

Quarterly Update for Month Ending June 2024

Investment objective

To deliver outperformance against the benchmark over the medium term.

Key information

| | |
|--|--|
| Code | NTH0221 |
| Manager name | Quest Asset Partners |
| Inception date | 29 November 2021 |
| Benchmark | S&P/ASX 300 TR Index excluding S&P/ASX 20 TR Index |
| Asset class | Australian Equities |
| Number of underlying assets | 44 |
| Minimum investment horizon | 3-5 years |
| Portfolio income | Default - Reinvest |
| Management fees and costs | '0.86% |
| Performance fee | '0% |
| Estimated net transaction costs | '0.15% |
| Estimated buy/sell spread | '0.00%/0.00% |
| Risk band/label | 7/Very high |
| Minimum investment amount | \$25,000 |

About the manager

Quest Asset Partners

Quest Asset Partners is a boutique fund manager founded in 2004 who manage active equity portfolios on behalf of wholesale institutional clients and individual investors. Quest is wholly owned by the investment professionals at the firm.

Returns

as at 30 June 2024

| | Since inception* | 1 Month (%) | 3 Months (%) | 6 Months (%) | 1 Year (%) | 3 Years (%) | 5 Years (%) |
|---------------------------|------------------|-------------|--------------|--------------|------------|-------------|-------------|
| Total return ¹ | 1.33 | -1.43 | -5.25 | 4.68 | 10.71 | - | - |
| Income | 2.03 | 0.08 | 0.16 | 1.04 | 2.52 | - | - |
| Growth | -0.70 | -1.51 | -5.41 | 3.64 | 8.19 | - | - |
| Benchmark ² | 2.83 | -0.85 | -4.30 | 3.66 | 7.49 | - | - |

* Since inception returns begin from the month end immediately following portfolio launch.

Sector Allocation



as at 30/06/2024

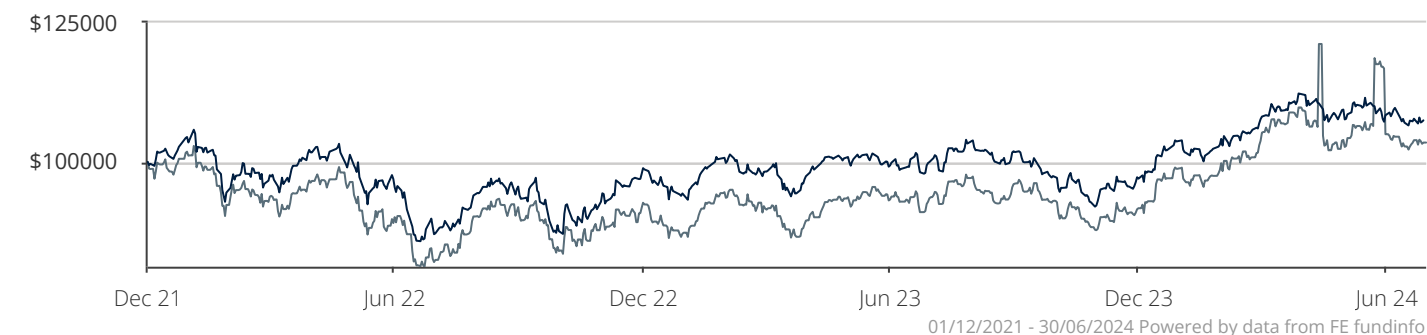
| | |
|------------------------|------|
| Information Technology | 23.8 |
| Financials | 11.2 |
| Real Estate | 10.7 |
| Industrials | 10.6 |
| Health Care | 8.3 |
| Materials | 8.1 |
| Energy | 8.1 |
| Communication Services | 6.4 |
| Utilities | 5.4 |
| Other | 7.5 |

Asset allocation data sourced via Morningstar® from the underlying fund manager.

¹ The managed portfolio performance represents total return for the periods. Returns have been calculated using the time-weighted method, they assume distributions are reinvested and are after investment management fees and indirect costs. Total and growth returns include accrued distributions, while income return includes paid distributions only. Returns do not take into account tax payable. Individual client returns may vary based on the contributions, withdrawals, and timing differences within the managed portfolio.
² The applicable Benchmark for this portfolio is shown in the Key Information section.

