GLOBAL INFRA-ENERGY FUND | MONTHLY UPDATE

31 May 2025

RC GLOBAL FUNDS MANAGEMENT

INVESTMENT OBJECTIVE

The Global Infra-Energy Fund (the Fund) is focused on infrastructure and energy business segments to provide exposure to companies that are operating in essential industries around the world. We explore the entire infrastructure and energy value chain where we believe we can add value under different economic scenarios.

The Fund targets an annual total return of 10% with income component of greater than 3.5% yield.

Our investment approach is bottom-up, value-oriented with a quality overlay, thematic-driven and index agnostic.

FUND OVERVIEW

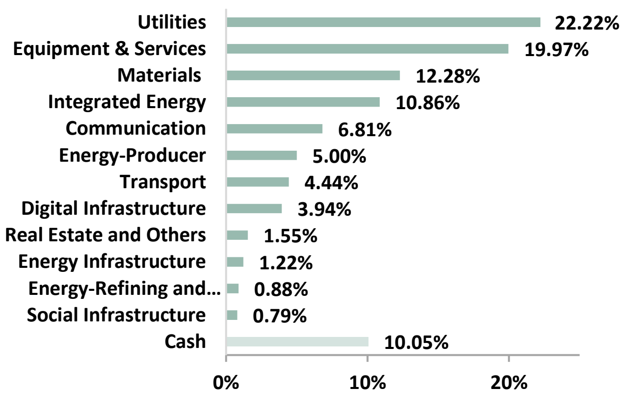
Portfolio Manager	Roy Chen
Performance Target	10% per annum
Asset Class	International Shares
Coverage	All Global Equity Markets
Currency	AUD Unhedged
Cash Holdings	Up to 35%
Entry/Exit Price	$1.089/$1.0827

PERFORMANCE - Performance target 10% p.a.

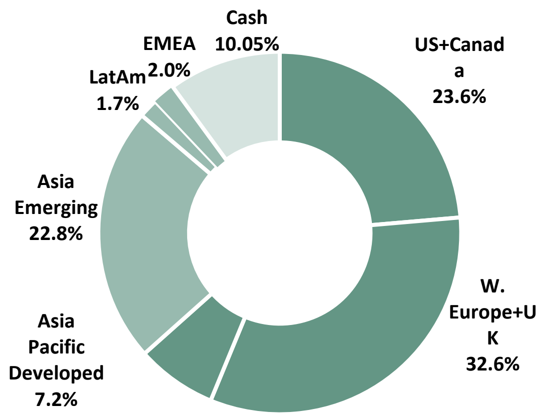
Total Return	1 month	3 month	6 month	YTD	1 yr pa	2 yr pa	3 yr pa	5 yr pa	SI**
Global Infra-Energy Fund*	6.0%	5.5%	6.9%	4.3%	5.8%	8.3%	5.8%	8.8%	55.5%

*Performance is based on the movement in net asset value per unit plus distributions before tax and after all fees and charges. Imputation and foreign tax offsets are not included in these numbers. **Inception date is 1 August 2017, calculated cumulatively, and assuming all distributions have been reinvested.

SECTOR EXPOSURE



REGIONAL EXPOSURE



TOP 10 HOLDINGS

	Company	Country	Industry Segment	Mkt Cap $USbn	ND/EBITDA	Div Yield	Weight
1	Siemens Energy AG	Germany	Equipment & Services	78	-3.6	0.0%	2.9%
2	NRG Energy, Inc.	United States	Utilities	30	3.0	1.0%	2.0%
3	GE Vernova Inc.	United States	Equipment & Services	129	-4.4	0.1%	1.9%
4	Iberdrola SA	Spain	Utilities	118	3.5	2.9%	1.8%
5	Schneider Electric SE	France	Equipment & Services	145	1.1	1.8%	1.8%
6	Linde plc	Germany	Materials	220	1.5	1.2%	1.6%
7	Vistra Corp.	United States	Utilities	54	1.9	0.5%	1.6%
8	Telenor ASA	Norway	Communication	21	2.4	6.1%	1.5%
9	Constellation Energy Corp	United States	Utilities	96	1.0	0.5%	1.5%
10	Technip Energies NV	France	Equipment & Services	7	-5.3	2.5%	1.5%

