

RIAA Certification
Sustainable Plus

Lonsec
Investment Grade

Ethical Advisors
4.5 Green Leaves

May Highlights

Electrification remained front and centre for the Fund this month. Our largest positions — Southern Cross Electrical (SXE) and Tasma (TEA) — continued to perform as the global data-centre build-out drew further capital into the thematic. Alongside this, we looked for value among SaaS businesses that deliver a measurable social or environmental solution, that have been oversold, and that we believe will retain their moat in an AI-embedded world.

The climate-focused among us keep returning to the same question: how does all of this get done on a planet that does not have a carbon budget to spare? The accelerating data-centre roll-out is accelerating the need for solutions — across thermal management, copper substitutes, and technologies that reduce the heat generated inside data centres and the energy required to manage it. We have been researching this area for some time and have multiple companies in the portfolio leveraged to data centre energy consumption solutions.

We invest with direction — putting capital to work in businesses that move the world forward. We aim to deliver financial performance for our investors without compromising the direction we are heading — a cleaner, safer and more equitable world.

TOP CONTRIBUTORS

Tasma (ASX:TEA)

Electrification “picks and shovels” — maintenance-led revenue with strong visibility as energy infrastructure spend rises.

IperionX (ASX:IPX)

Recycled titanium — leveraged to onshore, lower-carbon critical-metals supply chains.

SDI Limited (ASX:SDI)

Dental equipment — under takeover offer, which is expected to complete in early July

LARGEST DETRACTORS

Chryso (ASX:C79)

Sustainable mining technology — share price weak despite a disruptive, lead-reducing assay platform.

Clover Corp (ASX:CLV)

Infant nutrition — share price fluctuating around 12-month high.

Imricor (ASX:IMR)

Medical device — weakness following successful equity raise.

Markets

Electrification and the Data-Centre Build-Out

The data-centre build-out continues to drive inflows into the electrification complex, underpinning our largest holdings. We see this as a structural — not cyclical — demand driver, and we are positioning around the second-order beneficiaries: the businesses that supply the picks and shovels, the thermal management, and the materials the build-out depends on. During the month, acquisition activity was buoyant, driving share prices higher as earnings expectations are revised up. We expect this to continue in the coming months.

The Carbon Budget Question

We look for companies genuinely trying to solve the carbon problem, and we invest where there is a credible economic pathway. Demand for measurable, commercially viable climate solutions is broadening — from methane abatement in agriculture to materials that cut the energy intensity of digital infrastructure.

Accountability Catches Up — The 3M Litigation

In May, the Australian Government commenced legal action against 3M over its development of PFAS “forever chemicals”. This has been an area of focus for NorthStar for some time given that PFAS is one of the most consequential environmental liabilities of our time. We continue to engage with companies offering clean-up solutions to identify their pathway to sustainable financial outcomes.

Portfolio

6.8%

Cash

~30.3%

Top 10 Positions

53

Total Holdings

We increased portfolio activity during the month as we continually optimise for short-term performance while keeping the long-term direction unambiguous: outcomes and performance in tandem, putting capital to work to move the World. We added positions in Advanced Energy Materials (ultra-pure aluminium), Life360 (safer communities) and IKE GPS (a beneficiary of US electrification).

On the carbon theme, we caught up with Sam Elsom, CEO of Seaforest (ASX:SEA) - a successful listing where the team continues to execute well. Woolworths’ latest sustainability report highlighted that red meat accounts for roughly 10% of the group’s total carbon footprint; Seaforest has a direct solution, with its product shown to enhance cattle yield while delivering up to 80% methane abatement.

GCM Corp (ASX:GCM) is still validating customers for its thermal-management solution, which links directly to lowering the energy needs of data centres. Chrysos (ASX:C79), the CSIRO-founded sustainable mining technology company, was the month’s worst performer; the business is a disruptive technology in the resources sector that reduces lead in soils and worker exposure while improving the efficiency of resource assessment and discovery.

Exits This Month

Proteomics International Laboratories (ASX:PIQ)

Stocks in Focus

Seaforest (ASX:SEA)

A high-mission business with a strong and improving commercial framework. Seaforest’s feed product enhances cattle meat yield while abating up to 80% of methane — a dual benefit that pays farmers through improved yield and, increasingly, through carbon credits.

The company is focused on lifting cattle coverage in Australia from ~133,000 head towards its current 500,000-head capacity, with multiple catalysts in the pipeline — including a study to prove that licking blocks are effective, which would extend the addressable market beyond feedlots to grazing herds.

Chrysos (ASX:C79)

The CSIRO-founded technology that lets miners reduce their reliance on lead when assaying samples. The model is to sell into laboratories and direct to resource companies.

Its photon-assay technology is genuinely disruptive — increasing efficiency in resource discovery while removing lead from the process. A large, global addressable market, a clear commercial proposition and a strengthening management team underpin our conviction despite the soft month.

Portfolio Holdings

Accurate as of 31 May 2026

Top 5 Holdings

#	Company
1	Southern Cross Electrical
2	Eureka
3	Vysarn
4	SDI Ltd
5	Mesoblast

Impact Focus Areas

Area	Weight
Environment	42.2%
Healthcare	35.6%
Communities	11.0%
Education	0.5%

Market Cap Breakdown

Category	Weight
Large cap	28.1%
Mid cap	8.5%
Small Cap	49.2%
Early Stage	7.4%

Sector Allocations

Sector	Allocation
Health Care	36.2%
Industrials	19.4%
Real Estate	10.6%
Materials	12.0%
Information Technology	10.0%
Cash	6.8%
Consumer	1.6%
Utilities	3.4%
Financials	0%

Key Facts

Inception	31/01/2017
Holdings	52 stocks
Liquidity	Daily
Base currency	Australian dollars
Min. investment	\$10,000
Fund identifier	APIR: ETL6826AU
Mgmt fee	1.03% pa
Other expenses	Up to 0.36% pa
Total costs	1.39% pa
Performance fee	20.5% over benchmark
Performance hurdle	S&P All Ord Accum Index

Monthly Portfolio Engagement Summary

During the month we met with 36 companies and other stakeholders. We continue to invest in long-term structural winners with well-defined, measurable impact, at the point in time when the stock has asymmetric upside risk.

Seaforest (cattle methane reduction) is a company with an enormous mission and a commercial framework that is already converting to success. Chrysos (ASX:C79) is the CSIRO-founded assay technology reducing the resources sector's need for lead. Both have global addressable markets, a clear commercial proposition, strong management teams, and measurable environmental impact.

Fund Performance

	1m	3m	6m	1yr	3yr p.a	Inception p.a
Fund (Gross)	0.68%	-1.54%	1.81%	20.11%	10.59%	8.79%
Fund Return (Net of Fees)	0.57%	-1.88%	1.15%	18.53%	9.10%	6.86%
Index*	1.73%	-4.49%	-12.38%	-2.39%	5.57%	5.18%
Active Return (Net)	-1.16%	2.61%	13.53%	20.92%	3.53%	1.68%

Source: Apex Group, NorthStar Impact. *Index means the S&P/ASX Small Ordinaries Industrials TR Index, used for reference only. The S&P/ASX All Ordinaries Accumulation Index is the hurdle rate. Returns are time-weighted and include realised and unrealised gains and losses plus income. Inception was 31 January 2017. Past performance is not indicative of future results.

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