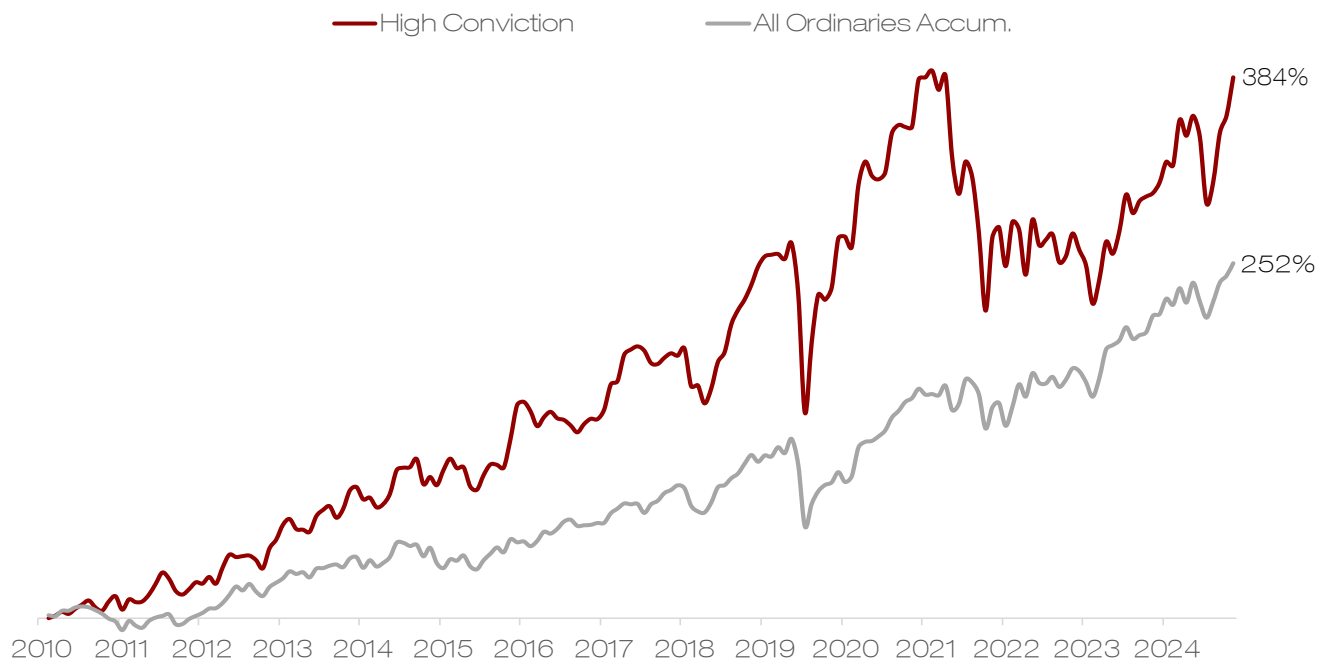
Endeavor Asset Management

High Conviction

July 2025

Performance	Month	Quarter	One Yr	3 Yr pa.	5 Yr pa.	10 Yr pa.	14 Yr pa.	Inception
High Conviction	6.0%	18.2%	20.4%	9.4%	7.7%	9.2%	11.0%	384%
All Ordinaries Accum.	2.6%	8.4%	11.9%	12.1%	12.4%	8.9%	8.9%	252%
Outperformance	3.4%	9.7%	8.6%	-2.8%	-4.7%	0.3%	2.1%	132%



Portfolio Factsheet

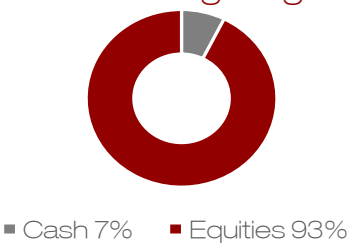
Top Contibutors

Clarity Pharmaceuticals Ltd
Airtasker Limited
Block
Neuren Pharmaceut
Life360 Inc

Top Holdings

Light & Wonder Inc
Smart Parking Ltd
Australian Finance Group Ltd
EML Payments Ltd
Wisetech Global Ltd

Cash Weighting



Bottom Contibutors

Champion Iron Ltd
Smart Parking Ltd
Andean Silver Ltd
EML Payments Ltd
Australian Finance Group Ltd

Portfolio Characteristics

High Risk
Unconstrained in ASX200
Unconstrained in Ex200
20-35 ASX Listed Equities
Unconstrained Cash
All Ords Accum. Benchmark

*Note: Performance of the strategy group is representative of individual client portfolios, although performance can differ due to inherent differences between clients' portfolios such as initial entry timing, legacy holdings or requested stock exclusions. Performance measured is after fees, taxes and franking credits. Monthly performance figures include an accrual for fees charged quarterly. Past performance is not an indicator of future performance.

Portfolio Commentary

Performance Summary

The High Conviction Portfolio returned 6% for the month of July compared to the All Ordinaries Accumulation Index 2.6%.

Since inception, the portfolio has returned 384% after fees compared to the benchmark 252%.

