

Fund Aim

To provide investors with a diversified exposure to the US high yield bond market with active allocation between individual securities and industries.

Fund Performance as at 31 August 2024 (%)

| | 1 month | 3 months | 6 months | 1 year | 3 years (p.a.) | 5 years (p.a.) | 7 years (p.a.) | 10 years (p.a.) | 15 years (p.a.) | 20 years (p.a.) | Since inception (p.a.) |
|----------------------------------------------|-------------|-------------|-------------|--------------|----------------|----------------|----------------|-----------------|-----------------|-----------------|------------------------|
| Gross return (before fees) | 1.40 | 4.15 | 5.77 | 11.84 | 3.06 | 3.75 | 4.21 | 5.18 | 8.68 | 8.09 | 8.01 |
| Growth return (after fees) | 1.34 | 2.17 | 1.79 | 3.67 | -4.17 | -4.19 | -3.69 | -2.39 | -0.47 | -0.95 | -1.17 |
| Distribution return | - | 1.81 | 3.62 | 7.47 | 6.55 | 7.25 | 7.18 | 6.84 | 8.36 | 8.28 | 8.44 |
| Total return (after fees)¹ | 1.34 | 3.97 | 5.41 | 11.14 | 2.38 | 3.06 | 3.49 | 4.45 | 7.89 | 7.34 | 7.28 |
| Benchmark | 1.46 | 4.28 | 5.27 | 10.64 | 0.99 | 2.77 | 3.25 | 4.13 | 7.76 | 7.31 | 7.46 |
| Active return (after fees) ² | -0.12 | -0.30 | 0.13 | 0.50 | 1.38 | 0.28 | 0.24 | 0.32 | 0.13 | 0.02 | -0.18 |

Source: Fidante Partners. Past performance is not indicative of future performance. Returns may be volatile and may vary from year to year.

¹ Total Return (after fees) is calculated using pre-distribution month end withdrawal unit prices, and assumes all income is reinvested in additional units. Total Return equals Growth return (after fees) plus Distribution return (after fees).

² Active Return of the Fund is the difference between the Total Return and the return of the Benchmark. Gross Returns (before fees) are calculated by adding back the fees and expenses deducted. Please refer to the PDS for more information on fees and expenses.

Portfolio and Market Returns

The Bentham High Yield Fund had a total return (after fees) of 1.34% in the month of August, underperforming the benchmark ICE BofAML US Cash Pay High Yield Constrained Index³ (hedged into AUD) by 0.12%. On a before fees basis the fund returned 1.40% for the month, underperforming the benchmark by 0.06%.

High Yield Market

For the month, all industries had positive returns. The top performing industries in August were Telecommunications, Wireless Communications and Food/Tobacco with returns (sector performance in USD terms) of 3.34%, 2.15% and 2.06% respectively. The worst performing industries were Broadcasting, Energy and Transportation with returns of 0.17%, 1.21% and 1.28% respectively.

The credit yield spread for the Index decreased by 10 bps during the month to 312 bps.

Portfolio Exposures

The Fund's three largest industry exposures are 10.0% in Diversified/Conglomerate Service, 8.8% in Electronics and 6.8% in Oil and Gas. The Fund's top three company exposures are 1.2% in Open Text, 1.1% in Cqp Holdco Lp Bip-v Chinook and 1.0% in Corelogic. During the month, the Fund increased its exposure to WESCO Distribution, White Cap Buyer and Boise Cascade; with decreased exposures to Jane Street Group JSG Finance, Amer Sports and Garrett Motion Holdings Inc Garrett LX.

