Pekada Polaris

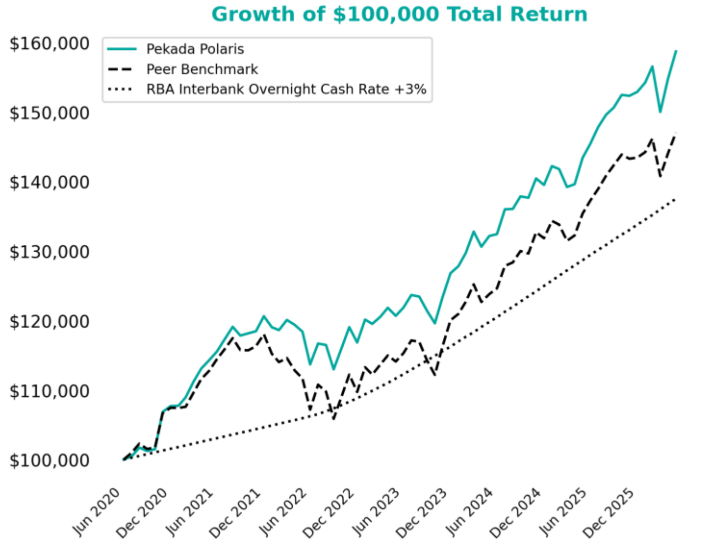
May 2026

Objective

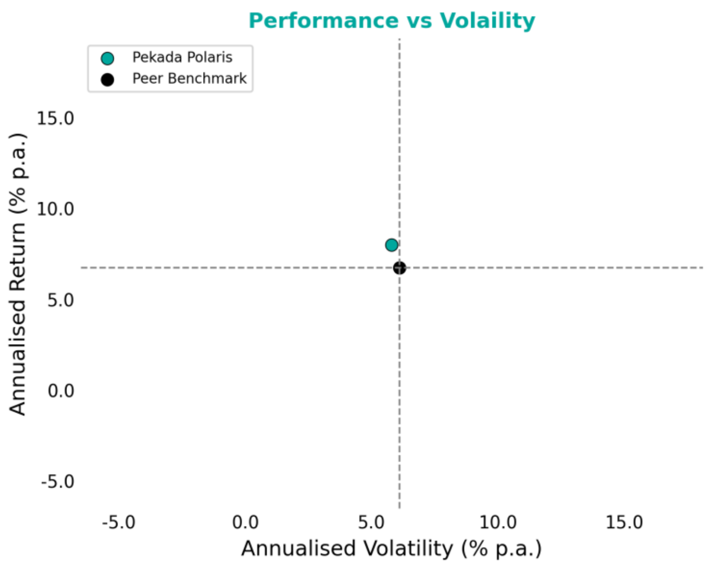
The Model aims to outperform the Bloomberg AusBond Bank Bill Index +3%, after fees and costs, over rolling 7-year periods.

Fund Description

The Pekada Polaris Portfolio (the Model) is built and monitored using deep fundamental research on both asset allocation and fund manager selection. Asset allocation considerations include long term forecast returns for each asset class, as well as volatility and correlation. We then find exceptional managers that we believe work together to deliver on the Model's objectives. The composition of the Model will change from time to time, based on economic and market conditions, ongoing research, as well as a result of continuous monitoring of both current and potential fund managers.



Performance to 31 May 2026	1 mth	1 yr	Inception p.a.#
Total Return	**2.56%**	**10.67%**	**8.12%**
Peer Benchmark * - Total Return	2.08%	8.59%	6.73%
Outperformance to peers	0.48%	2.08%	1.39%



Past performance is not a reliable indicator of future performance.
**Returns of the portfolio are calculated net of applicable investment manager fees and model management fees and before any rebates. Returns may not match your actual return. Portfolio inception date is 03/06/2020, with simulated performance up until the launch date of 03/05/2023, where all performance is live after this date.*
Above performance charts use data since inception.
Data Source: FE fundinfo

Portfolio Composition

FUND WEIGHTINGS

Below are the target holding weights of Funds within the Model as at 31/05/2026. Note: these weights may differ to live weights due to market movement.

Australian Equities	
Vanguard Australian Shares Index	6.50%
Ausbil Australian Active Equity Fund	4.50%
DNR Capital Australian Equities High Conviction Fund	4.50%
RQI Australian Share Value	3.00%
Australian Small Caps	
Macquarie Australian Small Companies	2.00%
Australian REITs	
Macquarie True Index Listed Property	4.00%
Global Equities	
Vanguard International Shares Index Fund	11.00%
RQI Global Share Value	4.50%
Global Equities (Hedged AUD)	
Nanuk New World (Currency Hedged)	6.00%
RQI Global Value Hedged	3.00%
Global Small Caps	
VanEck MSCI International Small Companies Quality ETF	2.00%
Global REITs	
Resolution Capital Global Property Securities Fund (Managed Fund)	2.00%
Global Infrastructure	
ClearBridge RARE Infrastructure Value Fund (Hedged)	4.00%
Alternatives - Equities	
L1 Capital Long Short Fund	4.00%
Diversified Credit	
Perpetual Diversified Income Fund	9.00%
Australian Fixed Interest	
Vanguard Australian Fixed Interest Index Fund	8.00%
Australian Credit	
Alexander Credit Income Fund	7.00%
Realm High Income Fund - Wholesale Units	7.00%
Global Fixed Interest	
Vanguard International Fixed Interest Index Fund (Hedged)	4.00%
Global Credit	
Bentham Professional Global Income	3.00%
Cash	
Netwealth Netcash	1.00%

FUND & ASSET CLASS ATTRIBUTION

The below attribution measures break down the total performance of the Model, showing the best and worst contributors and their exact contribution.