Market Overview

Australian data softened. Second quarter CPI cooled to 2.1% y/y while unemployment inched up to 4.3%. Futures now price a 90% chance the RBA cuts the cash rate at its 12 August meeting, helping the ASX post its fifth rise in six months. In the United States the Federal Reserve held rates at 4.25% to 4.5% and signalled the next move is likely down. Strong tech earnings pushed the S&P 500 to fresh highs. China's fiscal support is lifting industrial production, and euro area PMIs have firmed. Brent crude is steady near USD 69.

Key Movements

The High portfolio benefitted from strength in healthcare, with **Clarity Pharmaceuticals** (CU6) and **Neuren Pharmaceuticals** (NEU) rising 75% and 23% respectively in July. Clarity was a standout, with strong anticipation building around its upcoming co-PSMA trial, which will directly compare its prostate cancer imaging agent against the current standard of care. The Company also completed a $203 million equity raise during the month at a premium to the prevailing share price, an encouraging signal of investor confidence. Well capitalised and with multiple shots on goal across its oncology pipeline, we see material upside should the co-PSMA trial deliver a favourable readout.

Shares in family safety platform **Life360** (360) rose 25% during the month, reversing recent weakness. Google Trends data indicates that consumer interest is at record highs, which bodes well for user growth. Looking ahead, the Company is set to launch a pet tracking product in late CY25, a move that could broaden Life360's addressable market and materially lift both new user additions and average revenue per user. At the same time, advertising is emerging as a new and scalable revenue stream. With minimal incremental cost, the uplift in ad revenue should provide meaningful operating leverage in the coming years. 360 is set to report its June quarter on 12th August.

Shares in global fintech platform **Block Inc** (XYZ) rallied 18% in July following news of its inclusion in the S&P 500 index. Looking ahead, Block is set to report June quarter earnings this Friday (8 August), with expectations for an acceleration in gross payment volume and earnings growth relative to the March quarter. Of particular interest will be management's commentary on the outlook, as growth is anticipated to accelerate further in the second half of CY25. XYZ remains attractively valued at 20x FY26 P/E, with consensus forecasting 23% average EPS growth per annum over FY25–28.

EML Payments (EML) saw its share price decline by 3.4%. We're confident in EML's FY28 strategy and upcoming FY25 result following a successful rebasing of the business post-regulatory and operational challenges, providing it with the ability to now focus on sustainable growth. EML recently signed with Pismo (a subsidiary of Visa) to allow EML to consolidate multiple processing platforms into a single platform that will cover Australia, North America, UK and Europe. This is the first step in the EML 2.0 direction.

Airtasker (ASX: ART) rounded out the financial year with a robust June quarter that reignited buying interest late in the month. The company's performance-marketing driven launch strategy translated into standout results from its newer UK and US marketplaces, each finishing well ahead of market expectations. At home, the core Australian business also impressed, recording marketplace growth of more than 20%. A strengthening network effect, coupled with disciplined reinvestment in targeted marketing, leaves management well placed to sustain, and potentially accelerate, revenue momentum in the year ahead. ART shares increased 36% in July,

Significant Entries and Exits

We entered a position in **Champion Iron** (CIA) in July. The Company's Bloom Lake mine produces a premium 66% Fe product, though the latest quarterly result fell short due to temporarily elevated costs from harder ore. Importantly, a major upgrade to produce direct reduction (DR) quality feed, up to 69% Fe, is on track for year-end completion. This higher-grade product should attract a further premium and support stronger margins into 2026.

We exited our position in **Benz Mining** (BNZ) during the month, capitalising on a strong rally driven by the company's successful exploration program. Having initiated the position earlier in the year at $0.40 per share, we exited at a 40% gain. We redeployed the proceeds into **Andean Silver** (ASL), participating in a capital raise at $1.20 per share. The funds raised will be used to advance exploration efforts across ASL's extensive landholding and to accelerate studies aimed at restarting mining operations, both of which we see as key catalysts for unlocking value.

