

Major developed equity markets rebounded in October headlined by US Dow Jones which recorded its best month since 1976, up +14%. The Small Ordinaries Accumulation Index gained +6.5% whilst the Eley Griffiths Group Emerging Companies Fund finished +5.1% higher and since inception (March 2017) the Fund has returned +14.5% p.a. after fees for unitholders.

Markets moved higher on data released in October showing signs of inflation slowing. Global shipping costs, median rents and wages growth measured by the Employment Cost Index (ECI) all moderated in the month. US corporate earnings results proved more resilient than expected aiding the market upswing. Of the firms that had reported, 70% had beaten analyst's forecasts (UBS Research, 2 November 2022). Domestically, the Reserve Bank of Australia (RBA) increased the cash rate by 0.25%, nonetheless equity markets rallied on commentary that rises will likely slow (Minutes of the Monetary Policy Meeting of the RBA, 4 October).

Contributing to returns in the month were Information Technology holdings despite weaker results from US Mega Cap Tech, with strength in Life360 Inc (360; +40%), Objective Corporation (+13%) and Data#3 (+11%). 360's update on

monthly pricing changes was well received by the market. Global tourism operator Tourism Holdings (THL.NZ; +36%) obtained clearance from competition regulators to merge with Apollo. The combined group is expected to create material cost synergies and greater business resilience through greater geographic diversification.

Weighing on returns was video game developer Playside Studios (-13%) which quarter on quarter revenue growth results and operational costs underwhelmed investors.

As company fundamentals have taken a backseat to economic and geopolitical news flow which has dominated the market narrative, no one investment style has consistently outperformed for more than two months this year. As a style agnostic manager, not being restricted by a style bias or sector exclusions has been advantageous against a volatile backdrop.

Returns post fees	1 Month %	3 Months %	1 Year %	3 years % p.a.	5 years % p.a.	Incep^ %p.a.
EGG Emerging Companies Fund	5.13	-3.20	-23.74	6.53	11.53	14.46
S&P/ASX Small Ord Accumulation Index (XSOAI)	6.46	-4.91	-18.31	1.46	4.16	5.96
Outperformance	-1.33	+1.71	-5.43	+5.07	+7.37	+8.50

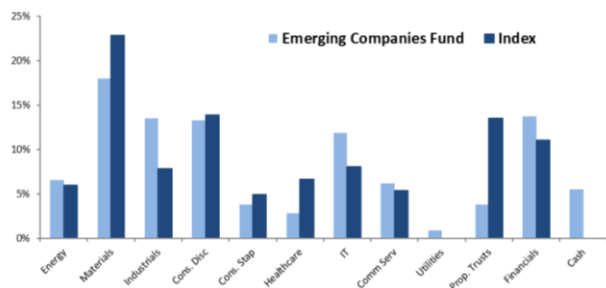
^Fund inception March 2017. Total net returns represent past performance only. Past performance is not a reliable indicator of future performance. Total returns (net) have been calculated using exit prices and take into account the applicable buy/sell spread and are net of Eley Griffiths Group's management fees and assumes reinvestment of distributions. No allowance has been made for taxation or any fees charged by operators of master trusts or wrap accounts through which the products are offered. Returns of more than one year are annualised. Returns of the Fund can be volatile and in some periods may be negative. The return of capital is not guaranteed.

\$100,000 SINCE INCEPTION (AFTER FEES)



^Fund inception March 2017. Past performance is not an indicator of future performance

FUND SECTOR ALLOCATION



STOCK ATTRIBUTION*

Code	Stock	Sector
Top 3 Contributors		
CMM	Capricorn Metals	Materials
360	Life 360 Inc	Information Technology
THL.NZ	Tourism Holdings	Industrials
Bottom 3 Detractors		
COE	Cooper Energy	Energy
MGH	MAAS Group Holdings	Industrials
PLY	Playside Studios	Communication Services

** Alphabetical order as at 31 October 2022*

TOP 5 ACTIVE POSITIONS*

Code	Stock	Sector
CMM	Capricorn Metals	Materials
MND	Monadelphous Group	Industrials
PSI	Psc Insurance Group	Financials
RIC	Ridley Corporation	Consumer Staples
THL.NZ	Tourism Holdings	Industrials

** Alphabetical order as at 31 October 2022*

ELEY GRIFFITHS GROUP

Founded in 2003, Eley Griffiths Group is a specialist investment management company focusing on Australian listed Small and Emerging Companies. Eley Griffiths is 100% independent & owned by staff.

