OPHIR

Ophir High Conviction Fund (ASX: OPH)

Investment Update | June 2026

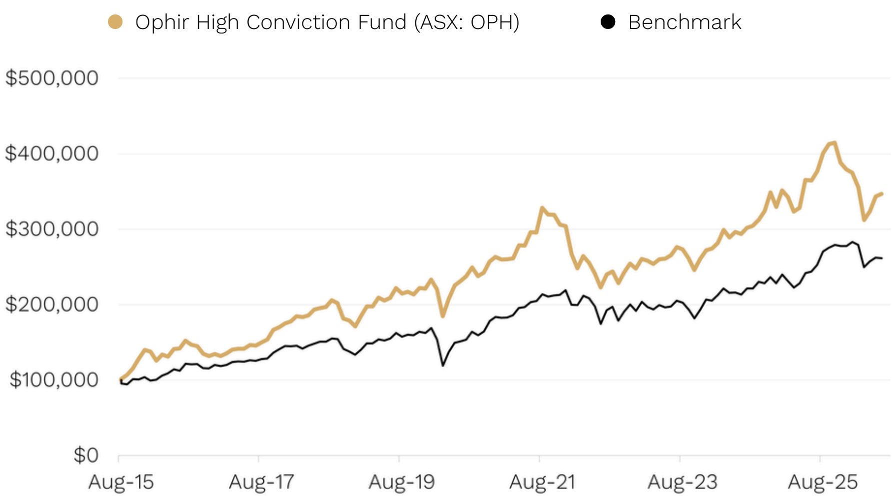
About the Fund

The Ophir High Conviction Fund (the Fund) seeks to provide investors with a concentrated exposure to a high-quality portfolio of listed companies outside the S&P/ASX50.

Inception Date	Fund Size	Benchmark
3 August 2015	$699.5m	50% ASX Mid-Cap Accum Index / 50% ASX Small Ords Accum Index

Ophir Asset Management

- Privately owned investment manager established in 2012.
- Senior Portfolio Managers are substantial investors in the Fund.
- Experienced investment team with a strong track record across market cycles.
- Funds are capacity constrained to support disciplined portfolio construction and long-term performance.
- Specialist manager with deep expertise in Australian and global small & mid-cap equities.



The above chart represents the growth of $100,000 invested since inception, net of fees, and assuming reinvestment of distributions. Please note past performance is not a reliable indicator of future performance. Total returns have been calculated using the Net Asset Value (NAV) of the fund. No allowance has been made for taxation. The Fund's benchmark is 50% ASX Mid-Cap Accumulation Index / 50% ASX Small Ordinaries Accumulation Index.

Investment Performance at 30 June 2026

	Since Inception p.a.	10Y p.a.	7Y p.a.	5Y p.a.	3Y p.a.	1Y	3M	1M
Fund Return (Net)	**12.1%**	**9.3%**	**7.5%**	**3.2%**	**9.3%**	**-4.9%**	**11.0%**	**0.9%**
Benchmark*	9.2%	8.8%	7.7%	5.1%	9.8%	7.1%	4.7%	-0.3%
ASX: OPH Unit Price Return	N/A**	N/A**	6.8%	-2.6%	9.5%	-9.2%	6.4%	5.6%

Performance figures in the table above assume reinvestment of distributions and are calculated using the Net Asset Value (NAV) of the Fund. Past performance is not a reliable indicator of future performance.
*50% ASX Mid-Cap Accumulation Index / 50% ASX Small Ordinaries Accumulation Index. **ASX: OPH Unit Price Return shown from listing date of 18 December 2018.

Senior Portfolio Managers

Andrew Mitchell | B Ec (Hons), MAppFin.

Co-founder of Ophir Asset Management with over 20 years' experience in financial markets. Previously at Paradice Investment Management and the Commonwealth Department of Treasury.

Steven Ng | B Acc, CFA.

Co-founder of Ophir Asset Management with over 23 years' experience in financial markets. Previously at Paradice Investment Management and ING.

Investment Objective: Outperform the benchmark, after fees & before taxes, over the long-term (5+ years).

ASX Code: OPH
ASX Listing Date: 18 December 2018

Responsible Entity: The Trust Company (RE Services) Ltd
Investment Manager: Ophir Asset Management Pty Ltd

Learn More

www.ophiram.com

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Top 5 Holdings *(Alphabetical)*

As at 30 June 2026 updated quarterly.

