

Katana Australian Equity Fund



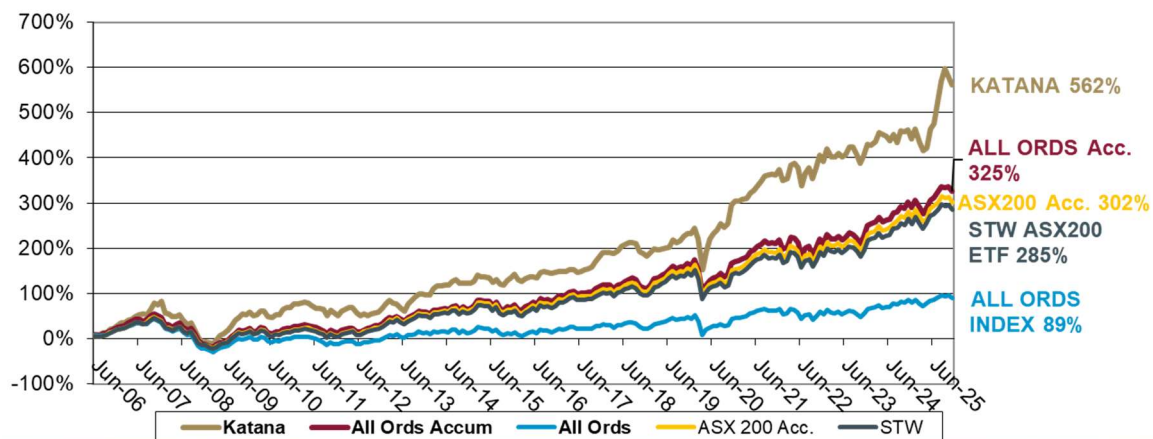
KATANA
ASSET MANAGEMENT LTD

Performance at 30 November 2025	1 Month	1 Year	3 Years	5 Years	(Inception) 19 Years
Katana Investment Portfolio (net of all fees)	-2.62%	17.92%	9.34%	10.77%	9.95%
ASX All Ordinaries Accumulation Index	-2.51%	5.84%	9.95%	9.83%	7.54%

Alignment and Respect

Our team is passionate about what we do because our futures ride alongside those of our investors. Currently, staff interests comprise in excess of 20% of the total funds under management across both investment trusts.

**Katana Performance (net of all fees) versus
All Ordinaries Accumulation Index**



Source: Katana Asset Management, strategy inception was January 2005. Fund net returns are post fees, pre tax using redemption prices and assume reinvestment of distributions. Dated 30/11/2025. Past performance is not an indicator of future performance

Key contributors:

- Forrestania Resources Ltd** emerging gold explorer which recently purchased a mill which provides a pathway to production.
- Mach7 Technologies Ltd** new CEO beginning to gain traction. Will take time to enact changes but positive trajectory. Preferred ASX PACS company.
- Domino's Pizza Enterprises Ltd** continued its strong recovery post a successful debt re-financing and cautiously optimistic AGM. Short positions remain extraordinarily high at 16.4%, pointing to further potential strength as hedge funds are triggered into re-purchasing.

Key detractors:

- Electro Optic Systems Holdings Ltd** prolonged period of profit taking after very big run. Remain positive heading into 2026 with a number of large contracts to be awarded from mid-2026 onwards as NATO begins to implement its Drone Defence Initiative Plan
- Life360 Inc** sold off in the recent tech sell off. Also the company's focus on profitability ahead of growth has concerned a few investors. However underlying metrics remain strong.
- Temple & Webster Group Ltd** disappointing trading update at AGM. TPW has a strong balance sheet and considerable operating leverage ahead as revenue continues to grow.

