

DEEP VALUE FUND



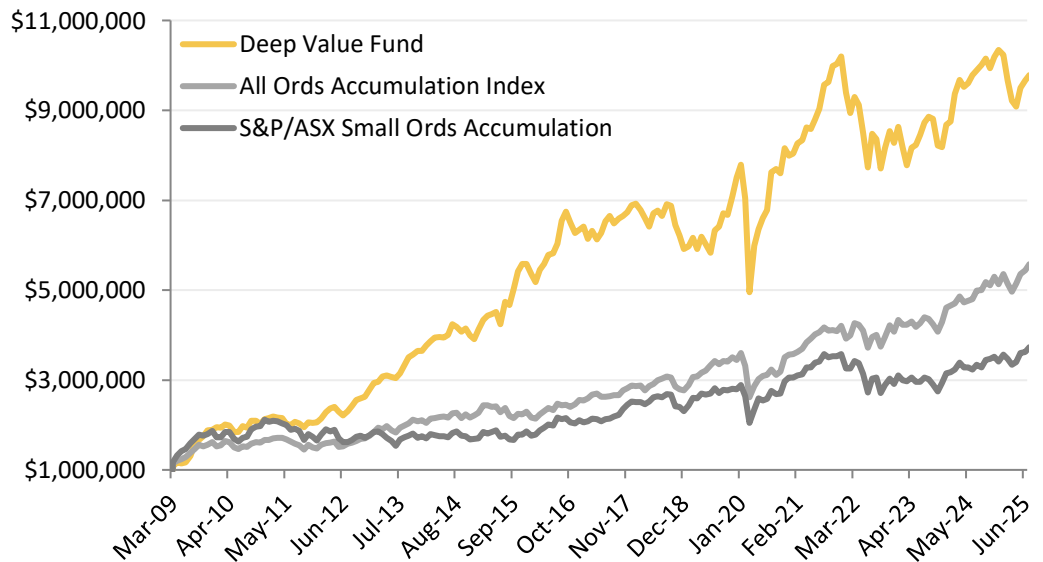
MONTHLY PERFORMANCE AS AT 31/07/2025

latest unit price \$4.6059	return since inception (March 2009) 877.86%	return 1 month 1.14%
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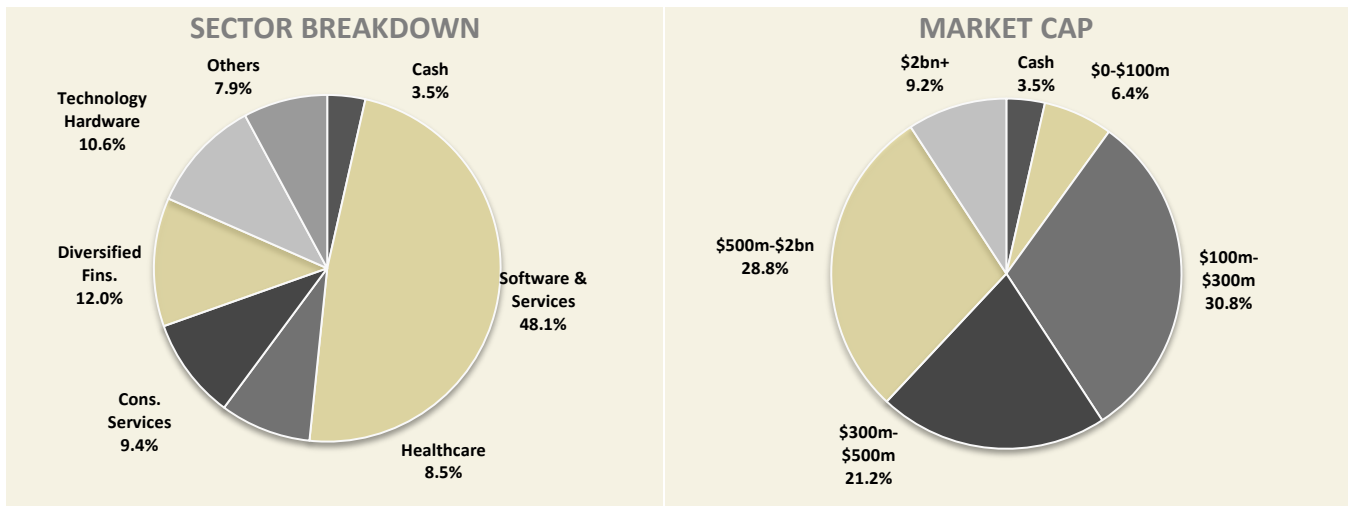
FUND OUTLINE

The Deep Value Fund is a wholesale fund investing in a concentrated portfolio of undervalued, profitable, and growing ASX listed microcap and smallcap companies.

VALUE OF \$1,000,000 INVESTED AT INCEPTION > **\$9,778,648**



	Compound p.a. since Inception	Total since inception	15 Year Compound Annual	12 Year Compound Annual	10 Year Compound Annual	5 Year Compound Annual	3 Year Compound Annual	1 Year	1 Month
DVF	14.90%	877.86%	11.27%	9.90%	7.50%	7.60%	4.85%	-1.14%	1.14%



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MARKET UPDATE AND COMMENTARY

US trade developments continue to reverberate through financial markets. During the month, the US and EU announced the framework of a new trade deal that will see most European imports covering approximately 70% of EU exports to the US subjected to 15% tariffs. This will affect around €780 billion worth of trade. However, both parties also agreed to remove tariffs on roughly €70 billion in trade, including aircraft and components, critical raw materials, and certain semiconductor equipment. Meanwhile, an extension of the current tariff pause between the US and China has yet to be confirmed. US trade representatives are expected to report back to the President on whether to approve an extension. The existing pause is set to expire on August 12 unless renewed. In Australia, the Reserve Bank of Australia (RBA) surprised financial markets, economists, and Microequities by holding rates steady at its July meeting, despite slowing inflation data. Subsequent employment and CPI figures released during the month have further strengthened the case for a rate cut. We expect the RBA to announce a cut to rates at its next board meeting in August.

Microequities Deep Value Fund returned 1.14% in July; this brings the total return net of fees to 877.86% for the Fund since inception in March 2009.

It was an active month for the Deep Value Fund, with the investment management team making several portfolio adjustments. We fully exited our position in **Hansen Technologies (ASX:HSN)** following a recent surge in its share price. While Hansen remains a fundamentally sound business, its organic growth is constrained by an end-client base that is slow to churn or adopt new technology platforms. The decision to exit was driven by better relative opportunities within the existing portfolio, as well as new investments we are adding. We are also in the process of exiting our position in **Shine Justice (ASX:SHJ)**, a legal services firm involved in personal injury and class actions, after a period of sustained underperformance in its operations. In addition, we divested a small, non-core holding that represented just 0.1% of the Fund's assets.

These exits made room for two new investments. The first is a technology company that the team has followed for several years. We initiated a position after the business reached an inflection point in both profitability and free cash flow generation. It offers a strong medium-term growth outlook and an attractive risk-adjusted return profile. The second addition is a small, profitable IT services company. The investment management team expects to build positions in both businesses over the coming months.

Projected EPS Growth	
1 Year Forward (on a weighted basis)	+23.6%
Projected EPS Growth	
2 Years Forward (on a weighted basis)	+26.0%

Number of companies	39
Top 5 Holdings % of NAV	44.4%
Top 10 Holdings % of NAV	63.2%
Top 20 Holdings % of NAV	84.6%
Cash Position % of NAV	3.5%

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.