Performance history

\$100,000 invested since 01/12/2021



- Portfolio
- Benchmark

Managed portfolio holdings³

| Holding | Allocation (%) |
|--|----------------|
| AGL Energy Limited. Ordinary Fully Paid | 2.0 |
| Alliance Aviation Services Limited Ordinary Fully Paid | 1.9 |
| Als Limited Ordinary Fully Paid | 3.7 |
| AUB Group Limited Ordinary Fully Paid | 3.7 |
| Beach Energy Limited Ordinary Fully Paid | 2.9 |
| Bellevue Gold Limited Ordinary Fully Paid | 2.3 |
| Block Inc. Cdi 1:1 Foreign Exempt NYSE | 1.9 |
| Boss Energy Ltd Ordinary Fully Paid | 1.4 |
| Capstone Copper Corp. Cdi 1:1 Foreign Exempt Tsx | 2.0 |
| CAR Group Limited Ordinary Fully Paid | 4.1 |
| Cash Account | 2.1 |
| Catapult Group International Ltd Ordinary Fully Paid | 3.5 |
| Charter Hall Group Stapled Securities US Prohibited | 3.1 |
| Corporate action-Pending investment(s) | 0.1 |
| Credit Corp Group Limited Ordinary Fully Paid | 1.7 |
| Dicker Data Limited Ordinary Fully Paid | 1.8 |
| Dropsuite Limited Ordinary Fully Paid | 1.5 |
| Hansen Technologies Limited Ordinary Fully Paid | 2.2 |
| HMC Capital Limited Ordinary Fully Paid | 1.8 |
| Homeco Daily Needs Reit Ordinary Units Fully Paid | 2.9 |
| Idp Education Limited Ordinary Fully Paid | 2.4 |
| Immutep Limited Ordinary Fully Paid | 1.5 |
| Life360 Inc. Chess Depositary Interests 3:1 | 2.2 |
| Light & Wonder Inc. Cdi 1:1 Foreign Exempt Xngs | 3.1 |
| Macquarie Technology Group Limited Ordinary Fully Paid | 2.9 |
| Mineral Resources Limited Ordinary Fully Paid | 2.0 |
| Neuren Pharmaceuticals Limited Ordinary Fully Paid | 1.8 |
| Origin Energy Limited Ordinary Fully Paid | 3.0 |

| Holding | Allocation (%) |
|---|----------------|
| Paladin Energy Ltd Ordinary Fully Paid | 1.3 |
| Peninsula Energy Limited Ordinary Fully Paid | 2.0 |
| Qoria Limited Ordinary Fully Paid | 2.0 |
| Qualitas Limited Ordinary Fully Paid | 1.9 |
| Ramsay Health Care Limited Ordinary Fully Paid | 2.6 |
| Region Group Fully Paid Units Stapled Securities | 2.5 |
| Sandfire Resources Limited Ordinary Fully Paid | 1.5 |
| Seek Limited Ordinary Fully Paid | 2.4 |
| Sonic Healthcare Limited Ordinary Fully Paid | 2.8 |
| Steadfast Group Limited Ordinary Fully Paid | 3.2 |
| Ventia Services Group Limited Ordinary Fully Paid | 2.1 |
| Wisetech Global Limited Ordinary Fully Paid | 3.9 |
| Worley Limited Ordinary Fully Paid | 2.7 |
| Xero Limited Ordinary Fully Paid | 3.8 |

Quarterly manager commentary

Market Update

The second quarter of 2024 experienced notable volatility across global markets, driven by varying economic data, central bank actions and geopolitical developments.

In April, the Australian market declined by 2.9% as concerns over potential interest rate hikes drowned out optimism for rate cuts. The U.S. market also saw significant declines, with the S&P 500 and NASDAQ falling by 4.2% and 4.4%, respectively, whereas the UK and China markets saw gains of 2.4% and 6.5%.

May brought a rebound, with the Australian market rising by 0.9%, largely influenced by strong performances in the U.S. and China. The S&P 500 climbed 4.8%, and the NASDAQ surged 6.9%, driven by weaker economic data that reduced fears of imminent interest rate hikes. However, despite the overall market buoyancy, smaller stocks underperformed their larger counterparts both in the U.S. and Australia, with the Ex-20 benchmark falling 0.9%, contrasting with the performance of the broader market.