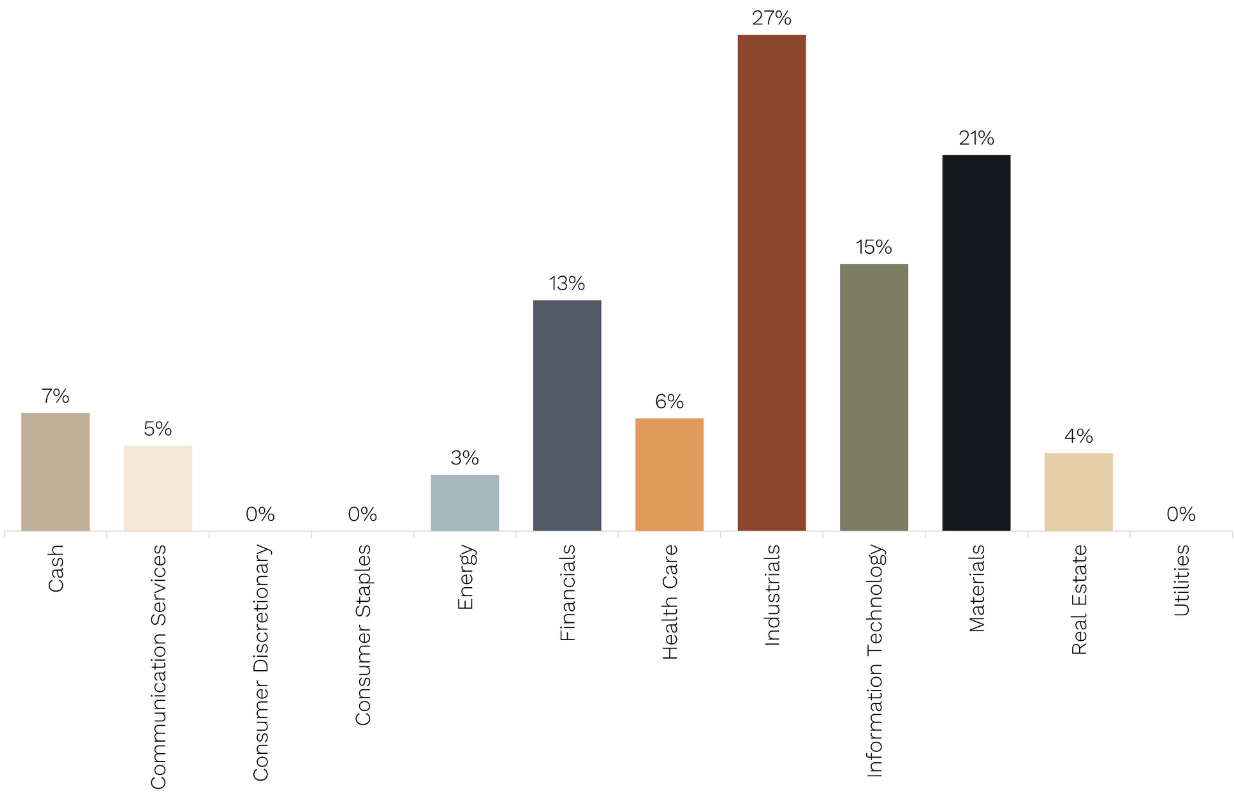
Company	GICS Sector / Industry	Ticker
Develop Global Ltd	**Materials** Metals & Mining	DVP
Infratil Ltd	**Financials** Financial Services	IFT
Maas Group Holdings Ltd	**Industrials** Construction & Engineering	MGH
Megaport Ltd	**Information Technology** IT Services	MP1
Service Stream Ltd	**Industrials** Construction & Engineering	SSM

Net Asset Value (NAV & Unit Price)

Unit Price	$3.14 (cum-distribution)
ASX Share Price	$2.49

GICS Sector Exposure

Figures may not sum to 100% due to rounding.



Market Commentary

In 1996, Alan Greenspan (aka the Maestro) warned that markets were exhibiting "irrational exuberance." This month, the former Federal Reserve chairman who popularised that phrase died at par (100), and markets seemed determined to prove he was onto something.

Take SpaceX. Its initial public offering priced at US$135 (at around a 100x sales valuation), popped to US$201, then sank back to US$154, all within six days. SpaceX followed its listing with bond offerings across multiple maturities, aiming to raise US$25 billion from institutional investors, proof that even the most exuberant listings need a reality check... and a balance sheet.

Exuberance showed up elsewhere too. Vanguard's S&P 500 tracking ETF became the first exchange-traded fund to oversee more than US$1 trillion in assets, a milestone that says as much about its longevity as it does about how money now flows into markets by default. Meanwhile, gold quietly overtook US government bonds in the world's reserve assets: a European Central Bank report found gold made up 27% of central bank reserves at the end of 2025, ahead of US Treasuries at 22%. Even central bankers, it seems, are hedging their exuberance.

