

HIGH INCOME

VALUE MICROCAP FUND

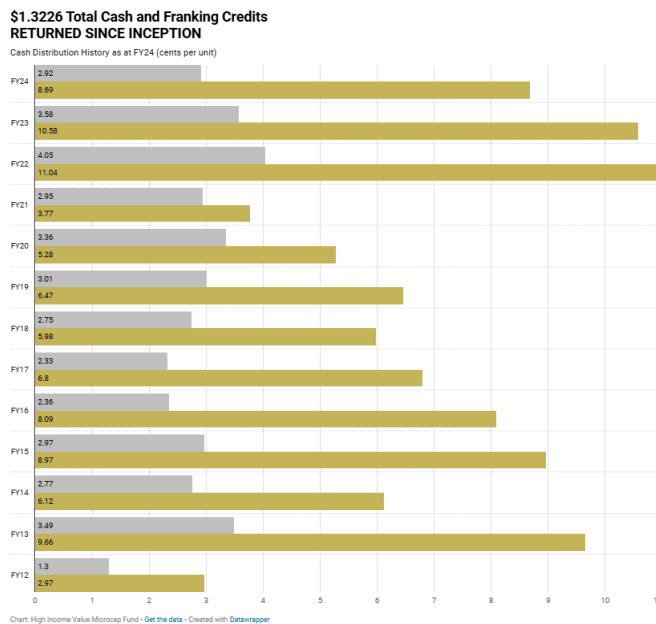


MONTHLY PERFORMANCE AS AT 28/02/2025

latest unit price \$1.7930 (Cum-distribution)	return since inception (March 2012) 261.53%	return 1 month 1.62%
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FUND OUTLINE

The High Income Value Microcap Fund is a wholesale fund investing in high dividend paying, undervalued, ASX microcap companies.

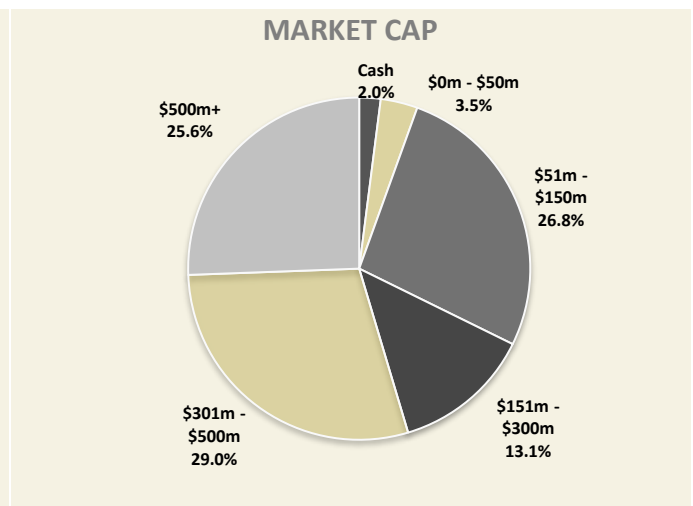
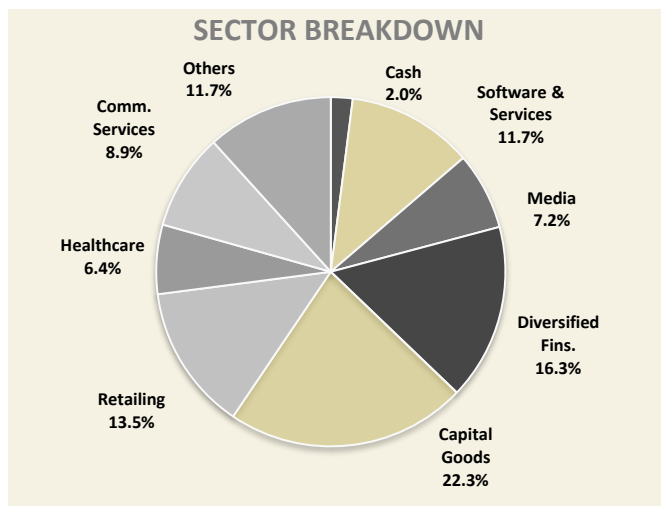


**Current Forecast
Grossed Up
Dividend Yield**

+6.10%**

**Represents the annual dividend yield of the companies in the portfolio grossed up for franking credits. It is based on internal forecasts and actual results may vary. It is not a forecast distribution as distributions will depend on actual dividend income received, expenses of the fund and actual number of units on issue at the time a distribution is made.

	Total since inception	Compound p.a. since inception	12 Year Annual Compound	10 Year Annual Compound	5 Year Annual Compound	3 Year Annual Compound	1 Year	1 Month
HIMF	261.53%	10.39%	9.00%	8.45%	10.55%	4.69%	4.35%	1.62%



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MARKET UPDATE AND COMMENTARY

World equity markets were volatile throughout the month as investors grappled with distinguishing between the Trump administration's tactical rhetoric on tariffs, trade deals and the substantive policy measures that will ultimately be enacted. Concerns are also mounting over the new U.S. administration's DOGE cost-cutting program and the potential economic fallout. While U.S. job growth remains at relatively healthy levels, the full impact of these cost-cutting initiatives will take months to wash through the data. In China, anticipation is building ahead of the government's annual policy-making event, the "Two Sessions," set for March 5th. The event is expected to unveil further stimulus and support measures for the slowing Chinese economy. Notably, the government is likely to revise its inflation target to around 2%, the lowest in years. However, significant stimulus measures remain unlikely, as trade negotiations with the U.S. are still ongoing. While consumption growth in China has been slowing, some level of stimulus may be necessary, which could require the government to ease its strict fiscal deficit limit of 3% of GDP. Domestically, the RBA cut rates by 25 basis points, relieving some pressures in strained household budgets.

Microequities High Income Value Microcap Fund returned 1.62% in February; this brings the total return net of fees to 261.53% for the Fund since inception in March 2012.

The 1H25 financial reporting season further validated the strength of the High Income Value Microcap Fund's portfolio. Despite a challenging month for equity markets, the Fund delivered a +1.62% return. However, more important than a single monthly return, an insignificant data point for long-term performance, was the overall earnings health of the portfolio's companies. Among the Fund's 41 constituents, 14 companies increased their dividends, while only six reduced them, with the remainder remaining unchanged. This reflects the resilience provided by the Fund's diversified holdings. Notably, despite market price increases during the month, the portfolio's 12-month projected grossed up dividend yield rose from 6.02% to 6.10%.

The High Income Value Microcap Fund has never missed a monthly cash distribution, not even during the COVID-19 market crash. The industrial diversity of its holdings not only strengthens its ability to sustain distributions but also supports long term capital growth. Most equity income funds either struggle with capital growth or fail to deliver it entirely. The High Income Value Microcap Fund, however, has consistently achieved both for 13 years.

Projected EPS Growth	
1 Year Forward (on a weighted basis)	+10.8%
Projected EPS Growth	
2 Years Forward (on a weighted basis)	+10.4%

Number of companies	41
Top 5 Holdings % of NAV	35.5%
Top 10 Holdings % of NAV	56.0%
Top 20 Holdings % of NAV	79.1%
Cash Position % of NAV	2.0%

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.