Portfolio Summary Statistics

| | |
|-------------------------------------|----------------|
| Yield to maturity | 6.60% |
| Running yield | 5.39% |
| Credit spread ⁴ | +321bps |
| Number of issuers | 232 |
| Interest rate duration | 3.38 years |
| Credit duration | 2.99 years |
| Average credit quality ⁵ | B+ |
| Fund size | A\$376,522,186 |

Risk Characteristics

| | |
|---------------------------------------|------|
| 5 Year Volatility ⁶ | 9.22 |
| 5 Year Sharpe Ratio ⁷ | 0.22 |
| 5 Year Tracking Error ⁸ | 1.60 |
| 5 Year Information Ratio ⁹ | 0.61 |

Fund Distributions

| | |
|--------------------------------------|------------------|
| Distribution frequency | Quarterly |
| Quarterly distribution ¹⁰ | 1.75% (Jun 2024) |

³ Previously known as Merrill Lynch High Yield Cash Pay Constrained Index.

⁴ Spread to worst over the swap rate.

⁵ The average credit quality is calculated using a duration adjusted Moody's Weighted Average Rating Factor (WARF) for both the S&P and Moody's security credit ratings within a portfolio.

⁶ Volatility is Standard Deviation.

⁷ Sharpe Ratio is the excess return over the Bloomberg AusBond Bank Bill Index (before fees) divided by Standard Deviation.

⁸ Tracking Error is the Standard Deviation of the Active Return (before fees).

⁹ Information Ratio is the Active Return (before fees) divided by the Tracking Error.

¹⁰ Calculated as the cents per unit (CPU) distribution at the month end divided by the ex-distribution unit price at the start of the month.

Quarterly Distribution Returns History (%)¹

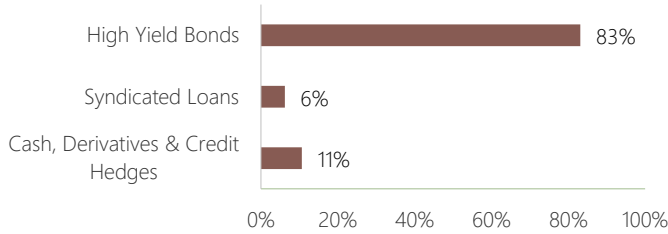
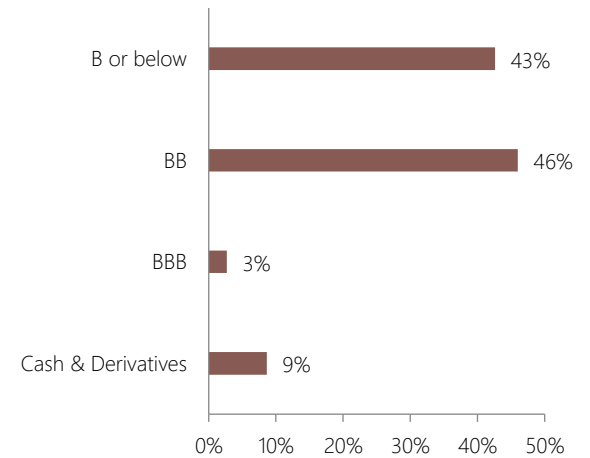
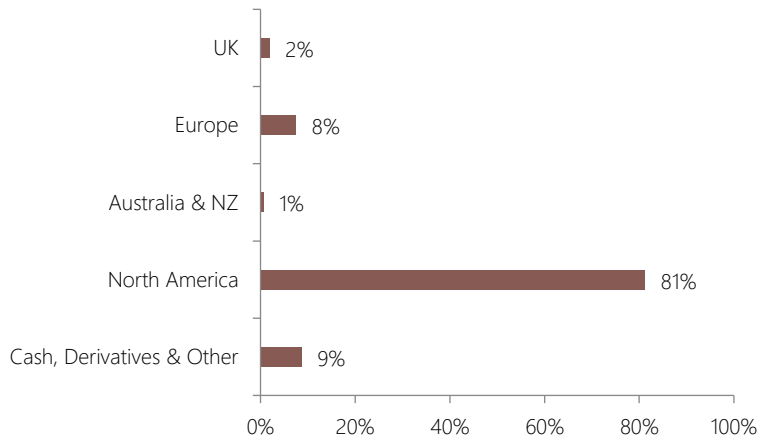
| Financial Year | Sep | Dec | Mar | Jun | YTD ² |
|----------------|------|------|------|------|------------------|
| 2025 | - | - | - | - | - |
| 2024 | 1.74 | 1.74 | 1.75 | 1.75 | 7.36 |
| 2023 | 2.04 | 2.04 | 2.06 | 2.05 | 8.69 |
| 2022 | 1.12 | 1.13 | 1.11 | 1.10 | 3.91 |
| 2021 | 1.36 | 1.35 | 1.32 | 0.00 | 10.78 |
| 2020 | 1.22 | 1.22 | 1.85 | 2.08 | 6.20 |

