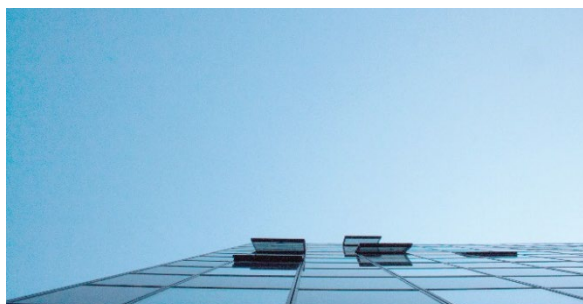


OBJECTIVE: LONG-TERM CAPITAL GROWTH BY INVESTING IN HIGH CALIBRE AUSTRALIAN COMPANIES PRIMARILY LISTED WITHIN THE S&P/ASX 300 INDEX AT THE TIME OF INVESTMENT.



High-conviction portfolio of quality Australian listed equities from a research driven, bottom-up investment philosophy

Our Philosophy

The highest proven quality businesses with the strongest competitive advantages and organic growth opportunities produce superior shareholder returns over the long-term.

Long term capital preservation is paramount.

We believe companies in our portfolio have:

- Predictable earnings
- Low debt
- High interest cover
- Sustainable competitive advantages
- High return on capital
- Strong free cash flow
- Organic growth options
- Experienced and proven management teams

Global Market Overview

February saw a period of significant market volatility as global equity markets finished mostly lower, with the MSCI World Index declining 2.6% over the month. Russia saw a raft of Western sanctions following its invasion of Ukraine in late-February including the removal of key Russian banks from the global interbank messaging system, SWIFT, and the freezing of Russian Central Bank assets including its foreign reserves. In the U.S., the S&P 500 Index returned -3.0% with economic data revealing US consumer prices rose at an annualised rate of 7.5% in January (compared to 7.0% in December), the largest increase in 40 years. Additionally, the US 10-year Treasury yield rose above 2% for the first time since 2019. In Europe, the FTSE 100, Euro STOXX 50, and German DAX indices returned +0.3%, -5.9%, and -6.5%, respectively. During the month, Christine Lagarde, the European Central Bank President, while refusing to rule out an interest rate rise this year, downplayed the tightening of monetary policy, citing the inability of central bank policy to deal with supply-side issues and the belief that current price pressures will subside over the medium term. In the U.K., GDP grew at an annualised rate of 7.5% in the December quarter, the highest since World War II, though the Bank of England cut its forecasts for 2022 economic growth citing reduced consumer spending power from higher inflation. In Australia, the S&P/ASX 300 Accumulation Index returned +2.1% during the month. January employment figures were strong with 12,900 new jobs added while the unemployment rate remained steady at 4.2%. Coronavirus case numbers continued falling in most States and Territories and the Government lifted all remaining travel restrictions for international arrivals. Energy (+8.4%), Consumer Staples (+5.4%), and Materials (+5.1%) were the best performing S&P/ASX 300 sectors while Information Technology (-6.8%), Consumer Discretionary (-5.0%), and Communication Services (-2.1%) lagged. Commodities rallied throughout the month with Brent Crude Oil rising above US\$100 per barrel for the first time since 2014.

Performance

	1 Month	3 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)	7 Years (p.a.)	10 Years (p.a.)	15 Years (p.a.)	Since Inception* (p.a.)	Inception* ^
Portfolio – Net (%)	-4.9	-21.5	0.5	15.0	13.0	10.0	13.4	8.8	11.7	760.7
<i>Benchmark (%)¹</i>	2.1	-2.0	10.2	8.7	8.6	6.9	9.5	5.6	9.1	439.8
Relative Performance – Net (%)	-7.0	-19.6	-9.8	6.3	4.4	3.1	3.9	3.1	2.7	320.8

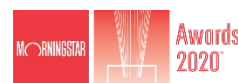
1. S&P/ASX 300 Accumulation Index. *Inception date that Hyperion became Investment Manager: 30th September 2002. ^Total return. All p.a. returns are annualised. Returns are net of applicable fees, costs and taxes. Past performance is not a reliable indicator of future performance. Data as at 28th February 2022. Due to rounding, excess performance figures may not equate perfectly to the difference between Hyperion Australian Growth Companies Performance and the S&P/ASX 300 Accumulation Index Performance.



Hyperion named Winner
FUND MANAGER OF THE YEAR
Morningstar 2021 Awards, Australia.



Hyperion named Category Winner
DOMESTIC EQUITIES LARGE CAP
Morningstar 2021 Awards, Australia.



Hyperion named Category Winner,
DOMESTIC EQUITIES LARGE CAP
Morningstar 2020 Awards, Australia.