A more physical constraint on this cycle is emerging. The artificial intelligence boom has driven a chip shortage that Micron's CEO warns could persist for years, with no clear line of sight to when supply catches up with demand. DDR5 chip prices have more than quadrupled over the past year, and Taiwan Semiconductor's CEO told shareholders this month that even new US capacity coming online over the next few years won't be enough to satisfy American demand. Exuberance indeed.

Closer to home, the Reserve Bank of Australia held its cash rate at 4.35%. Unemployment sat at 4.4%, while inflation came in at 4.0%, just under the 4.3% estimate, a touch of calm in an otherwise exuberant month.

Most Australian small-cap and resources indices were soft in June, with ASX Small-cap Resources (-13.4%) and the All-Ordinaries Gold (-7.9%) the worst performing. The ASX 200 ended the month up 0.7%, while the ASX Small Ordinaries fell -2.0% (reversing the prior month's gain). Australian large-cap growth outperformed value, with the MSCI Australia Growth Index up 2.9%, while the MSCI Australia Value Index fell -1.2%.

Across ASX 300 sectors, Consumer Staples was the biggest winner (+12.6%), followed by Health Care (+12.5%), while Energy (-9.0%) and Materials (-6.8%) fell the most. Within the ASX Small Ordinaries, Technology led (+8.9%), followed by Consumer Discretionary (+4.8%), while Energy (-14.4%) and Materials (-12.5%) were the weakest sectors.

Portfolio Commentary

One of the largest contributors to performance for the month was Service Stream (ASX: SSM), which provides utility, telecommunications and facility maintenance services. It has added another vertical in defence maintenance, which we believe can grow larger than the market is anticipating. The share price ended the month up 11.8%.

One of the largest detractors from performance for the month was Generation Development (ASX: GDG), the managed account company. The share price ended the month down -12.3%, with little company-specific news. There has been increased competition in the space and its flows have slowed. The stock has been a strong contributor to performance for several years and we are confident in its long-term growth.

Outlook

While the latest inflation print was once again lower than expectations, it is still above the RBA's target band. Along with unemployment coming in at 4.4%, the RBA held rates flat.

In the RBA minutes, the Board highlighted a mixed global backdrop, noting that, domestically, financial conditions are seeing the pass-through of monetary policy to softer credit growth. The minutes also stated that the RBA expects it will likely take two years before inflation returns sustainably to its target range.

Meanwhile, the US economy is still resilient, ahead of other developed market economies. We believe this should continue in the near term as manufacturing and service sector PMIs remain firmly above the 50 level, indicating expansion. Inflation remains sticky, buoyed by the capex spend on AI, and new Fed Chair Kevin Warsh has added a further layer of uncertainty after refraining from contributing to the dot plot, putting its future in question.

In Australia we have seen the valuation gap close marginally between small caps and large caps. Small caps continue to trade at a discount in absolute terms, 14.5x for the ASX Small Ordinaries versus 16.9x for the ASX 50 on a forward P/E basis – near one of the largest relative valuation discounts in history. With little chance of further rate hikes by the RBA, this continues to support our outlook for small caps.

We have maintained our reduced software allocation as the debate around agentic AI continues to impact terminal values for incumbents. Our focus remains on reasonably valued small-cap businesses with robust earnings growth. The portfolio maintains a balanced mix of cyclical and defensive exposures, with a tilt towards less macro-sensitive companies.

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Insights

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How to Invest

To invest, please speak to your financial adviser or purchase units on the ASX through your stockbroker or online trading platform.

For assistance, please contact us or visit www.ophiram.com.au/invest for more information.

For Existing Investors

Automic Group acts as the unit registry for the Fund. View your holdings and update details via the Automic Investor Portal.

Please subscribe to receive monthly fund performance and market insights at www.ophiram.com.au/subscribe.

Contact Us

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Unit Registry

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Fund Information

APIR Code	OPH0002AU
ISIN	AU60OPH00027
Liquidity	Daily
Distribution Frequency	Annually
Management Fees & Costs	1.20% p.a. plus ordinary expenses*
Performance Fees	20% p.a. of outperformance**

*Government taxes such as GST will be applied and take into account any reduced input tax credits that may be available.
**Subject to high water mark.

Please refer to the PDS for more information on fees and costs.

Investment Process

Ophir employs a fundamental, bottom-up research process to identify reasonably priced, high quality global small and mid-cap companies with the potential to compound earnings over time, supported by broad idea generation, quantitative and valuation screening, company visitation, detailed financial modelling and qualitative assessment, and a disciplined portfolio construction framework with position sizing and risk controls across sector, geographic and liquidity exposures.

Zenith RECOMMENDED

Recommended Lonsec Research