

Ellerston Asia Growth Fund Complex ETF

Monthly Report as at 31 May 2026

APIR Code: ECL1411AU | ARSN 626 690 686



Portfolio of 20-50 Asian Companies built through a distinctive high conviction and benchmark independent investment approach.



Focus on high quality companies with superior growth characteristics, sustainable earnings, and quality management.



Aims to outperform the Benchmark with a focus on capital growth and downside protection.

Performance Summary

Performance	1 Month	3 Months	1 Year	3 Years (p.a)	Since Inception (p.a.) ^^
Net^	10.8%	13.9%	37.4%	20.9%	20.9%
Benchmark*	11.0%	10.1%	37.8%	19.2%	19.2%
Alpha	-0.2%	3.8%	-0.4%	1.7%	1.7%

^ The net return figure is calculated after fees & expenses, assuming all distributions are reinvested. Past performance is not a reliable indication of future performance.

* MSCI Asia Ex Japan (non-accumulation) Index in AUD.

^^ Inception Date is 01/06/2023. The Ellerston Asia Growth Fund Complex ETF was formerly known as the Ellerston Asia Growth Fund (Hedge Fund), with a strategy inception date of 04/01/2017. The performance was reset following a restructure of the Fund into an exchange traded managed fund which took effect on 01/06/2023.

Key Information

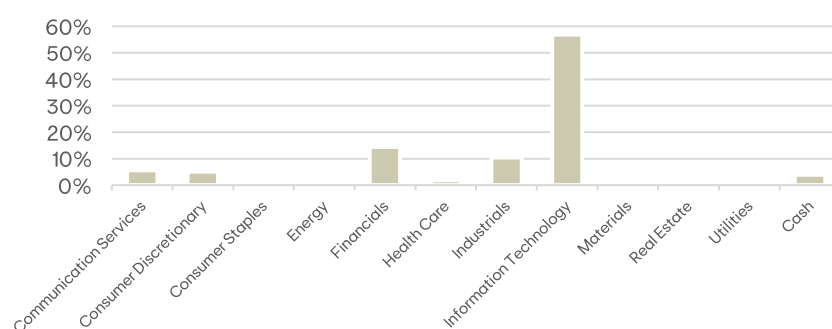
Investment Objective	To outperform the Benchmark on a net of fees basis, with a focus on capital growth and downside protection.
Benchmark	MSCI Asia Ex Japan (non-accumulation) Index in AUD.
Liquidity	Daily
Target Number of Holdings	20-50
Minimum Investment for Applications Direct with Unit Registry ¹	Initial investment - \$10,000
Distribution Frequency	Half-Yearly (where available)
Management Fee	0.75% p.a.
Performance Fee ²	10%
Buy/Sell Spread ³	0.25% / 0.25%
Unit Prices	Application - \$9.2741 Net Asset Value - \$9.2510 Redemption - \$9.2279
Fund Size	\$41,848,922

¹ Minimum number of units required for purchases made via the ASX will be dependent on each stockbroker.

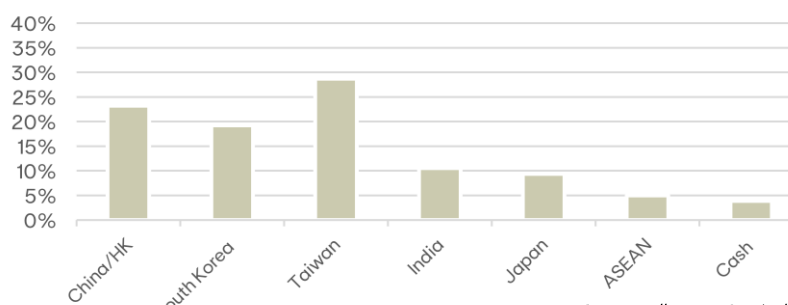
² Of the investment return above the Benchmark after recovering any underperformance in past periods.

³ Applicable only to investors buying and selling directly with the manager.

Sector Allocation



Geographic Allocation



Source: Ellerston Capital.

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Top Holdings*

Company	Sector
Delta Electronics, Inc.	Information Technology
Samsung Electronics Co	Information Technology
SK hynix Inc.	Information Technology
Taiwan Semiconductor Manufacturing	Information Technology
Tencent Holdings	Communication Services

Source: Ellerston Capital. *In alphabetical order.

FUND COMMENTARY

The Ellerston Asia Growth Fund Complex ETF (EAFZ) rose 10.8% in May, slightly behind its Benchmark, which advanced 11.0%. The Fund is up 37.4% over the last 12 months.