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PORTFOLIO COMMENTARY

- The Fund returned +6% in May versus the MSCI AC +5.1%. Tech-heavy sectors outperformed while defensive sectors underperformed.
- North America was the best performing region in May (+5.8%) ahead of Asia (+4.2%) and Europe (+4%) which, YTD is still way ahead with a 16% gain.
- The Fund benefitted the most from gains in Equipment & Services segments dominated by power equipment names and oil services businesses. The next best performing sectors were Materials and Utilities along with Digital Infrastructure. Transport segment fared the worst.
- Main Contributors to returns came from two Equipment companies - **GE Vernova** (US), **Siemens Energy** (Germany), two US Utilities – **NRG Energy and Constellation Energy** and world's Top 2 Uranuium producer **Cameco** (Canada).
- Our Thai holdings detracted from performance as the country is facing an economic slowdown. Decreased tourist arrivals has impacted Airports of Thailand, B Grimm Power (utilities) and healthcare/hospital group Bangkok Dusit Medical Service. Offseting this has been the Korean market which has turned from being the worst market in 2024 to being the best in Asia YTD and the improvement in many HK-listed Chinese stocks.

PORTFOLIO POSITIONING

- We remain overweight in Europe followed by Asia and underweight North America, including US.
- Within one of our key megatrends **AI-Gen-Datacentre - Power Demand growth,** two groups benefit the most**:**
  1. **Equipment & Services** (20% weight) – Within this segment is **Power Equipment** which we believe is a major beneficiary of this megatrend in broadly two areas of Power generation & Grid/ Associated Infrastructure and
  2. Energy System, cooling, software, transformers etc.
- We are most positive on Gas Power generation followed by Nuclear. Two of our core holdings **Siemens Energy** and **GE Vernova** are among Top 3 in gas turbines globally. Both are also in Grid/Infrastructure complimented by Schneider Electric France, ABB Switzerland, Mitsubishi Electric and Kurita Water of Japan, Dongfang Electric China and Goldwind China (global leader in wind-turbine).
- **Utilities Segment** (20% weight) is also a major beneciary of the same megatrend. Our holdings in US utilities with nuclear power (Constellation, Vistra and Talent) or gas (NRG Energy) are sought out by big techs looking for long-term agreements with nil/low carbon and uninterrupted source of power for datacentres. European Utilities - Enel Italy, Iberdrola Spain, E.ON Germany and Engie France are following the same trend while those in Asia Pac appear to be still catching up.
- As we highlighted last month, while the Energy sector remains out of favour, we continue to take a constructive view with 24.5% weight in total covering Integrated, Producers, Oil Services and a handful of infrastructure/refiners.
- Together with Materials, we have some 78% of the Fund in 4 sectors - Energy, Utilities, Industrials and Materials**.** While we are still positive on Energy Shipping and Airports, our reduced exposure to Transport (Industrials) reflects our current negative views for this sector.
- By conducting in-depth analysis of industries in our ambit and in the full value chain across the various segments, we can participate in multiple megatrends which we believe can benefit the portfolio at different periods in the cycle.
- We believe the portfolio is well diversified and capable of delivering a less volatile path for investors to achieve both income and growth over the long term.

PORTFOLIO CHARACTERISTICS

Net Asset Value	$1.0860
Number of stocks	86
Net cash position	10.0%
Dividend yield	4.0%
Price/Earnings FY1	19.1
Market capitalisation $USbn	87.2
EV/EBITDA	11.5
ND/EBITDA	2.1

TOP 5 PERFORMERS

	Company	Return
1	NRG Energy, Inc.	42.0%
2	Constellation Energy Corporation	36.4%
3	Cameco Corporation	28.9%
4	GE Vernova Inc.	26.8%
5	Siemens Energy AG	25.7%

BOTTOM 5 PERFORMERS

	Company	Return
1	Avance Gas Holding Ltd.	-58.0%
2	New Fortress Energy Inc. Class A	-54.4%
3	B.Grimm Power Public Company Ltd	-12.7%
4	Airports of Thailand Public Co Ltd	-12.1%
5	Bangkok Dusit Medical Services	-9.4%