

Perpetual Private

# PERPETUAL SELECT HIGH GROWTH FUND

September 2024

## FUND FACTS

**Investment objective:** Long-term capital growth through investment in a diversified portfolio with a strong emphasis on Australian and international shares, as well as growth alternative investments.

**Suggested length of investment:** Seven years or longer

## INVESTMENT APPROACH

Invests into a diverse mix of assets (see 'Investment guidelines' below) and is managed within our ranges for each asset class.

## BENEFITS

Provides investors with access to a diverse range of growth and income producing assets.

## RISKS

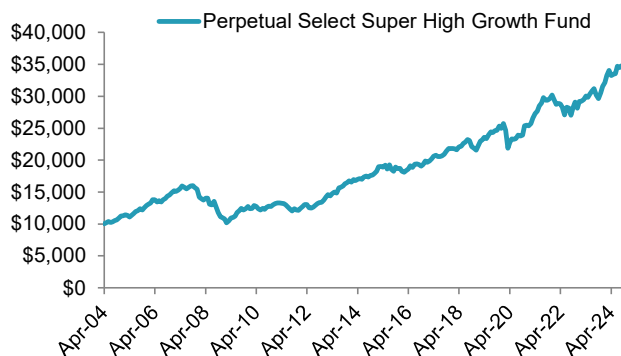
All investments carry risk and different strategies may carry different levels of risk. The relevant product disclosure statement or offer document for a fund should be considered before deciding whether to acquire or hold units in that fund. Your financial adviser can assist you in determining whether a fund is suited to your financial needs.

## TOTAL RETURNS % (AFTER FEES) AS AT 30 SEPTEMBER 2024

	APIR CODE	1 MTH	3 MTHS	6 MTHS	1 YR PA	3 YRS PA	5 YRS PA
Perpetual Select Super High Growth Fund	WDL0006AU	0.9	3.8	2.3	15.3	5.9	7.2
Perpetual Select High Growth Composite Benchmark		1.4	4.9	4.7	20.8	8.6	9.0

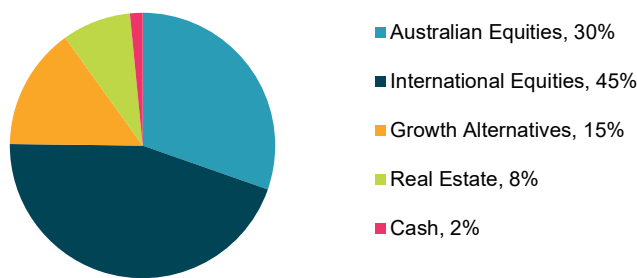
Past performance is not indicative of future performance

## GROWTH OF \$10,000 SINCE INCEPTION\*



\*The Growth of \$10,000 chart includes reinvestment of dividends and capital gains, but does not reflect the effect of any applicable sales or redemption charges which would lower these figures.

## PORTFOLIO EXPOSURES<sup>^</sup>



<sup>^</sup>Portfolio exposures represent the Perpetual Select Super High Growth Fund

## INVESTMENT GUIDELINES

	BENCHMARK (%)	RANGE (%)
Cash	2	0 - 30
Australian Equities	30	15 - 40
Real Estate	8	5 - 20
International Equities	45	20 - 60
Growth Alternatives	15	0 - 20

## PORTFOLIO COMMENTARY

The Perpetual Select High Growth Fund finished higher for the September quarter but underperformed its composite benchmark over the same time period. Australian Equities, International Equities, Real Estate and Growth Alternatives all detracted from performance relative to the fund's benchmark.

For the quarter, Australian Equities (S&P/ASX 300 Accumulation Index) gained 7.8%, Global Equities (MSCI All Country World Index) increased 2.6% and listed Real Estate (Composite Listed Index) rose 13.1%. All returns are in AUD.

