

Kardinia Long Short Fund

Performance Report 31 May 2026

Net client returns (after fees and expenses)

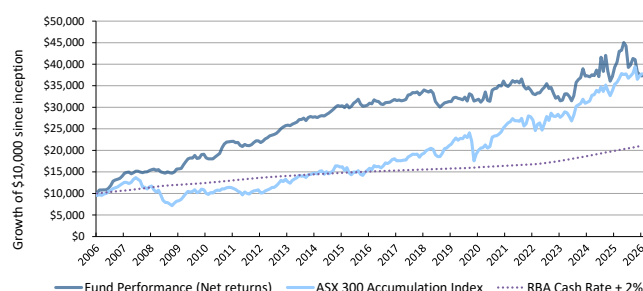
	1 mth	6 mth	1 year	3 years p.a.	5 years p.a.	Since inception ³ p.a.
Fund ¹	(0.89%)	(5.05%)	(5.14%)	5.78%	1.19%	6.77%
Benchmark ²	0.54%	2.98%	5.96%	6.28%	5.13%	3.78%

1. Performance results are net of all transaction costs, investment management and performance fees and all other costs incurred by the Fund. Performance is the total return of the fund (assuming re-investment of distributions) and is quoted based on hard-close unit prices, without including the impact of buy/sell spreads. Past performance is not indicative of future performance. Returns greater than one year are annualised.
2. The benchmark is the RBA cash rate plus 2%. Prior to 2 December 2019 it was the RBA cash rate. Returns greater than one year are annualised.
3. Inception date of Fund is 1 May 2006. The Fund was launched by another trustee and the performance data also relates to this strategy. Bennelong Funds Management Ltd assumed responsibility on 16 Aug 2011 and ceased responsibility on 8 May 2023. Equity Trustees Ltd assumed responsibility on 8 May 2023.

The Fund at a glance

Fund facts	
Strategy	Long-short Australian equity
Investment objective	To achieve consistent positive returns through an investment cycle, with an overarching philosophy of capital protection
Inception date ³	1 May 2006
Unit price: daily series	0.8872
Unit price: monthly series	1.0396
Fund managers	Kristiaan Rehder, CFA® Stuart Larke, CFA®
Investment specialist	Mark Burgess, CFA®
Annualised return	6.77%
Total return since inception	272.67%
Annualised standard deviation	9.92%
Sharpe Ratio (RFR=RBA cash)	0.30
Percentage of positive months since inception	64.32%

Historical performance²



Past performance is not indicative of future performance.

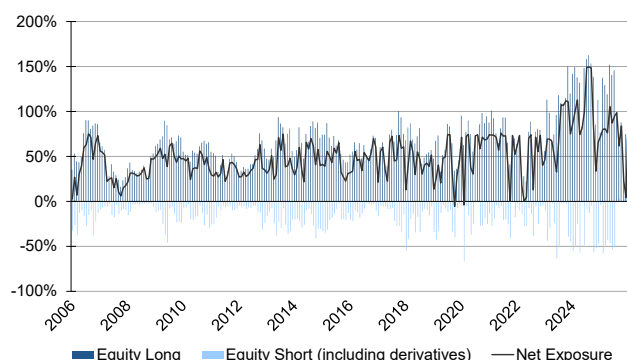
Largest holdings

Holdings	Sector
BHP Group	Materials
Commonwealth Bank	Financials
Westpac	Financials
National Australia Bank	Financials
ANZ	Financials
Macquarie Group	Financials
Sigma Healthcare	Health Care
Rio Tinto	Materials
Wesfarmers	Consumer Discretionary
Transurban	Industrials

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Kardinia Long Short Fund

Portfolio exposure analysis



Market and Fund commentary

The Kardinia Long Short Fund returned -0.89% in May, trailing the ASX300 Accumulation Index which rose 1.25% . The month was shaped by tighter monetary policy with the RBA increasing the cash rate for a third consecutive meeting to 4.35% on 5 May, while the Federal Budget on 12 May introduced significant changes to negative gearing and CGT discount treatment, weighing on equity sentiment for much of the month.

Key contributors and detractors for the month:

Positive contributors	Negative contributors
BHP Group	Short Book
Unico Silver	WiseTech
Capstone Copper	National Aust Bank

BHP Group (+16%) was the Fund's largest contributor for the month, benefiting from resilience in iron ore (+2%) and copper (+7%) prices. The company is delivering record iron ore production and offers a best-in-class copper production growth profile.

Unico Silver (+4%) had a good month after a rise in the silver price (+2.5%) and continued strong drilling results at its Joaquin Project in Argentina. The drilling results support future resource growth ahead of the Preliminary Feasibility Study due in the September quarter.

Capstone Copper (+30%) benefited from the rise in the copper price. The company recently reaffirmed

2026 production guidance of 200,000 to 230,000 tonnes of copper at a C1 cash cost of US\$2.45-US\$2.75/lb.

The **short book** detracted from performance as the ASX300 recovered through the second half of May. This recovery, led by rate-sensitive sectors including Discretionary and Industrials, worked against the Fund's short exposures.

WiseTech (-16%) fell due to continued market concerns regarding the potential for companies to use artificial intelligence to develop their own software in-house instead of purchasing it from companies such as WiseTech. WTC lost a key customer (DSV) to an in-house platform (Tango) during the period.

National Australia Bank (-4%) declined after posting its 1H26 result early in the month. NAB has a smaller capital buffer than peers and declining asset quality trends. Sentiment weakened during the month due to rising interest rate expectations and the Federal Budget's potential impact on loan growth.

Outlook & Positioning

During the month, we increased the Fund's net exposure to 101.3% (103.1% long, 1.8% short).