Top 10 Holdings	Weight
Wesfarmers Ltd	4.06%
ResMed Inc.	3.84%
GenusPlus Group Ltd	3.82%
Mineral Resources Ltd	3.20%
Electro Optic Systems Holdings Ltd	2.97%
Life360 Inc.	2.64%
Macquarie Group Ltd	2.57%
Dexus	2.57%
Sonic Healthcare Ltd	2.13%
Car Group Ltd	2.04%
Total Top 10 Holdings	29.84%
Total Cash	20.18%

Market Commentary

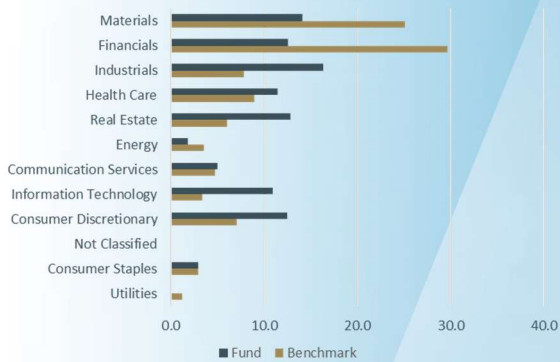
" Predictions are difficult, especially when they're about the future."

Niels Bohr, Physicist & Nobel Prize Winner

Infotech and *Financials* felt the brunt of the mini correction during November. We are overweight *Infotech* largely due to strong price appreciation in the past 12 months, which has positively skewed stock weightings. The fund has actively engaged in a level of profits-taking to release capital and manage downside risk. However, there is somewhat of a conundrum at present as despite their above market valuations, *Infotech* remain one of the few sectors with genuine earnings growth. This sector also exhibits some of the most robust business models. We are closely monitoring our technical overlays to assess whether sentiment has fundamentally changed or whether this is a temporary bout of weakness.

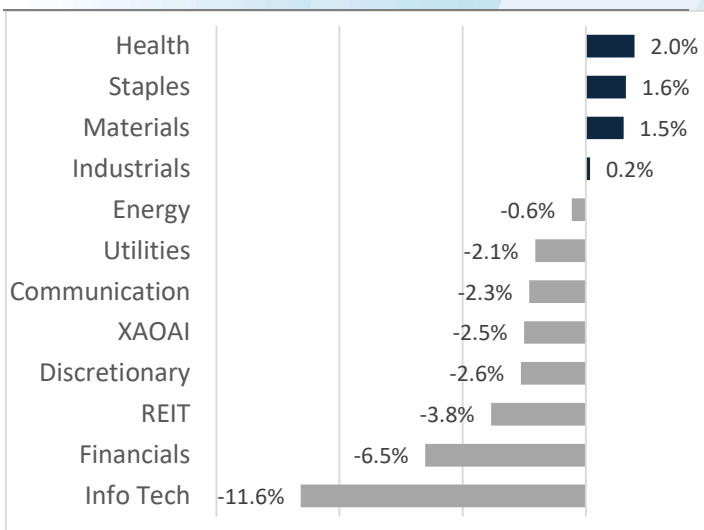
In respect to *Financials*, the fund has been notably underweight for an extended period of time, and it is pleasing to see a dose of normality return to the valuations. However whilst valuations are still elevated, the selling may have run its course. With the stronger than expected inflation reading in Australia, further interest rate cuts are now off the table. Historically, *Financials* perform better in a controlled rate rising cycle. It is difficult to find genuine growth in this sector, but during the month we added to our holding in Judo Capital (JDO). The Managers continue to assess a host of new opportunities, and it was pleasing to see that during the month the best performing stock was a new addition in Forrestania Resources (FRS). Stocks such as FRS are not a common sight in the fund. However FRS has a rare combination of a well-known and highly rated management team, a clear strategy and a pathway to production. The fund also planted some other seeds that are likely to contribute to future growth. These include BHP Group (BHP), AUB Group (AUB) post the withdrawal of the \$45 per share takeover and uranium developer NexGen Energy (NXG).

Sector Exposure vs All Ords



Key Facts

APIR Code	KTA0002AU
Minimum Application	\$25,000
Asset Allocation	Australian equities 65-95%; Cash 5-35%



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