We are style agnostic and can own both growth and value companies to construct portfolios. The aim of our investment process is to deliver consistent outperformance through all market conditions.

Our investment philosophy;

- A long-term bottom-up approach to stock picking (style agnostic)
- Forming strong macro views to derive accurate long-term earnings estimates.
- Using Price/Earnings ratios and cashflow as our fundamental valuation tools.
- The need for a systematic and disciplined stock selection process
- Risk control measures at a stock and portfolio level
- Extensive company visitation program (domestic & offshore)

This fund is appropriate for investors with “High” and “Very High” risk and return profiles. A suitable investor for this fund is prepared to accept high risk in the pursuit of capital growth with a medium to long investment timeframe. Investors should refer to the [TMD](#) for further information

FUND INFORMATION

Benchmark: S&P/ASX Small Ordinaries Accumulation Index

Number of stocks: 35-55

Universe: ASX/NZX listed stocks outside the S&P ASX 200

Fund Inception: March 2017

Cash distributions or unit reinvestments: Annually

Management fees: 1.25% p.a.

Performance fees: 15.375% p.a. of Outperformance above the S&P/ASX Small Ordinaries Accumulation Index (After Base Management Fee)

Fund size: \$258.8m as at 31 October 2022

Minimum Investment: \$10,000

Unit Price: Daily

APIR Code: PIM5346AU

ARSN CODE: 616328128

Investment Enquires:

John Price | Head of Distribution & Investment Operations

john@eg-group.com.au | +61 2 8311 5175

Existing investor administration:

Link Fund Solutions

EleyGriffiths@linkmarketservices.com.au | +61 2 8767 1114

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ELEY GRIFFITHS EMERGING COMPANIES FUND

The Emerging Companies Fund offers investors exposure to a diversified portfolio of Australian listed emerging companies that reside outside the S&P ASX200 Index. The Fund is benchmarked against the S&P ASX Small Ordinaries Accumulation Index and was launched 1 March 2017.

The team combines fundamental bottom-up research of companies with an in-depth qualitative assessment of their management and industry structure. Our proprietary investment process, known as SCOPE (Small Company Optimal Portfolio Evaluation), is a relative stock scoring tool that ranks stocks from highest to lowest based on their score. The portfolio comprises the best scoring stocks, subject to a number of risk constraints, such as maximum active position size (7%) and liquidity.

The outworking of this process is a portfolio that typically exhibits both growth and value characteristics that aims to outperform through the market cycles.

PORTFOLIO MANAGERS



Ben Griffiths has over 30 years of financial markets experience. He co-founded Eley Griffiths Group in 2002 following a successful career as joint head of small companies at both BT Financial Group and ING Investment Management. Ben previously worked in precious metals markets with MASE Westpac and as a stockbroker at Roach Tilley Grice & Co as well as CL May Mellor. Ben holds a Bachelor of Commerce majoring in Accounting, Finance and Systems from the University of NSW.

David Allingham is a Director and Portfolio Manager at Eley Griffiths Group and has over 15 years' experience analysing small and emerging companies at Eley Griffiths Group. Prior to joining EGG in 2004, David worked in marketing at EMI Music Australia. David holds a Bachelor of Commerce from the University of Sydney.

Tim Serjeant has over 13 years' experience analysing small and emerging companies. Prior to joining EGG in July 2012, Tim was a Resources Analyst at Argonaut, a boutique investment bank and stockbroking firm. Tim holds Bachelor of Commerce (Honours in Finance) and Bachelor of Arts degree from the University of Western Australia.

Nick Guidera joined Eley Griffiths in September 2016 after 6 years at the global equity research house CLSA, in both analytical and research sales roles in the US & Australia. Prior to financial markets Nick spent 4 years as a practicing lawyer. Nick holds a Bachelor of Laws & Graduate Certificate of Legal Practice from University of Technology and a Master of Financial Management from the Macquarie Graduate School of Management.