Kardinia maintains a deliberately conservative portfolio positioning in the current environment. We have retained high conviction in our core long positions, which are weighted toward businesses with strong balance sheets and reliable earnings.

This caution is not a reflection of pessimism about the long-term outlook for Australian equities. Rather, it reflects our view that we operate in a period of genuine macroeconomic uncertainty. The net exposure is likely to be raised if tensions between the US and Iran ease.

For further insights, feel free to follow us on the Kardinia Capital LinkedIn page.



Fund performance⁴

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2026	3.73%	-0.64%	-7.21%	-1.34%	-0.89%								-6.49%
2025	9.78%	-8.89%	-5.91%	3.11%	5.67%	2.98%	6.30%	0.52%	4.16%	-1.70%	-11.33%	1.53%	4.01%
2024	1.80%	1.18%	5.72%	-4.36%	0.07%	-0.62%	1.35%	-0.52%	3.41%	-3.91%	12.13%	-7.96%	7.07%
2023	0.66%	-3.91%	-3.41%	1.19%	-3.11%	0.52%	4.57%	0.11%	-1.81%	-3.17%	3.68%	9.54%	4.09%
2022	-4.80%	-1.72%	1.17%	-1.93%	-2.43%	-0.55%	1.15%	0.05%	2.30%	1.47%	2.50%	-3.10%	-6.01%
2021	0.32%	1.86%	-0.36%	3.26%	-2.64%	-0.90%	1.60%	2.35%	-1.08%	0.79%	-1.20%	2.58%	6.58%
2020	5.40%	-0.86%	-4.32%	0.63%	0.73%	-2.15%	1.90%	5.63%	-5.88%	-0.70%	8.21%	1.07%	9.13%
2019	1.66%	1.55%	0.46%	0.55%	-0.03%	2.82%	0.42%	-0.83%	-0.35%	-0.73%	2.04%	-2.84%	4.68%
2018	-0.16%	0.56%	-1.90%	1.56%	1.78%	-0.77%	-0.68%	1.08%	-1.93%	-5.71%	-2.18%	-2.02%	-10.12%
2017	0.12%	0.25%	1.04%	0.89%	-0.75%	0.48%	-0.65%	0.34%	0.66%	3.18%	0.35%	1.43%	7.53%
2016	-3.42%	-1.78%	0.30%	0.52%	1.60%	-0.47%	2.95%	-1.02%	-0.22%	-1.85%	-0.37%	1.45%	-2.44%
2015	1.44%	1.90%	1.24%	-0.59%	0.41%	-1.49%	2.20%	-2.27%	1.14%	2.45%	1.16%	1.74%	9.60%
2014	-2.12%	2.69%	0.87%	-0.63%	0.36%	-0.66%	1.07%	0.56%	-0.31%	1.22%	1.13%	1.53%	5.77%
2013	2.21%	2.36%	1.42%	1.34%	0.40%	-0.46%	1.31%	0.96%	0.93%	2.17%	0.15%	1.11%	14.76%
2012	1.08%	2.30%	1.82%	0.04%	-1.79%	1.38%	2.30%	1.38%	1.85%	0.68%	0.71%	1.07%	13.52%
2011	4.25%	2.13%	0.23%	0.37%	0.11%	-1.41%	0.31%	-3.23%	-1.19%	2.31%	-1.16%	-0.13%	2.42%
2010	-3.82%	0.66%	4.36%	0.36%	-4.38%	-1.33%	0.03%	0.09%	2.49%	2.19%	2.02%	6.84%	9.33%
2009	-1.46%	-0.68%	1.79%	4.56%	0.34%	0.54%	5.31%	4.41%	3.86%	1.21%	-0.28%	3.59%	25.47%
2008	-1.00%	1.12%	0.17%	1.93%	1.33%	0.87%	-1.72%	1.02%	-3.20%	-1.29%	-0.81%	2.04%	0.30%
2007	2.04%	1.28%	1.45%	3.74%	4.95%	1.21%	0.65%	-2.62%	1.76%	2.36%	-0.02%	-1.34%	16.36%
2006					1.53%	6.54%	-0.06%	0.32%	-0.22%	3.65%	5.50%	8.72%	28.67%

4. Performance data is historical data based on the main series using a monthly unit pricing methodology. For further information on unit price methodology, please refer to the PDS which is available on the Kardinia website: www.kardinia.com.au. If you are invested in the daily series, please contact Client Services on +61 2 7201 9015 or via email SSG.AUS@apexfs.com to request your performance history. Past performance is not indicative of future performance.

How to invest

The Fund is open to investors directly via the PDS (available on our website), or the following platforms.

BT (Panorama)	CFS Edge (Super and Pension, IDPS)	Dash	Hub 24 (Super, IDPS)
Macquarie Wrap (IDPS)	Mason Stevens	Netwealth (Super Service, Wrap Service, IDPS)	Praemium (Spectrum IDPS, Powerwrap SmartWrap)

Get in touch

For more information, visit kardinia.com.au

or email enquiries@kardinia.com.au or call Client Services on 02 7201 9015.

31 May 2026

Kardinia Long Short Fund

Disclaimer

Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298), AFSL 240975, is the Responsible Entity for the Kardinia Long Short Fund ("the Fund"). Equity Trustees is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). Equity Trustees assumed responsibility on 8 May 2023 following a change in responsible entity from Bennelong Funds Management Ltd, who ceased responsibility on 8 May 2023. The Investment Manager for the Fund is Kardinia Capital Pty Ltd ("Kardinia Capital", "we" or "us") (ABN 20 152 003 186), AFSL 546441.

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