

Overall Commentary

The Company performance for the month of January was 4.6% (after fees), performing in line with the S&P/ASX Small Ordinaries Accumulation Index.

Equity markets started the new year strongly, propelled by an ongoing moderation in inflation. In the US and Australia CPI rose in December but came in below forecasts, increasing the chance of potential rate cuts. Moderating inflation and lower rates should be supportive for cyclically exposed companies, many of which have been out of favour by the market over the last few years.

An overweight position in Insignia (IFL.ASX, +25%), not owning Zip Co (ZIP.ASX, -18%) and owning Supply Network (SNL.ASX, +9%), were positive contributors for the month. The largest detractors from performance included owning both Ainsworth Game Technology (AGI.ASX, -19%) and Michael Hill International (MHJ.ASX, -14%), and not owning Genesis Minerals (GMD.ASX, +29%).

Company Facts

Investment Manager	Spheria Asset Management Pty Limited
ASX Code	SEC
Share Price	\$2.310
Inception Date	30 November 2017
Listing Date	5 December 2017
Benchmark	S&P/ASX Small Ordinaries Accumulation Index
Dividends Paid	Quarterly
Management Fee	1.00% (plus GST) per annum ¹
Performance Fee	20% (plus GST) of the Portfolio's outperformance ²
Market Capitalisation	\$138.1m

¹Calculated daily and paid at the end of each month in arrears.

²Against the Benchmark over each 6-month period to a high-water mark mechanism

Performance as at 31 January 2025

	1 Month	3 Months	1 Year	3 Years p.a.	5 Years p.a.	Inception p.a. ³
Company ¹	4.6%	5.2%	13.7%	5.4%	8.2%	7.9%
Benchmark ²	4.6%	2.7%	12.3%	3.1%	4.3%	5.4%
Difference	0.0%	2.5%	1.4%	2.3%	3.9%	2.5%

¹Calculated as the Company's investment portfolio performance after fees excluding tax on realised and unrealised gains/losses and other earnings and after company expenses

²Benchmark is the S&P/ASX Small Ordinaries Accumulation Index.

³Inception date is 30 November 2017. Past performance is not a reliable indicator of future performance. All p.a returns are annualised.

NTA Tangible Assets (NTA)¹

Pre-Tax NTA²

2.484

Post-Tax NTA³

2.384

The NTA values shown above are after the dividend of 3.5 cents per share paid on 12 February 2025. The ex-date of the dividend was 21 January 2025.

¹NTA calculations exclude Deferred Tax Assets relating to capitalised issue related balance and income tax losses.

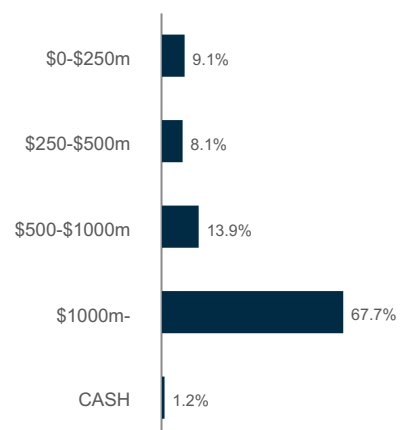
²Pre-tax NTA includes tax on realised gains/losses and other earnings, but excludes any provisions for tax on unrealised gains/losses.

³Post-tax NTA includes tax on realised and unrealised gains/losses and other earnings.

Top 10 Holdings

Company Name	% Portfolio
Supply Network Limited	6.2
Insignia Financial Limited	5.0
Deterra Royalties Limited	4.7
Healius Limited	4.6
Fletcher Building Limited	4.2
Sims Limited	3.9
IRESS Limited	3.8
Bega Cheese Limited	3.4
Technology One Limited	3.1
Universal Store Holdings Limited	3.1
Top 10	41.7

Market Cap Bands



Fund Ratings



Contact Us

For more information, please contact Pinnacle Investment Management Limited on 1300 010 311 or email distribution@pinnacleinvestment.com

Disclaimer

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