PORTFOLIO HOLDINGS UPDATE

James Hardie Industries Plc (JHX-AU)

Primary Exchange **ASX**
GICS Sector **Materials**
Market Cap (AUD\$m) **19,884**



James Hardie Industries Plc (James Hardie) released its third quarter FY22 results, reporting Year-on-Year (YoY) revenue growth of 22% to US\$900m, an adjusted EBIT margin of 22.7%, and NPAT growth of 25% to US\$154.1m. Geographically, the North America Fiber Cement business posted revenue growth of 24% to \$644.9m and adjusted EBIT growth of 18% to US\$183.3m, driven by a 12% increase in both price/mix and volume, as well as from improved performance across the region's manufacturing network. The Asia Pacific Fiber Cement segment reported revenue growth of 20% to A\$196.5m and adjusted EBIT growth of 17% to A\$53.6m. The Europe Building Products segment reported revenue growth of 14% to €97.6m, and adjusted EBIT margin expansion of 50bps to 10.7%, driven by customer partnerships which supported the sale of higher value products. Furthermore, management upgraded FY22 NPAT guidance to range between US\$620 to US\$630m, from US\$605m to US\$625m, while maintaining previously set sales growth, R&D investment, and net leverage ratio expectations.

Block, Inc. (SQ2-AU)

Primary Exchange **ASX**
GICS Sector **Information Technology**
Market Cap (AUD\$m) **90,773**



Block, Inc. (Block), formerly Square, released its FY21 Q4 and full-year results in February. Over FY21, total revenue (including Bitcoin revenue) grew 86% YoY to US\$17.6b, gross profit increased 62% to US\$4.42b and adjusted EBITDA more than doubled to US\$1.01b. Both of Block's core business lines performed strongly. The Cash App business achieved revenue growth (excluding Bitcoin) of 65% to US\$2.3b, driven by a growing base of Monthly Active Users (MAU), up 22% to 44m, and higher average revenue per user, up 22% to US\$47. There was also strong adoption of Block's Cash Card with the product now having 13m MAU's. Square, previously called Seller ecosystem, achieved revenue growth of 47% to US\$5.2b, driven by increased product adoption. In FY21, 38% of the segment's gross profit was from sellers who utilised 4 or more products compared to only 10% five years ago. The company also provided a positive initial FY22 outlook with gross profit growth to continue and improve sequentially over the year. The acquisition of Afterpay Limited was also completed in January which has since been integrated within Block's ecosystem.

WiseTech Global Limited (WTC-AU)

Primary Exchange **ASX**
GICS Sector **Information Technology**
Market Cap (AUD\$m) **14,221**



WiseTech Global Limited (WiseTech) announced its first half FY22 results. Revenue grew 18% (22% excluding FX) YoY to \$281.0m, EBITDA increased 54% to \$137.7m and the EBITDA margin expanded 120bps to 49%. CargoWise revenue increased 29% (33% excluding FX) to \$193.0m driven by new customer wins, large customer rollouts, increased usage from existing customers and higher pricing. 589 new product features and enhancements were delivered to the CargoWise ecosystem during the period. The business also completed two smaller 'tuck-in' acquisitions of Inobiz and Hazmatica. The acquisitions will be integrated to provide direct benefits to the CargoWise ecosystem and its customers. In the first half of FY22, WiseTech secured contracts with FedEx and Access World followed by Brink during the beginning of the second half of the year. WiseTech now supports 10 of the top 25 Global Freight Forwarders. CargoWise is available in 168 countries with the total global rollouts of the CargoWise platform reaching 40 countries. Management provided guidance for FY22 revenue growth of 18-25% (\$600m-\$635m) and upgraded its FY22 EBITDA growth guidance to 33-43% (\$275m-\$295m).

Top 5 Holdings

	Portfolio (%)	Benchmark (%)
Xero Ltd	10.5	0.6
Block Inc.	9.6	0.7
Resmed Inc.	9.3	0.6
CSL Ltd	9.2	5.8
Wisetech Global Ltd	8.0	0.3

Market Capitalisation

	Pf (%)	Bm (%)	Act. (%)	# Stocks
S&P/ASX 1-20	21.1	58.0	-36.9	3
S&P/ASX 21-50	40.2	17.5	22.7	6
S&P/ASX 51-100	28.6	11.9	16.7	7
S&P/ASX 101-200	4.6	8.9	-4.3	5
S&P/ASX 201-300	--	3.4	-3.4	--
Ex S&P/ASX 300	1.9	0.3	1.6	1
Cash	3.5	--	3.5	--
Total	100	100	--	22

Portfolio weights may not equate to 100.0% due to rounding.

Sector Allocation

	Portfolio (%)	Benchmark (%)
Communication Services	8.8	4.0
Consumer Discretionary	6.1	7.2
Financials	11.0	27.7
Health Care	30.6	9.4
Industrials	1.9	5.8
Information Technology	33.0	3.6
Materials	5.0	25.0
Cash	3.5	--

Portfolio weights may not equate to 100.0% due to rounding.