China's 2-speed economy has intensified, with strong exports and stagnant consumption. Weaker-than-expected key April economic data led investors to anticipate further incremental policy support, but a major easing seems unlikely unless the export boom falters. Industrial production grew by 4.1% YoY in April (cons. 6.0%), marking the slowest pace since Aug 2023, retail sales grew by just 0.2% YoY (consensus: 1.9%), the slowest pace since 1Q23 and FAI fell by -1.6% YoY in Jan-Apr (cons. +1.7%). The only major bright spot in the data was the surge in Exports by 14% YoY driven by the AI boom, with chip exports surging a massive 100%, meanwhile auto exports (led by EV demand) jumped 44% YoY. South Korea's KOSPI up 28.4% was the clear winner in Asia, powered by the twin tailwinds of artificial intelligence mania and explosive profits from index heavyweights such as Samsung Electronics and its peer SK Hynix, which has now joined the US\$1 trillion club. With memory and semiconductor stocks dominating, the KOSPI has roughly doubled this CYTD. Similarly to Korea's KOSPI drivers, Japan's Nikkei 225 rose +11.9%, setting an all-time index high of 66330, the highest monthly close ever, driven by AI demand growth, a weaker Yen and lower oil prices (Japan is a major energy importer). Korea and Japan were followed by China's SSE (-0.2%), the Hang Seng (-1.7%), with India's SENSEX (-2.6%), the laggard. During the month, Taiwan's TAIEX (+14.9%), overtook India as the world's fifth largest stock market. China was the main relative contributor for the Fund in May, while Korea detracted.

KEY MONTHLY CONTRIBUTOR

Yageo (2327 TT) is a Taiwanese manufacturer of passive electronic components which includes the resistors, capacitors, and inductors that are essential building blocks in electronic circuit. Yageo was the standout holding in the Portfolio during May, capping a remarkable run that has seen the stock hit an all-time high. Yageo is transitioning its sales mix toward higher-value applications. AI-related sales now account for around 15% of total revenue, and roughly 75% of group revenue now comes from higher-barrier segments including AI, automotive, industrial, medical and aerospace.

In addition, following price hikes from the two largest MLCC makers, Murata and Samsung Electro-Mechanics, Yageo signalled it may raise prices further as AI continues to drive strong demand. With a book-to-bill above 1, a record backlog and pricing power returning across the passive components cycle, Yageo looks well-positioned for the generational AI opportunities ahead.

KEY MONTHLY DETRACTOR

Mediatek (2454 TT) is a leading Taiwanese fabless semiconductor company that designs system-on-chips (SoCs) used in Android smartphones, tablets, connectivity devices, smart TVs, Wi-Fi routers and edge AI/IoT products, with particular strength in integrating application processors, 5G/4G modems and power-efficient AI accelerators into cost-effective, high-performance chips for global consumer electronics brands. MediaTek's share price surged in April as investors aggressively repriced its AI optionality after the company raised its AI chip and AI ASIC growth targets. We exited the position at an early stage of the rally because we believed the AI revenue opportunity was still too far out to justify the resulting near-term valuation and underestimated the intensity of the subsequent move, driven by market euphoria.

OUTLOOK

We believe Asia is well positioned to outperform, supported by a weaker U.S. dollar, easing geopolitical and tariff risks, and still-light global investor positioning. We are particularly positive on four themes: (a) AI tech infrastructure, (b) cyclical industrials, (c) base metals such as copper and aluminium, and (d) continued corporate governance reform in Asia. We expect a significant capex cycle in the global semiconductor industry and ongoing progress in China's semiconductor sector to underpin tech optimism, while expansionary fiscal policies and data-centre build-outs should support industrials and base metals. Finally, we expect large Asian corporates to continue improving governance and shareholder returns which, combined with attractive starting valuations and under-owned positioning, should provide a robust foundation for Asia to generate superior risk-adjusted returns over the medium term.

As always, if you have any questions regarding any aspect of the Fund or the portfolio, please feel free to contact us at info@ellerstoncapital.com.

Regulatory Guide (RG240) Fund Disclosure Benchmark – Periodic Reporting (monthly)

- **Net Asset Value of the Fund and Redemption Price of Units**

Please refer to details on page one.

- **Any changes to key service providers including any change in related party status**

There have been no changes to key service providers, including any change in related party status.

- **Net returns after fees, costs and relevant taxes**

Please refer to details on page one.

- **Any material changes to the Fund's risk profile and strategy**

There have been no changes to the Fund's risk profile and strategy.

- **Any material changes related to the primary investment personnel responsible for managing the Fund**

There have been no changes to the primary investment personnel responsible for managing the Fund.

Find out more:

Contact Us

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Should investors have any questions or queries regarding the Fund, please contact our Investor Relations team on 02 9021 7701 or info@ellerstoncapital.com or visit us at ellerstoncapital.com.

All holding enquiries should be directed to our registry, Automic Group on 1300 101 595 or ellerstonfunds@automicgroup.com.au.

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