

Fund Update

The Fund returned 4.5% during February, resulting in a Net Asset Value (NAV) of **\$1.4177/unit** and delivering a 26.2% annualised return over 18 months since inception.

Ingenia contributed strongly to the Fund's performance, gaining 8.0% after beating consensus estimates on earnings and settlements for 1H FY24. In contrast, Lendlease weighed on the Fund's performance after releasing disappointing 1H FY24 results. The Fund maintains its high conviction view on Lendlease over the medium term as a more focused, capital light group – and we continue to proactively engage with the company to help achieve this outcome.

Global markets had a busy February with reporting season largely surprising to the upside as earnings proved resilient despite ongoing economic headwinds. More than 70% of ASX-listed companies met or exceeded guidance this reporting season, driven primarily by strong top line revenue growth which outweighed margin pressures from wage inflation and increased financing costs. The S&P/ASX300 Accumulation Index continued its climb to record highs, trading up 1.0% during the month, however we continue to expect volatile equity markets as investors digest macro data and anticipate timing of rate cuts. Interest rate sensitive stocks and small caps have gained a strong bid, and the Fund's portfolio is well positioned to benefit.

The Fund is pleased to note it has commenced deployment into its fourth and fifth investments. As we near portfolio weight in these investments more details will be disclosed.

Entry price **\$1.4220 / unit¹**

Exit price **\$1.4135 / unit¹**

Fund NAV per Unit²

\$	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2022	n/a	n/a	n/a	n/a	n/a	n/a	n/a	\$1.0000	\$1.0372	\$1.0269	\$1.0534	\$1.0348
2023	\$1.0740	\$1.0681	\$1.0596	\$1.0760	\$1.0696	\$1.1692	\$1.1943	\$1.1636	\$1.0717	\$0.9459	\$1.0317	\$1.2738
2024	\$1.3573	\$1.4177										

Monthly Fund Returns (Net)³

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	3.7%	(1.0%)	2.6%	(1.8%)	3.5%
2023	3.8%	(0.5%)	(0.8%)	1.5%	(0.6%)	9.3%	2.1%	(2.6%)	(7.9%)	(11.7%)	9.1%	23.5%	23.1%
2024	6.6%	4.5%											11.3%

Fund Performance (Net)³

%	1mth	3mth	6mth	1yr	2yr	Inception (annualised)	Inception (aggregate)
Net Return (%)	4.5%	37.4%	21.8%	32.7%	n.a.	26.2%	41.8%

¹ Entry and Exit prices reflect the Net Unit Value as at 29 February 2024, adjusted by the buy-sell spread (currently 0.30%)

² As at month end. NAV per unit refers to Trust A and Trust C units.

³ All performance figures are quoted net of fees and costs. Figures may not sum exactly due to rounding. Inception date 31 August 2022. Performance is shown for informational purposes only. Past performance should not be taken as an indicator of future performance.

Fund Strategy

HMC Capital Partners Fund I (**Fund**) is an Australian-domiciled open-ended unlisted fund providing exposure to a high-conviction investment strategy seeking to generate superior risk-adjusted returns⁴.

The Manager primarily invests across a concentrated portfolio of high-conviction stakes in listed Australian and New Zealand companies with real asset backing where there is potential to unlock 'trapped' value through improved capital allocation and portfolio management. The Manager also has the flexibility to invest in private companies exposed to long term structural tailwinds.

The Fund has a limited quarterly withdrawal facility. Withdrawals are limited to the terms detailed in the Information Memorandum and the HMC website. The ability of the Fund to offer quarterly withdrawals is not guaranteed.

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How to Apply: Refer to Information Memorandum at <https://www.hmccapital.com.au/our-funds/hmc-capital-partners-fund-i/>. If you are a Wholesale Client you may apply for Units at: <https://investor.automic.com.au/#/w/hmccp>. Existing investors can login in to their Automic online investor portal at <https://investor.automic.com.au/> to access information on their holding, or to apply for additional units.

IMPORTANT NOTICE

This Update has been prepared and issued by the Trustees of the HMC Capital Partners Fund I. Each Capital Partners Trust has a trustee which is a subsidiary of HMC Capital Limited (ABN 94 138 990 593) and a corporate authorised representative of HMC Capital Funds Management Pty Limited (ACN 154 055 446, AFSL 513 625). Each Trustee has appointed HMC Investment Management Pty Ltd (ACN 644 510 583) as Investment Manager for each Trust. The trustees are HMC Capital Partners No. 1 Pty Ltd (ACN 658 946 117) (in respect of HMC Capital Partners Trust A), HMC Capital Partners No. 2 Pty Ltd (ACN 658 946 288) (in respect of HMC Capital Partners Trust B) and HMC Capital Partners No. 3 Pty Ltd (ACN 658 946 484) (in respect of HMC Capital Partners Trust C). The information contained herein is general information only and does not take into account the objectives, financial situation or particular needs of any person. You should obtain and read a copy of the Information Memorandum relating to the Fund before making a decision to invest. Investment in the Fund is subject to risk including possible delays in payment or loss of income and principal invested.

⁴ Distributions are not guaranteed, and the Fund investment strategy is focused on generating capital gains rather than regular income.