Fund Characteristics

Universe	S&P/ASX 300
Launch	Managed by Hyperion since September 2002, launched October 1996
Fees	MER 0.95%
Distribution	AUD 0.6988 CPU at 30 September 2021 AUD 86.6742 CPU at 30 June 2021 AUD 0.4324 CPU at 31 March 2021 AUD 0.7676 CPU at 30 September 2020
Fund Size	\$2,178.1 million
APIR Code	BNT0003AU
The Fund's PDS contains more complete information on risks and fees	

Top Contributors (rolling 12 months)

Contributors	Price change (%)	Avg Weight (%)	Contribution to return (%)
Resmed Inc.	36.0	9.3	2.7
Wisetech Global Ltd	59.8	5.6	2.0
James Hardie Industries	22.3	6.5	1.7
Macquarie Group Ltd	26.9	6.5	1.2
Cochlear Ltd	5.4	4.6	0.7

Detractors

Afterpay Ltd*^	-44.4	10.0	-4.2
Xero Ltd	-20.9	10.5	-1.8
Block Inc.^	-12.1	0.9	-1.0
GQG Partners Inc.	-26.8	0.6	-0.6
Nanosonics	-30.5	1.3	-0.5

All data as at 28th February 2022

*Stock no longer held in the portfolio ^Afterpay Ltd commenced trading as Block Inc. on 20th January 2022.

CONTACT US

HYPERION DISTRIBUTION

Jolon Knight
Mob: 0414 805 862
Jolon.knight@hyperion.com.au

INVESTOR SERVICES

Tel: 1300 497 374
Investorservices@hyperion.com.au

DISCLAIMER – HYPERION AUSTRALIAN GROWTH COMPANIES FUND

This communication is prepared by Hyperion Asset Management Limited (ABN 80 080 135 897 AFSL 238 380) ('Hyperion'), as the investment manager of the Hyperion Australian Growth Companies Fund (ARSN 089 548 443) ('the Fund'). Pinnacle Fund Services Limited (ABN 29 082 494 362 AFSL 238 371) ('PFSL') is the product issuer of the Fund. PFSL is not licensed to provide financial product advice. PFSL is a wholly-owned subsidiary of the Pinnacle Investment Management Group Limited ('Pinnacle') (ABN 22 100 325 184). The Product Disclosure Statement ('PDS') and Target Market Determination ('TMD') of the Fund is available at <https://www.hyperion.com.au/>. Any potential investor should consider the PDS and TMD before deciding whether to acquire, or continue to hold units in, the Fund.

This communication is for general information only. It is not intended as a securities recommendation or statement of opinion intended to influence a person or persons in making a decision in relation to investment. It has been prepared without taking account of any person's objectives, financial situation or needs. Any persons relying on this information should obtain professional advice before doing so. Past performance is for illustrative purposes only and is not indicative of future performance. Unless otherwise specified, all amounts are in AUD. Due to rounding, numbers presented throughout this report may not sum precisely to the total indicated and performance percentages may not precisely reflect the absolute returns.

Whilst Hyperion, PFSL and Pinnacle believe the information contained in this communication is reliable, no warranty is given as to its accuracy, reliability or completeness and persons relying on this information do so at their own risk. Subject to any liability which cannot be excluded under the relevant laws, Hyperion, PFSL and Pinnacle disclaim all liability to any person relying on the information contained in this communication in respect of any loss or damage (including consequential loss or damage), however caused, which may be suffered or arise directly or indirectly in respect of such information. This disclaimer extends to any entity that may distribute this communication.

Any opinions and forecasts reflect the judgment and assumptions of Hyperion and its representatives on the basis of information available as at the date of publication and may later change without notice. Any projections contained in this presentation are estimates only and may not be realised in the future.

Unauthorised use, copying, distribution, replication, posting, transmitting, publication, display, or reproduction in whole or in part of the information contained in this communication is prohibited without obtaining prior written permission from Hyperion. Pinnacle and its associates may have interests in financial products and may receive fees from companies referred to during this communication.

This may contain the trade names or trademarks of various third parties, and if so, any such use is solely for illustrative purposes only. All product and company names are trademarks™ or registered® trademarks of their respective holders. Use of them does not imply any affiliation with, endorsement by, or association of any kind between them and Hyperion.

Morningstar Disclaimer: Neither Morningstar, its affiliates, nor the content providers guarantee the data or content contained herein to be accurate, complete or timely nor will they have any liability for its use or distribution. Any general advice or 'classservice' have been prepared by Morningstar Australasia Pty Ltd (ABN:95090665544, AFSL:240892) and/or Morningstar Research Ltd, subsidiaries of Morningstar, Inc, without reference to your objectives, financial situation or needs. Refer to Morningstar Financial Services Guide (FSG) for more information at www.morningstar.com.au/s/fsg.pdf. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statement (Australian products) or Investment Statement (New Zealand products) before making any decision to invest. Morningstar publications, ratings and products should be viewed as an additional investment resource, not as your sole source of information. Past performance is for illustrative purposes only and is not indicative of future performance. To obtain advice tailored to your situation, contact a professional financial adviser. Some material is copyright and published under licence from ASX Operations Pty Ltd ACN004523782 ("ASXO").

Morningstar Awards 2021 (c). Morningstar, Inc. All Rights Reserved. Hyperion Asset Management has been Awarded the Overall Fund Manager of the Year in Australia. Awarded in both the categories Domestic Equities - Large Cap and Domestic Equities - Small Cap. Morningstar Awards 2020©. Morningstar, Inc. All Rights Reserved. Awarded to Hyperion Australian Growth Companies Fund for Winner, Domestic Equities Large Cap, Australia.