

HIGH INCOME

VALUE MICROCAP FUND



MONTHLY PERFORMANCE AS AT 31/07/2025

latest unit price \$1.6992 (Cum-distribution)	return since inception (March 2012) 255.33%	return 1 month 5.57%
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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.

\$1,3226 Total Cash and Franking Credits RETURNED SINCE INCEPTION

Cash Distribution History as at FY24 (cents per unit)

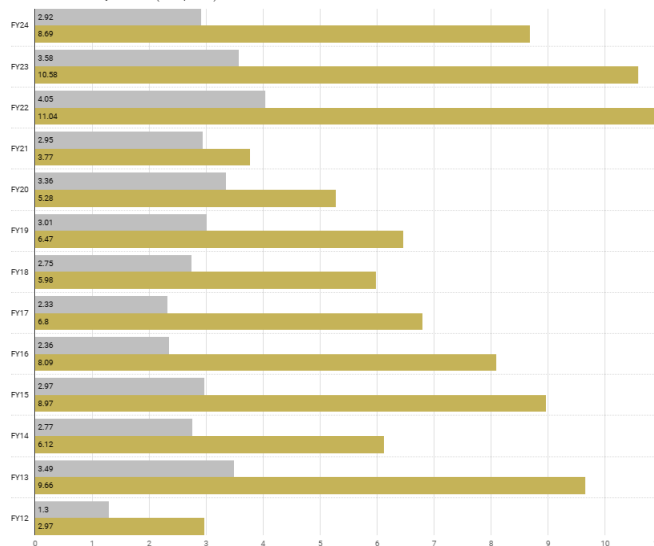


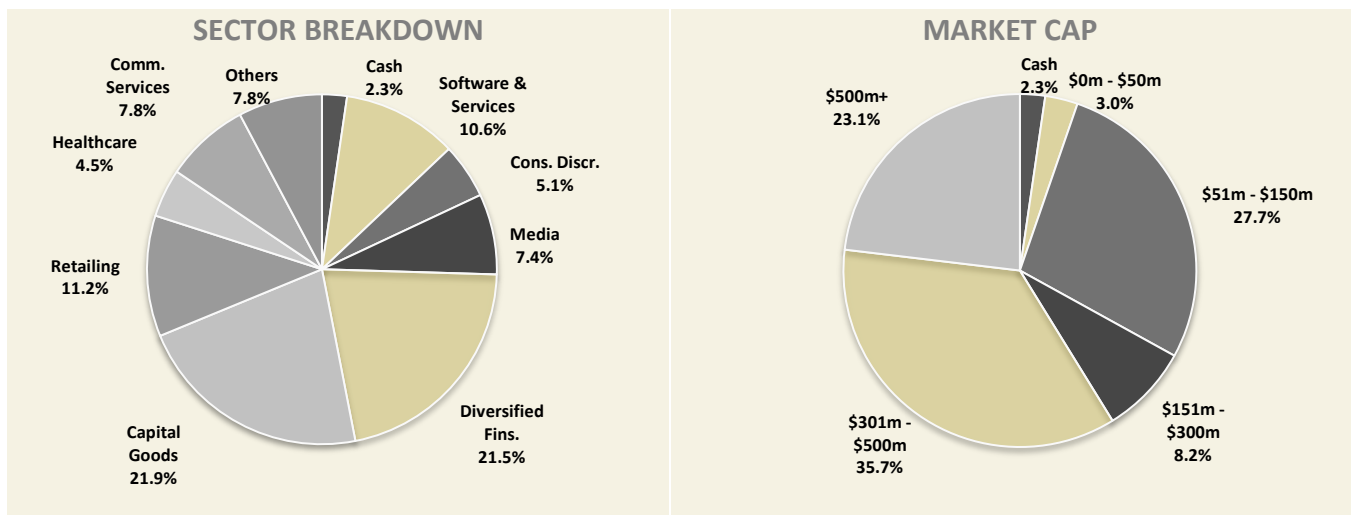
Chart: High Income Value Microcap Fund - Get the data - Created with Datawrapper

Current Forecast Grossed Up Dividend Yield

+6.15%**

**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	255.33%	9.91%	8.46%	8.50%	11.51%	4.77%	0.62%	5.57%



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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 High Income Value Microcap Fund returned 5.57% in July; this brings the total return net of fees to 255.33% for the Fund since inception in March 2012.

We are pleased to report that during the month, **the High Income Microcap Fund** paid a **final distribution of 4.03 cents** for FY25. This brings the total FY25 distributions to **9.53 cents**, including the previous eleven monthly payments of **0.5 cents** each. The Fund continues to successfully meet its dual objectives: delivering long-term capital growth while also providing investors with regular monthly cash distributions.

With no new additions to the High Income Value Microcap Fund during the month, the investment management team focused on recalibrating portfolio weightings. In particular, we reduced exposure to two companies whose recent share price appreciation had resulted in outsized weightings within the portfolio.

As noted in last month's update, the Fund began acquiring two new financial services businesses with strong long-term growth runways. A portion of the proceeds from the recent sell-downs was allocated toward building positions in these new holdings, both of which remain below our target weightings at this stage.

Projected EPS Growth	
1 Year Forward (on a weighted basis)	+9.1%
Projected EPS Growth	
2 Years Forward (on a weighted basis)	+11.0%

Number of companies	40
Top 5 Holdings % of NAV	36.0%
Top 10 Holdings % of NAV	55.9%
Top 20 Holdings % of NAV	80.4%
Cash Position % of NAV	2.3%

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.