

DEEP VALUE FUND



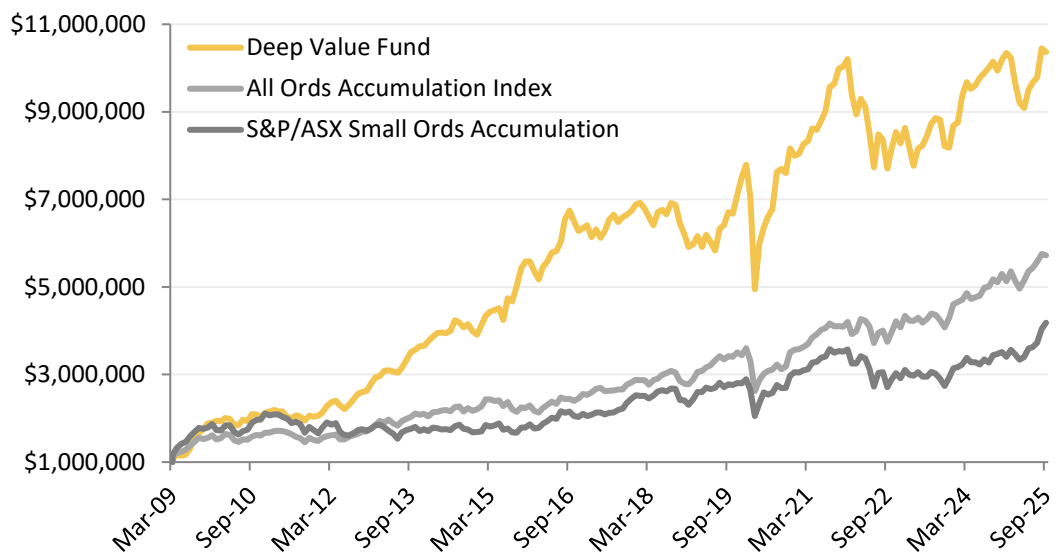
MONTHLY PERFORMANCE AS AT 30/09/2025

latest unit price \$4.8841	return since inception (March 2009) 936.93%	return 1 month -0.78%
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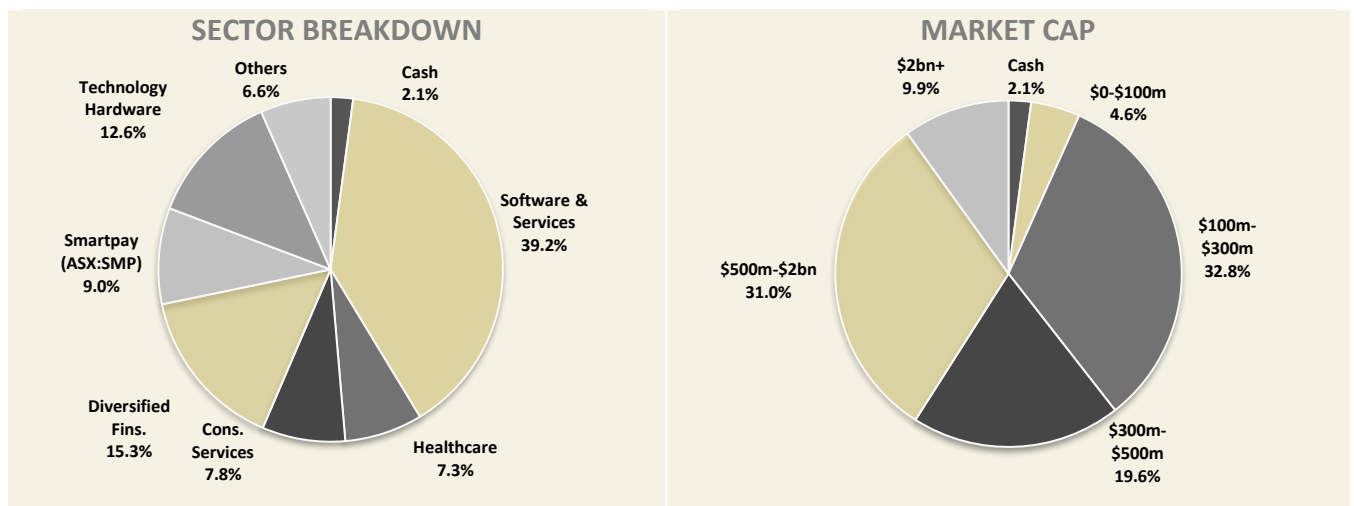
FUND OUTLINE

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 > **\$10,369,286**



	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	15.15%	936.93%	11.24%	9.45%	7.51%	6.14%	10.41%	2.16%	-0.78%



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MARKET UPDATE AND COMMENTARY

Australia's August CPI print once again surprised to the upside, with headline inflation rising to 3.0%. For context, Australia's CPI was 1.9% in June before accelerating to 2.8% in July. The August increase caught most economists off guard. While some observers may view these figures as effectively removing the prospect of further rate cuts in 2025, we see the picture as more nuanced. Core inflation, which excludes volatile components such as energy, eased back to 2.6%. A key driver of the recent lift in headline CPI was the expiry of the Commonwealth Energy Bill Relief Fund, which is not a structural driver but a result of temporary political policy initiatives. In our view, the RBA is likely to remain on hold in November while it awaits further data, with any decision deferred until its February 2026 meeting. However, the November pause is not a lay-down misère.

US economic growth for 2QFY25 bounced back to an annual pace of 3.8%, registering the fastest growth rate in 2 years. The economy was again driven by stoic consumer spending which rose 2.6% over the past 12 months.

Microequities Deep Value Fund returned -0.78% in September; this brings the total return net of fees to 936.93% for the Fund since inception in March 2009.

In last month's Deep Value Fund report we stated that automotive software company **Infomedia Ltd (ASX:IFM)** agreed to a takeover offer by private equity group **TPG Capital** at a **+30% premium to the undisturbed last share price** and a **+41% premium to the three-month VWAP**. As of 31 August, the investment in Infomedia represented 1.8% of the total assets of the Deep Value Fund. During the month, the investment management team made the decision to fully exit its stake in Infomedia ahead of the formal completion of the transaction which would have provided little further upside. We took the decision so we could rapidly redeploy that capital in even better opportunities inside the portfolio of the Deep Value Fund.

Further to the full divestment out of **Infomedia (ASX:IFM)**, the investment management team made the decision to fully divest out of two underperforming businesses which made up a very small amount of the NTA, **Shine Justice (ASX:SHJ)** and **Retail Food Group (ASX:RFG)**. Collectively, the investments made up less than 0.5% of the NTA of the Deep Value Fund and there is an array of superior investment opportunities within the Fund to recycle the capital.

Projected EPS Growth	
1 Year Forward (on a weighted basis)	+24.7%
Projected EPS Growth	
2 Years Forward (on a weighted basis)	+25.5%

Number of companies	37
Top 5 Holdings % of NAV	44.5%
Top 10 Holdings % of NAV	65.3%
Top 20 Holdings % of NAV	86.5%
Cash Position % of NAV	2.1%

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.