June continued the mixed trend with the Australian market rising 0.9%, supported by easing bond yields and marginally improved investor confidence. The U.S. markets performed strongly again, with the S&P 500 up by 3.5% and the NASDAQ up by 6.0%. In contrast, European and Chinese markets faced declines. Large-cap stocks outperformed small caps, and cyclical stocks did better than defensives, maintaining the pattern from previous months.

Over the quarter, the Australian S&P/ASX300 Accumulation Index declined by 1.2%. The Ex-20 benchmark return was lower at -4.3%.

Bond investors also experienced some pressure as the US 10-year Bond yield rose from 4.2% to 4.3% at the quarter's end. The rise in the Australian 10-year bond yield was more marked rising from 4.0% to 4.3%.

The strongest sectors on the ASX during the quarter were Utilities (+13%) and Financials (+4%), with the latter reflecting good returns from the major banks. The poorest performers were Discretionary Retail (-7%), Energy (-7%), Real Estate (-6%) and Materials (-6%).

Portfolio Update

The portfolio delivered a return of -5.25% over the June quarter.

April 2024

Equities markets faced a challenging start to the quarter, with the Ex-20 benchmark falling by 2.6% and the Ex-20 portfolio underperformed the benchmark. The Australian market's decline was exacerbated by rising bond yields and investor concerns about potential interest rate hikes. Real estate stocks were the hardest hit, reversing gains from the previous month and Utilities were strong, reflecting rising power prices.

On the positive side, Qoria led the portfolio with a 48% gain following a takeover offer that was subsequently rejected. Other significant portfolio contributors included Capstone Copper, Immutep and Alliance Aviation. Strategic adjustments were made to the portfolio, reducing overall risk and moderately building cash holdings.

May 2024

The portfolio rebounded in May, posting a good positive return in contrast to a stodgy market which saw the Ex-20 benchmark decline by 0.9%. The technology sector was the best performer, driven by ongoing earnings upgrades. Our portfolio holding in Catapult saw a notable 32% rise after its

FY24 results highlighted strong cash-flow and margin expansion prospects. Other strong performers included Xero, ALS and uranium miner Paladin Energy.

Despite the overall positive performance, several stocks underperformed, including Block Inc., Corporate Travel Management and Ramsay Healthcare. Portfolio adjustments included the sale of Corporate Travel Management and the addition of engineering services firm Worley. Cash levels were maintained at a level to provide flexibility for future investments.

June 2024

June saw continued positive momentum with the equities market showing signs of resilience in a mixed environment. Investors gained marginally more confidence in the growth outlook and bond yields eased a little further reflecting hopes that rate cuts would still be forthcoming. However, repeating the pattern of recent months, large caps were much stronger than small caps and the Ex-20 benchmark return was slightly negative, contrasting with the broader index.

Macquarie Technology and Light & Wonder were standout performers. Financials, particularly insurance brokers Steadfast and AUB Group also contributed positively. The portfolio benefited from strength in tech and healthcare sectors with Life360, Wisetech and Sonic Healthcare performing well. However, weakness in metals and mining stocks, driven by concerns over China's growth, negatively impacted performance. Uranium was notably weak. Uranium and nuclear energy remain very interesting given the global challenges impacting power generation and climate change. We re-established a holding in uranium miner Boss Energy amongst this weakness. We now own three uranium holdings in the portfolio. In contrast, the outlook for lithium remains tough and we exited mid-month our holdings in Pilbara Minerals and Arcadium Lithium. Other small adjustments were made to the portfolio to manage portfolio risk. Cash was 4% at the end of the quarter.

For the quarter, the best attributors to portfolio outperformance were (with stock returns for the quarter shown in brackets): Qoria (+48%), Catapult (+22%), Macquarie Technology (+19%), Life360 (+25%), AUB Group (+7%), ALS Limited (+8%), Stanmore Resources (+8%), Capstone Copper (+11%), Steadfast (+5%) and Wisetech (+7%). The largest detractors were Charter Hall (-17%), Beach Energy (-19%), Lifestyle Communities (-26%), Block Inc. (-25%), Corporate Travel Management (-17%) and IDP Education (-15%).

Market Outlook

Looking ahead, the market outlook is cautiously optimistic, but uncertainties around inflation and central bank policies remain. The rebound in equity markets in May and June shows some return of investor confidence. However, the pending US election is adding further uncertainty to the market. The possibility of a Trump win increased after the recent presidential debate. This has raised concerns about inflation, due to potential policies such as broad-based tariffs, and the further expansion of US government debt. Despite this, bond yields have become somewhat less volatile, and recent economic data shows that growth is slowing as intended, but not alarmingly so. These factors are positive and could allow the market to move higher, as it often does in an election year.