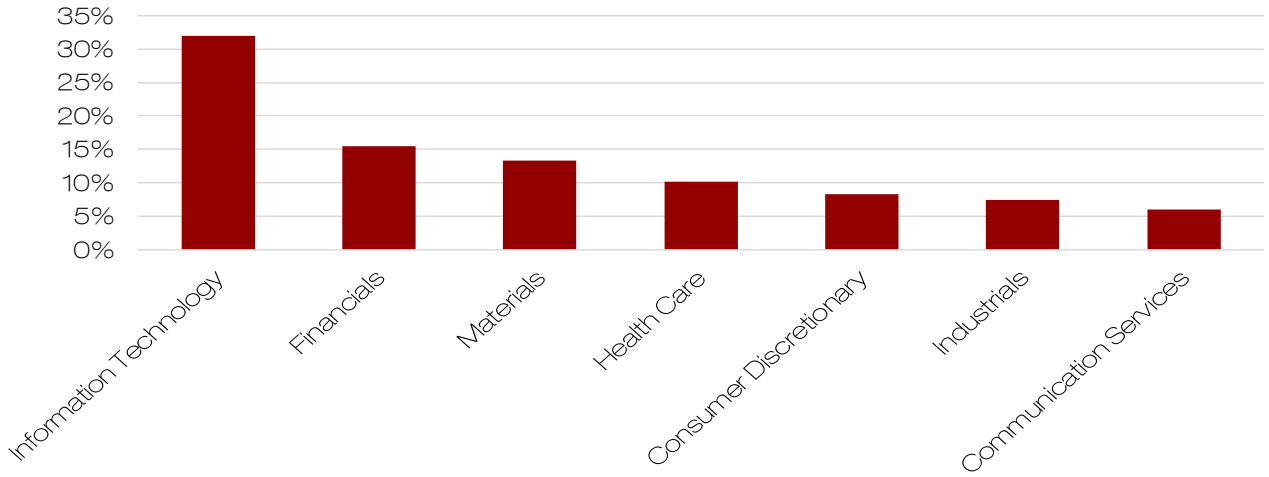
Outlook

A mix of easier monetary policy, stable economies and ongoing fiscal support underpins our constructive view for the next six to twelve months. Geopolitical headlines will add short term noise, but the medium term path for earnings growth looks clearer than it has in some time. We enter FY26 positioned for opportunity and confident that our process will continue to deliver attractive returns.

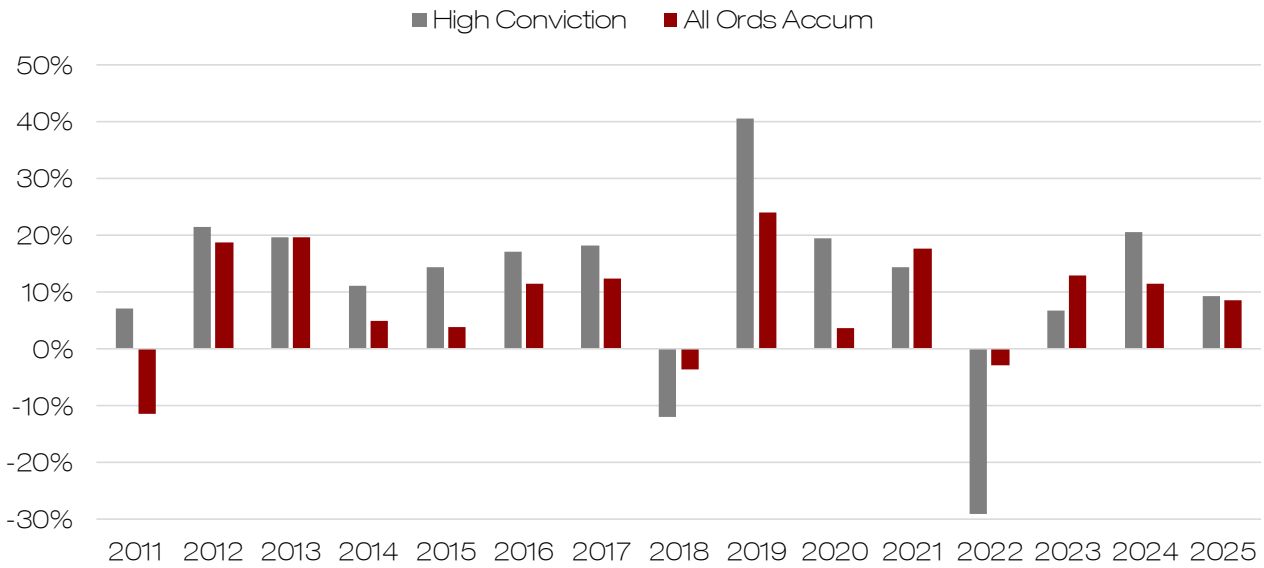
*Note: Performance of the strategy group is representative of individual client portfolios, although performance can differ due to inherent differences between clients' portfolios such as initial entry timing, legacy holdings or requested stock exclusions. Performance measured is after fees, taxes and franking credits. Monthly performance figures include an accrual for fees charged quarterly. Top holdings and contributors are listed in alphabetical order. Past performance is not an indicator of future performance.

Portfolio Factsheet

Industry Exposures



Annual Return*



Investment Philosophy

Bottom up, fundamental focused investor with a 3-5 years time frame

Focus on under owned, under researched businesses

Returns can be maximized through fundamental industry and company research combined with active portfolio management

Small cap bias where inefficiencies in the market are the greatest

High conviction concentrated approach allows portfolios to hold only high conviction ideas

When investing in companies Endeavor take on the view of being the owner of the business

A concentrated portfolio with a flexible mandate

*Note: Performance of the strategy group is representative of individual client portfolios, although performance can differ due to inherent differences between clients' portfolios such as initial entry timing, legacy holdings or requested stock exclusions. Performance measured is after fees, taxes and franking credits. Monthly performance figures include an accrual for fees charged quarterly. Top holdings and contributors are listed in alphabetical order. Past performance is not an indicator of future performance.