Top 3 Fund Contributors	1 Month
Nanuk New World (Currency Hedged)	0.54%
Vanguard International Shares Index Fund	0.50%
L1 Capital Long Short Fund	0.28%

Top 3 Fund Detractors	1 Month
ClearBridge RARE Infrastructure Value Fund (Hedged)	-0.09%
Resolution Capital Global Property Securities Fund (Managed Fund)	-0.01%
Netwealth Netcash	0.00%

Asset Class Contributors	1 Month
Global Equities (Hedged AUD)	0.66%
Global Equities	0.65%

Asset Class Detractors	1 Month
Global Infrastructure	-0.09%
Global REITs	-0.01%

Asset Allocation

Asset Class	SAA	DAA	Difference
Australian Equities	22.0%	20.5%	-1.5%
Global Equities (Hedged AUD)	0.0%	9.0%	9.0%
Alternatives - Equities	5.0%	4.0%	-1.0%
Global Equities	25.0%	17.5%	-7.5%
Property/Infrastructure	8.0%	10.0%	2.0%
Cash	5.0%	1.0%	-4.0%
Global Fixed Interest	15.0%	7.0%	-8.0%
Australian Fixed Interest	20.0%	31.0%	11.0%

Market Commentary

Investors continued to look beyond the closure of the Strait of Hormuz throughout May and cast their focus on robust US-market earnings growth. Oil prices slumped at the end of the month when signs emerged that the US and Iran may have reached a preliminary agreement to extend a ceasefire and ease shipping restrictions. And as markets continued to position for a de-escalation of hostilities, bonds rallied late in the month on hopes that lower oil prices would eventually drag inflation down to more comfortable levels.

Including dividends and in US dollar terms, the benchmark S&P 500 index gained 5.3%, the tech-heavy Nasdaq 100 returned 10.6% (this followed its best month in twenty-three years), while returns for the Dow Jones Industrial index increased 2.9%. The Magnificent Seven added 6.6%, on robust corporate earnings and bullish guidance. Elsewhere, the ASX 200 delivered a more moderate 1.2%, once again underperforming domestic small caps, which returned 2.0%. The A-REIT index was led higher by Goodman Group, but the return composition was relatively poor. Global property lost 0.3% and global listed infrastructure posted a 1.9% loss, as real yields rose throughout May.

Fixed interest markets delivered solid returns in the month, but domestic bonds outperformed as defensive investors welcomed weaker-than-expected labour market and inflation releases. Prior to the ‘softer’ data, traders were positioned for nearly two more rate hikes by the RBA. But this quickly gave way to renewed optimism that the 0.25% increase in May to 4.35% could be the peak. Meanwhile, the market’s expected trajectory for the US funds rate continued to suggest that the Fed’s cutting cycle was over, with the next move likely to be a hike in mid-2027.

Portfolio Commentary

The Pekada Polaris model returned +2.56% in May, outperforming both its peers and the asset-weighted benchmark.

Global equities rallied, driven by robust Q1 corporate earnings and fading geopolitical tensions that sparked a massive surge in US large-cap tech. This was reflected in the performance of the Nanuk New World Fund (Currency Hedged), which returned an impressive +9.07% for the month, taking the 12-month performance to +42.77%. Nanuk’s performance was driven in part by an overweight sector allocation to Electronic Technology, but also positive stock selection with several of their core names beating quarterly and annual earnings estimates. Elsewhere, the L1 Capital Long Short Fund delivered another strong month, returning +6.92% for the month and taking one-year performance to +54.51%. Finally, the model’s high-yielding domestic credit managers continue to perform their role in the portfolio well, with Alexander Credit Income Fund (+0.47%) and Realm High Income Fund (+0.97) both ahead of their respective benchmarks over 12 months.

A general risk-on sentiment in May saw weakness across the model’s real assets holdings, with the Clearbridge RARE Infrastructure Value Fund (Hedged) returning -2.37% at month's end. Resolution Capital Global Property Securities Fund was also weaker, returning -0.41%.

#Inception date is from 03/06/2020. Returns are simulated prior to launch using historical returns of the portfolio holdings at launch or market indices where a full track record is unavailable. The portfolio launch date is 03/05/2023 and all returns are live after this date. Returns are calculated after deduction of manager and Evergreen fees.

*Peer Benchmark is Peer Composite Mixed Asset Balanced.