The potential for further interest rate hikes remains a key risk factor, as central banks balance inflation control with supporting economic growth. The technology sector continues to deliver strong a performance, driven by ongoing innovation and earnings growth. Conversely, sectors like real estate and discretionary retail may face headwinds due to stubbornly higher financing costs and increasing pressures on consumer spending .

The Quest X20 Fund will maintain its focus on high-quality growth stocks with robust earnings potential while actively managing portfolio risks.

We focus on selecting individual stocks, and our returns are generated from these choices rather than overall market thematics. Although the market has generally performed well, small and mid-cap stocks haven't received much support. We find this part of the market promising and see good opportunities for investors with an eye to the medium-term. Our fund is well-positioned in this area and we continue to look for new investments to enhance future returns while carefully managing risk. We have been adding new stocks to the portfolio and plan to continue, especially if the market becomes more volatile.

Current significant holdings include those shown below.

Large cap: WiseTech, Xero, Origin Energy

Mid-cap: ALS Limited, Macquarie Technology, Worley

Small-cap: Boss Energy, Catapult, Qoria

3 A significant percentage of assets comprising this portfolio are only available through the managed portfolios and therefore can't be transferred out of the MyNorth Managed Portfolio Scheme. For more information relating to restrictions that may apply to asset transfers, refer to the 'Transferring assets in and out of your Portfolio' in Part 1 of the MyNorth Managed Portfolios PDS.

Important Information

NMMT Limited (ABN 42 058 835 573 AFS License 234653), is the responsible entity of MyNorth Managed Portfolios (ARSN 624 544 136) (Scheme). To invest in the Scheme, investors will need to obtain the current Product Disclosure Statement (PDS) which is available at northonline.com.au. The PDS contains important information about investing in the Scheme and it is important investors consider their circumstances and read the PDS before making a decision about whether to acquire, continue to hold or dispose of interests in the Scheme. This quantitative report has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. Although the information is from sources considered reliable, AMP doesn't guarantee that it's accurate or complete. You shouldn't rely upon it and should seek professional advice before making any financial decision. Except where liability under any statute can't be excluded, AMP doesn't accept any liability for any resulting loss or damage to the reader or any other person. MyNorth Managed Portfolios are not sponsored, endorsed, sold or promoted by Morningstar, Inc. or any of its affiliates (all such entities, collectively, "Morningstar Entities"). The Morningstar Entities make no representation or warranties regarding the advisability of investing in managed portfolios generally or in the MyNorth Managed Portfolios in particular, or the ability of the Morningstar Benchmarks to accurately represent the asset class or market sector that it purports to represent. The Morningstar Entities and their third party licensors do not guarantee the accuracy and/or the completeness of the Morningstar Benchmarks, and the Morningstar Entities and their third party licensors shall have no liability for any errors, omissions, or interruptions included therein. The S&P/ASX 20 TR Index, S&P/ASX 200 TR Index, S&P/ASX 200 A-REIT TR Index, S&P/ASX 200 Industrials TR Index, S&P/ASX 300 TR Index, S&P/ASX 300 TR Index excluding S&P/ASX 20 TR Index, S&P/ASX Small Ordinaries TR Index, S&P/ASX 100 TR Index ("Index") is a product of S&P Dow Jones Indices LLC, its affiliates and/or their licensors and has been licensed for use by NMMT Limited. Copyright © 2021 S&P Dow Jones Indices LLC, its affiliates and/or their licensors. All rights reserved. Redistribution or reproduction in whole or in part are prohibited without written permission of S&P Dow Jones Indices LLC. For more information on any of S&P Dow Jones Indices LLC's indices please visit www.spdji.com. S&P® is a registered trademark of Standard & Poor's Financial Services LLC and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC. Neither S&P Dow Jones Indices LLC, Dow Jones Trademark Holdings LLC, their affiliates nor their third party licensors make any representation or warranty, express or implied, as to the ability of any index to accurately represent the asset class or market sector that it purports to represent and neither S&P Dow Jones Indices LLC, Dow Jones Trademark Holdings LLC, their affiliates nor their third party licensors shall have any liability for any errors, omissions, or interruptions of any index or the data included therein.