

Sandhurst IML Industrial Share Fund

Quarterly fund update - December 2025

Investment approach

The Fund aims to deliver capital growth with regular income over the long term by investing in a diversified portfolio of quality ASX listed industrial shares (excluding resource shares) where these assets are identified by Investors Mutual Limited (IML) as being undervalued. The Fund expects to invest predominantly in the Sandhurst Industrial Share Fund for which IML is currently the investment manager.

Fund performance¹

as at 31 December 2025

Morningstar
Rating™
Overall³

Morningstar
Category Rank
5 Year³

1 month % 3 months % 1 year % 3 years %p.a. 5 years %p.a.

Sandhurst IML Industrial Share Fund	★★	123/257	-0.03	-1.73	7.28	8.24	9.24
Benchmark ²			-0.10	-4.40	4.10	12.30	9.20

An example of how your investment grows

Growth of \$10,000¹

(Based on historic Fund performance over 5 years)



Fund facts

Fund APIR code	STL0101AU
Fund inception date	11 January 2001
Fund size	\$47.58 m
Distribution frequency	Half yearly
Management fees & costs ⁴	0.98% p.a.
Buy / Sell spread ⁴	+0.25% / -0.25%
Minimum initial investment	\$50,000
Minimum investment balance	
Recommended investment timeframe	5 years +
Risk level	High

Unit price (ex distribution)

as at 31 December 2025

Application price	\$1.32934
Withdrawal price	\$1.32271

Distribution details (cents per unit)

30 June 2025	\$0.01328
31 December 2025	\$0.04344

Make the most of your investment

► The power of compounding

Compounding can be a powerful tool in wealth creation.

Reinvesting distributions can be one of the easiest and cheapest ways to increase your holdings over time. You're compounding your investment's growth by continually adding more units which, in turn, will generate distributions of their own.

Why not reinvest your half yearly distributions?

► The benefits of making it regular

Making regular contributions to your investment can both grow your investment and smooth the effects of market highs and lows. Why not add a Regular Savings Plan to your investment? Establish one from as little as \$50 per month.

You can also use BPAY® to add to your investment at any time with as little as \$100.

See your statement for your BPAY reference number.

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Do you have any questions?

For further information contact us on 1800 634 969 or visit our website: www.bendigobank.com.au/managedfunds

Fund Performance⁵

The Fund had a resilient quarter, down -1.7%, ahead of the benchmark's drop of -4.4%.

Global equity markets performed well again in the September quarter with the MSCI World up +3.7% and all major markets delivering positive returns except for the ASX 300. The Nasdaq rose a modest +2.7%, as investors grew nervous of the high valuations of AI-related stocks, while the Nikkei soared +12.2% as investors became increasingly confident in the prospects for Japanese companies after Japan's trade deal with the US.

The ASX 300 lagged its global peers, falling -0.9%, for the quarter as investors grew concerned about possible rate rises after higher-than-expected inflation numbers. The Fund's Industrials benchmark fell further, -4.4%, as it missed out on the stellar performance of resources stocks during the quarter. Technology was the worst performing sector in the benchmark, dropping -23.7% as concerns around highly valued tech companies spread from the US. All other sectors also fell except Industrials, which eked out a small gain of +0.6%.

Many of the Fund's holdings performed well for the quarter including Orica +16.5%, Light & Wonder +21.5%, Dalrymple Bay Infrastructure +16.2%, and Aurizon +14.4%. However, Resmed and CSL were disappointing, falling -12.2% and -12.9% respectively, falling along with the Health Care sector. IML remain convinced of their longer-term prospects.

Outlook⁵

The outlook for the global economy remains uncertain with US tariffs, China's property weakness, and inflation pressuring lower income consumers. In financial markets, concerns are growing about AI-related stock valuations and bond yields are reflecting the emerging upside risks to inflation.

Most leading indicators continue to point to economic sluggishness in many parts of the world. In Australia, bullishness around housing-led growth has been impacted by the possibility of cash rate rises, a reversal of the expectations of further rate cuts. IML's focus on quality businesses with more defensive, recurring earnings positions them well for any continued volatility and any slowdown in the global and Australian economies.

Top 10 holdings

National Australia Bank
CSL
Brambles
Commonwealth Bank
Telstra
Westpac
Charter Hall Retail REIT
The Lottery Corporation
Steadfast
Medibank Private

Sector active weights

Materials	5.20%
Health Care	4.90%
Industrials	2.20%
Communication Services	1.00%
Consumer Staples	-0.80%
Consumer Discretionary	-1.40%
Utilities	-1.80%
Information Technology	-3.70%
Real Estate	-4.30%
Financials	-7.80%

Please note the portfolio information and sector active weights supplied above is based on the underlying managed investment scheme, in addition, the Fund may directly hold small amounts of cash.

Footnotes

1. Fund performance figures are calculated before tax and after fees and costs; using withdrawal prices and assumes distributions are reinvested. Past performance is not an indication of future performance.
2. The benchmark for the Fund is the S&P/ASX 300 Industrial Accumulation Index.
3. Morningstar rates mutual funds from one to five stars based on how well they've performed (after adjusting for risk) in comparison to similar funds. Within each Morningstar Category, the top 10% of funds receive five stars, the next 22.5% four stars, the middle 35% three stars, the next 22.5% two stars, and the bottom 10% receive one star. Funds are rated for up to three time periods—three-, five-, and 10 years—and these ratings are combined to produce an overall rating. Funds with less than three years of history are not rated. Ratings are objective, based entirely on a mathematical evaluation of past performance. They're a useful tool for identifying funds worthy of further research, but shouldn't be considered buy or sell recommendations. Sandhurst IML Industrial Share Fund received a 2-Star Overall Morningstar Rating™ out of 273 Equity Australia Large Blend funds as of 31 December 2025. The Sandhurst IML Industrial Share Fund returns were ranked 123 out of 257 Morningstar Equity Australia Large Blend funds for 5 years to 31 December 2025. 'Morningstar Category Rank' is the Fund's performance rank relative to all funds in the same Morningstar Category. Investments are placed into Morningstar Categories based on their compositions and portfolio statistics so that investors can make meaningful comparisons. Source: www.morningstar.com.au/Funds/FundReport/7045
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The Morningstar Rating is an assessment of a fund's past performance—based on both return and risk—which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision.
4. Management fees & costs are based on fees and costs incurred by the Fund in the past financial year and may be different in the current and future financial years. Other fees and costs may apply. See the Product Disclosure Statement for full details.
5. The commentary is provided by Investors Mutual Limited (IML) and has not been verified by Sandhurst Trustees Limited. Economic and outlook forecasts are not guaranteed to occur.

The Sandhurst IML Industrial Share (Fund) is issued by Sandhurst Trustees Limited (Sandhurst) ABN 16 004 030 737 AFSL 237906 a subsidiary of Bendigo and Adelaide Bank Limited (the Bank) ABN 11 068 049 178 AFSL 237879. Sandhurst and the Bank receive remuneration on the issue of the Fund or the service they provide, full details of which are contained in the Product Disclosure Statement (PDS). Investments in the Fund are not deposits with, guaranteed by, or liabilities of the Bank or any of its related entities. This update is provided by Sandhurst and contains general advice only. Please consider your situation and read the PDS available at www.bendigobank.com.au/managedfundsforms, any Bendigo Bank branch or by phoning 1800 634 969 before making an investment decision.

For target market determination: www.bendigobank.com.au/TMD

This information is current as at 31 December 2025 (unless stated otherwise) and is subject to change without notice.