Source: Fidante Partners

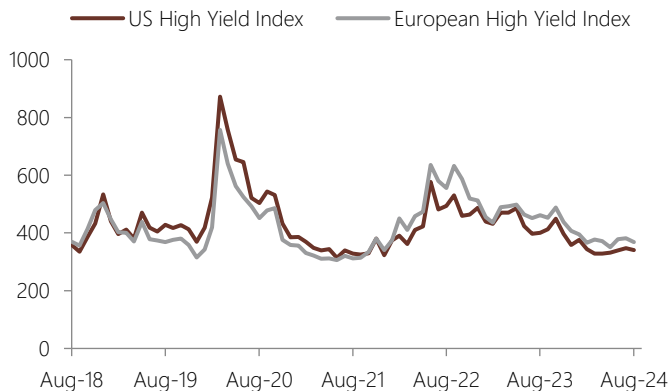
Past distributions are no indication of future distributions.

¹ Calculated as the cents per unit (CPU) distribution at month end divided by the ex-distribution unit price at the start of the month.

² Annual distribution return (Year-to-Date) is calculated as the Total Return (after fees) minus Growth Return. Total Return (after fees) is calculated using pre-distribution month end withdrawal unit price, and assumes distributions are reinvested. Growth Return equals the percentage change in unit price.

Portfolio Asset Allocation

Credit Rating Breakdown

Regional Breakdown

Top 5 Industry Exposures (Moody's SIC)

| | |
|----------------------------------------|-------|
| Diversified/Conglomerate Service | 10.0% |
| Electronics | 8.8% |
| Oil and Gas | 6.8% |
| Finance | 6.0% |
| Diversified/Conglomerate Manufacturing | 5.6% |

High Yield Spread to Worst (bps)


Source: ICE Bank of America Merrill Lynch

Pricing and Fees

| | |
|------------------------------|------------------|
| Unit frequency pricing | Daily |
| Management fee | 0.60% |
| Recoverable expenses | 0.07% (Aug 2024) |
| Buy/sell spread ³ | +0.180%/-0.180% |
| Entry and exit fees | Nil |
| Minimum initial investment | A\$10,000 |

³ Buy/sell spread is retained in the Fund to cover transaction costs. It is not paid to the Investment Manager. The buy/sell spread is reviewed on a monthly basis to ensure it fairly reflects market transaction costs.

| Fund Overview | | Platform Availability & mFund Code | |
|---------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|---------------------------------------------|
| Inception date | 15 October 1998 | BT Wrap | ✓ Oasis ✓ |
| APIR code | CSA0102AU | HUB24 | ✓ uXchange ✓ |
| Benchmark | ICE BofAML US Cash Pay High Yield Constrained Index (hedged into Australian dollars) | Netwealth - Private | ✓ ASX mFund Settlement Service BAM03 |
| Return objective | The investment objective of the Fund is to outperform the Benchmark over the suggested minimum investment timeframe | | |
| Suggested investment time frame | Medium to long term, 3 years+ | | |
| Fund aim | To provide investors with a diversified exposure to the US high yield bond market with active allocation between individual securities and industries | | |
| Currency | Hedged into Australian dollars | | |
| Fund features | <ul style="list-style-type: none"> • Access to a diversified global high yield credit portfolio • Regular quarterly distributions • Daily unit pricing • Australian domiciled trust with a 20+ year track record – one of Australia's longest running high yield funds • Investments not generally available to direct retail investors | | |

More information:

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PDS: [Bentham High Yield Fund PDS](#)

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