above benchmark.

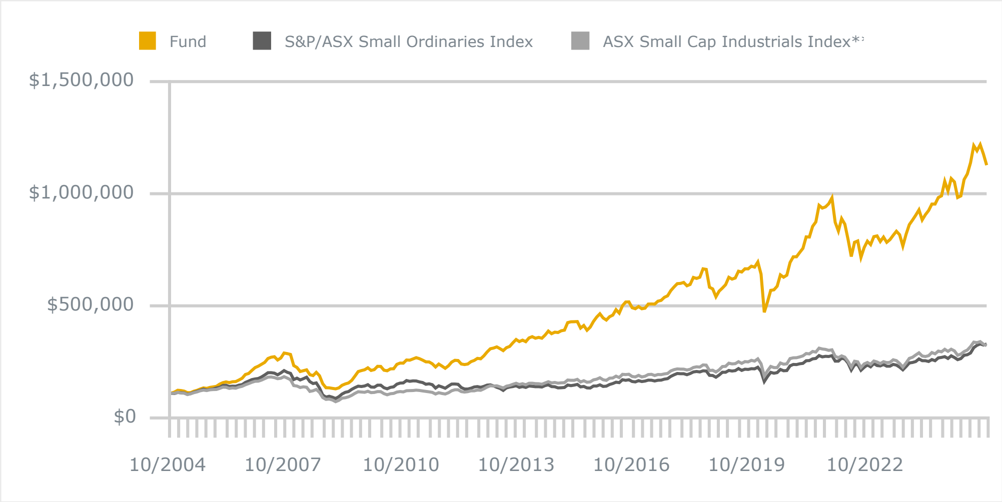
PERFORMANCE TABLE

NET PERFORMANCE FOR PERIODS ENDING 31 Dec 2025 [1]

	1 MTH	1 YEAR	3 YEARS P.A.	5 YEARS P.A.	10 YEARS P.A.	15 YEARS P.A.	20 YEARS P.A.	SINCE INCEPTION P.A.
Emerging Companies Fund	-4.2%	11.5%	13.5%	9.5%	9.4%	10.5%	11.3%	12.1%
S&P/ASX Small Ordinaries Index	1.4%	25%	13.4%	6.8%	8.6%	4.8%	5%	5.7%
Outperformance	-5.7%	-13.5%	0.1%	2.6%	0.7%	5.7%	6.3%	6.4%
ASX Small Cap Industrials Index**	-2%	8.8%	10.7%	3.9%	6.2%	7%	5%	5.6%
Outperformance	-2.3%	2.7%	2.7%	5.6%	3.1%	3.5%	6.3%	6.5%

PERFORMANCE CHART

NET PERFORMANCE SINCE INCEPTION [2]



DECEMBER REPORT

COMMENTARY

The Fund fell 4.2% in December, underperforming the Small Industrials by 2.3% and underperforming the Small Ordinaries by 5.7%. For the 12 months to December, the Fund was up 11.5%, outperforming the Small Industrials by 2.7% and underperforming the Small Ordinaries by 13.5%.

The phenomenal rise in gold stocks during 2025 boosted the Small Ordinaries, and we remind our investors that we do not invest in mining stocks due to their elevated risk.

December saw global markets tread water, with the US market down 0.5%, and other markets relatively flat. Bond markets drifted lower on the expectation that rate cuts are less likely. Over the 12 months, the US market rose 16.4%, notwithstanding the turmoil during April surrounding US tariff policies.

Gold prices rose a further 2%, to close the year up 64%. There are many reasons for the gold price strength, including geopolitical uncertainty, marginal switching by central banks from US treasuries as US debt levels soar, lower interest rates, and lower faith in the US dollar. Silver prices also spiked 24% in December to rise 140% over 2025. We do not invest in mining companies but have exposure to the likely increase in exploration activity via holdings in **Imdex** and **ALS Corp**.

The Australian market rose 1.2% in December, with mining stocks strong, outperforming. Small-cap stocks also rose by 1.2%, again dominated by the mining sector.

Our positive contributors in December included:

Symal (+25%), an emerging construction player, rallied further following two acquisitions aimed at broadening the company's geographic presence. **MA Financial** (+13%) closed the year up 78% as it continues to grow its diversified asset management operation. NZ based **Channel Infrastructure** (+7%) has performed well for us since investing earlier this year and rallied further after dual listing in Australia in December. **Tuas** (+9%) closed firmly after a sustained rally in 2025, based on its superior earnings growth driven by mobile and broadband subscriber growth in Singapore and the recent acquisition of key competitor M1. **Cuscal** (+11%) is growing its payment support services and remains undervalued in our view.

Our negative contributors in December included:

Generation Development (-11%) fell after the announcement of a change in the CFO, with such a retracement also best seen in the context of a 233% rise in the share price over 2025. **Catapult** (-23%) gave up most of the strong gains of 2025 in November and December, following a results release that showed very impressive revenue growth. However, profit growth was impeded by higher share-based payments to staff and higher depreciation. **Regis Healthcare** (-12%) retraced after a 30% rally over October/November, with the resignation of highly regarded CEO, Linda Mellors. **Netwealth** (-10%) and **HUB 24** (-7%) dragged on our performance in December, with **Netwealth** particularly hit by a compensation payment to customers with exposure to the failed First Guardian Fund.

TOP HOLDINGS (ALPHABETICALLY)

ALS Ltd.	Industrials
Aussie Broadband Ltd.	Communication Services
Charter Hall Group	Real Estate
Generation Development Group Limited	Financials
Regis Healthcare Ltd.	Health Care

FEATURES

APIR CODE	PER0270AU
REDEMPTION PRICE	A$ 2.5707
FEES *	Management Fee: 1.3340% Performance Fee: 20.5% of the performance above the benchmark
FUM AT MONTH END	A$ 927.55m
STRATEGY INCEPTION DATE	1 November 2004
BENCHMARK	S&P/ASX Small Ordinaries Accumulation Index

FUND MANAGERS

Ed Prendergast
Senior Fund Manager

Steve Black
Senior Fund Manager

1. 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.

2. Inception 1 November 2004.

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

** The Fund does not invest in resource stocks.

PENGANA EMERGING COMPANIES 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 CAPITAL GROUP

PENGANA.COM