The Perpetual Select Australian Share Fund underperformed the S&P/ASX 300 benchmark for the September quarter. Despite weaker returns from the small-cap segment of the market, our high-conviction small-cap manager, DNR, posted a very strong quarter, delivering a 15.1% return. Our other small-cap manager, Tribeca, also outperformed their Small Ordinaries benchmark. Another strong performer was our growth manager, Selector, who achieved an 11% return for the period, driven by a considerable overweight to the Tech sector. The primary detractor was our Large Cap Core manager, Cooper Investors, who currently have the highest weighting in the portfolio and underperformed the benchmark by 2%. This underperformance was primarily due to stock selection within Financials and their overweight to Healthcare, one of the weaker sectors over the period. Our Value manager, Perpetual, also underperformed. The UBS ASX20 passive strategy delivered a return marginally below the fund's benchmark.

The Perpetual Select International Share Fund underperformed its benchmark over the quarter. Manager performance was mixed, with Barrow Hanley handily outperforming the benchmark and Arrowstreet beating the headline benchmark but lagging its secondary, small cap benchmark. The other three managers lagged the benchmark, with MAN Numeric lagging the most, although this was in line with broader market trends where large and mega-cap equities generally had a weaker quarter. The fund's underweight allocation to Information Technology contributed positively, particularly as the 'Magnificent Seven' stocks took a breather during the quarter. This was the first full quarter that new managers Arrowstreet and MAN Numeric were included in the portfolio.

The Select Real Estate Fund underperformed its composite benchmark over the quarter. Resolution Capital, invested in Global REITs, underperformed due to asset allocation and weakness in retail and residential, despite strong performance from healthcare REITs. Conversely, Renaissance Asset Management, invested in Australian REITs, outperformed, driven by an underweight to Goodman Group and overweight positions in GDI and Charter Hall. Retail, predominantly Unibail, detracted from performance.

Perpetual's Growth Alternatives Pool Fund underperformed its hurdle benchmark in Q3 2024. Infrastructure was the sole bright spot in the portfolio, with Private Equity, Opportunistic Property, Other Growth Alternatives, and Hedge Funds all detracting from performance over the period. The rising Australian dollar relative to the US dollar also detracted from returns.

## PRODUCT FEATURES

	SUPER
Inception date	Apr 04
Investment Fee (p.a.)*	0.83%
Ongoing fee discount	Yes
Admin fee	0.10%
Buy spread	0.20%
Sell spread	0.00%
Contribution fee	0.00%
Withdrawal fee	\$0.00
Monthly member fee	\$0.00
Min. initial contribution	\$3,000
Min. additional contribution	\$0
Savings plan	Yes
Withdrawal plan	No
Distribution frequency	N/A
Contact information	1800 022 033

\*Additional fees and costs generally apply. Please refer to the Product Disclosure Statement for further details.

## OUTLOOK

Looking forward, easing inflation pressures, central bank rate cuts, China's policy stimulus, and prospects for stronger growth should support portfolio returns. However, the coming year is likely to be more constrained given still-high valuations in some areas of the market and significant geopolitical uncertainty. Encouragingly, we are observing a healthy rotation within markets towards sectors that have lagged in recent years. This broadening of the market rally, along with the growing participation of smaller companies, is crucial for sustained progress. We are dedicating even greater focus to how we can best position portfolios in this environment, carefully assessing the evolving macroeconomic landscape, monitoring geopolitical developments, and identifying opportunities presented by the ongoing market rotation. We are actively adapting our portfolios to navigate this evolving landscape, seeking to capitalise on opportunities and manage risks effectively.

This information has been prepared by Perpetual Trustee Company Limited (PTCo) ABN 42 000 001 007, AFSL 236643. It is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs.

You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. The PDS for the relevant funds, issued by Perpetual Investment Management Limited (PIML) ABN 18 000 866 535, AFSL 234426 (PIML) or Perpetual Superannuation Limited (PSL) ABN 84 008 416 831, AFSL 225246 RSE L0003315 (PSL), should be considered before deciding whether to acquire or hold units in the fund. The PDS and Target Market Determination can be obtained by calling 1800 022 033 or visiting our website [www.perpetual.com.au](http://www.perpetual.com.au). No company in the Perpetual Group\* guarantees the performance of any fund or the return of an investor's capital. Total returns shown for the fund has been calculated using exit prices after taking into account all of Perpetual's ongoing fees, in line with the FSC Standard No.6 and assuming reinvestment of distributions. No allowance has been made for taxation. Past performance is not indicative of future performance.

\*Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries.

## MORE INFORMATION

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