

MONTHLY PERFORMANCE AS AT 31/10/2024







Latest Unit Price	Return Since Inception	Return 1 Month	Monthly Currency Impact
\$1.0738	7.38%	2.96%	TAILWIND MODERATE (1-3%)

FUND OUTLINE

Fund Manager:

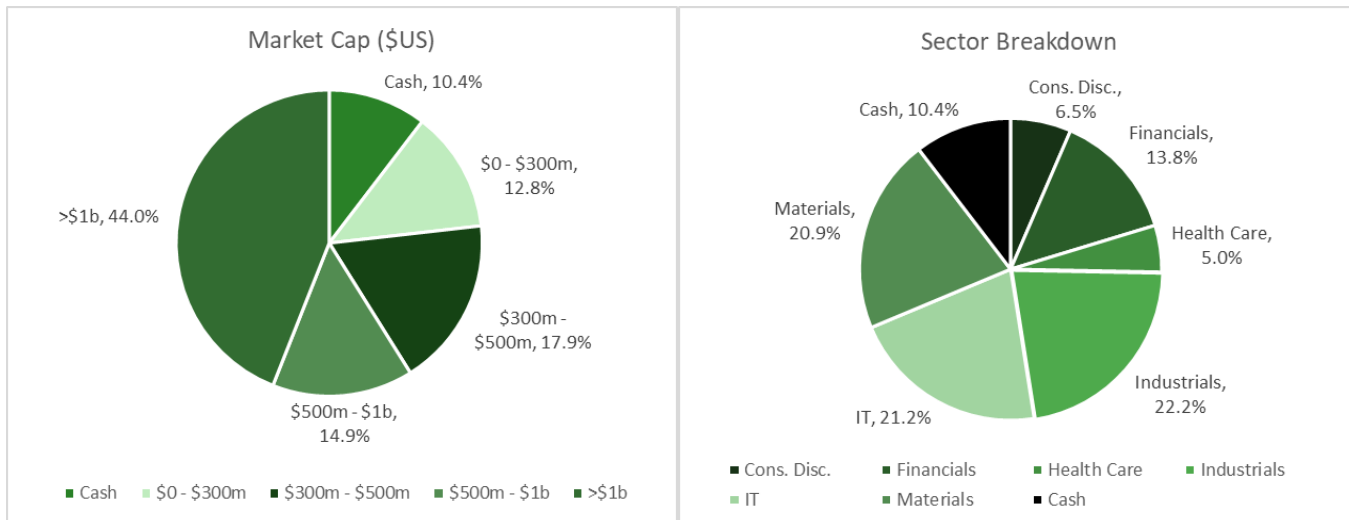
Declan McLenaghan (PM)

The Value Earth Fund is a wholesale fund investing in a portfolio of undervalued global companies that meet our minimum ESG criteria. Companies are located in developed economies around the world.

	Country Break Up	% of NAV
	Australia	17.2%
	Europe	14.0%
	Nordics	10.8%
	United States	25.7%
	UK	15.6%
	Israel	6.3%

	Total since inception*	6 Month	3 Month	1 Month
VEF	7.38%	-	-0.44%	2.96%
Benchmark**	8.07%	-	-1.08%	3.05%

*Inception date 1 July 2024. **MSCI World Small Cap in Australian Dollars



VALUE EARTH FUND



MARKET UPDATE AND COMMENTARY

The Chinese economy expanded at an annual pace of +4.6% during Q3FY24, broadly in line with expectations and slightly lower than the +4.7% rate recorded in the previous quarter. Consumption in China remains weak with retail spending growing at an annual pace of +2.8%. The most positive element in the GDP report was investment spending which grew at +6.2%. Our view is China continues to face structural imbalances in its economy, which for the most part remain unremedied. China is stepping up its economic stimulus measures with the Vice-Minister of Finance announcing last week China will intensify countercyclical measures including measures to reduce local government debt risks, stabilise the property market and increasing income of key economic groups. The measures are expected to see Q4FY24 GDP growth accelerate. Domestically, Australia's remarkable jobs market has continued to strengthen with net employment growth for September surging by 64,100 new jobs. This was the sixth consecutive print above forecasts and marks an extraordinarily strong employment market which unintendedly will elongate the wait for interest rate cuts.

Value Earth Fund returned 2.96% in October.

Our microcap UK specialty materials company provided a trading update during October, delivering mid-teens revenue growth and earnings growth of c.40% in 2H24, and a material reduction in net debt. Pleasingly, the company's core products saw a marked acceleration in sales growth. This company encountered challenges through the 2021-2023 period due to volatile ordering patterns from their end customers. We believe they are now positioned for a period of solid revenue and earnings growth as their end markets return to normalcy. This business is a top 5 holding for the Value Earth Fund, and the results provided validation that our investment thesis is on track.

Elsewhere, our US-based hotel franchisor also delivered a positive earnings update, with the outlook for both revenue and earnings growth accelerating from prior quarters. The company continues to add new franchisees at a good clip, leading to higher revenue and free cash flow over time. They are also increasingly adding more premium hotels to their franchisee mix, which is additive to revenue. This business trades at a discount to larger peers, and we expect this gap to narrow over time as the company continues to expand both overseas and in the USA.

Projected EPS Growth 1-year forward (on a weighted basis)	9.7%
Projected EPS Growth 2-year forward (on a weighted basis)	23.7%

Number of companies	28
Top 5 Holdings % of NAV	33.1%
Top 10 Holdings % of NAV	52.5%
Top 20 Holdings % of NAV	78.5%
Cash Position % of NAV	10.4%

Important information: This information is not intended to be financial advice. Past performance is not indicative of future performance. Microequities Asset Management Pty Ltd is a corporate authorised representative, number 462438, as appointed by Microequities Asset Management Group Limited holder of AFSL number 287526.

Application for units in the Fund is limited to investors that are wholesale or sophisticated investors within the meaning of Section 761G(7) and 761GA(7) of the Corporations Act 2001.