

11 July 2025

The Manager
ASX Market Announcements
ASX Limited
Exchange Centre
Level 4, 20 Bridge Street
Sydney NSW 2000

Dear Shareholders,

Please find attached Hearts and Minds Investments Limited's June Investment Update.

We invite you to join our **interactive investor hub** to discover the latest company announcements and engage with management. On this platform you can ask questions, share comments, and provide feedback. Sign up and [join the conversation here](#).

For and on behalf of the board,



Eryl Baron
Company Secretary

Investment Objective

Provide a concentrated portfolio of long-only positions in 25-35 global securities based on the highest conviction ideas from respected fund managers. The Company forgoes any investment fees and instead donates to leading Australian medical research organisations.

Portfolio Commentary

The HM1 portfolio rose by 4.6% in June, outperforming the MSCI World Accumulation Index (AUD), which gained 2%. Since inception, HM1 has delivered an annualised pre-tax investment return of 11.6% p.a. As at 30 June, the current annualised yield is 5.3%, fully franked.

During the month, as part of our regular manager engagement, we spoke with Core Fund Manager Caledonia to review their recommendations. As a result, we have added two new positions to the portfolio:

Cameco (CCJ.NYSE)

Cameco is a leading commercial nuclear fuel provider, with operations across the full fuel cycle and a strong presence in North America. The company is expected to benefit from increasing global demand for clean, scalable energy, particularly as nuclear power gains renewed policy and public support.

Royalty Pharma (RPRX.NASDAQ)

Royalty Pharma is the largest acquirer of pharmaceutical royalty streams, offering exposure to life sciences innovation through a diversified portfolio of income-generating assets. With strong cash flow and capital deployment flexibility, it is positioned for long-term value creation.

These two new positions replaced Just Eat Takeaway and Liberty Media Formula One.

We thank Caledonia for their ongoing support as a Core Fund Manager and look forward to seeing how these new portfolio holdings perform in the fund. [You can learn more about these stocks here.](#)

Pre-Tax NTA	\$3.71
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Post-Tax NTA	\$3.44
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Share Price (ASX: HM1)	\$3.04
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Investment Performance p.a. (Since inception 14 Nov 2018)	11.57%
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Latest Dividend (Half-yearly fully franked dividend paid 17 April 2025)	8.0cps
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Annualised Dividend Yield¹ (Fully franked)	5.3%
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Cash Weighting	2%
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Profits Reserve² (at 31 Dec 2024)	62cps
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Available Franking Credits³ (at 31 Dec 2024)	35cps
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Cumulative Medical Research Funding	\$78m
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¹Annualised fully franked dividend of 16.0cps divided by share price on 30 June 2025. ²Represents retained earnings that can be used to support future dividend payments.

³Represents the level of future dividends (expressed as cents per share) that can be fully franked. All figures as at 30 June 2025 unless otherwise stated. Fund inception 14 Nov 2018. This communication has been prepared by Hearts and Minds Investments Limited (ABN 61 628 753 220). In preparing this document the investment objectives, financial situation or particular needs of an individual have not been considered. You should not rely on the opinions, advice, recommendations and other information contained in this publication alone. This publication has been prepared to provide you with general information only. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Past performance is not a reliable indicator of future performance.

HM1 Investment Performance

Investment Performance	1 month	6 months	1 year	3 years per annum	Since Inception per annum
Investment Performance	4.56%	1.59%	25.52%	17.29%	11.57%
MSCI World Accumulation (AUD)	2.00%	3.27%	18.56%	20.88%	14.89%

HM1 Investment Performance is calculated after expenses and before Australian taxes. The comparator is the MSCI World Accumulation in AUD; gross of withholding tax. Inception 14 Nov 2018.

Dividends

Dividend Payments	FY21	FY22	FY24	FY24	FY25
Dividends – fully franked	12.0cps	13.5cps	13.5cps	14.0cps	15.5cps

Dividends are paid on a half-yearly basis. Please ensure your bank account details are up to date by [logging into InvestorServe](#).

Top 10 Core Portfolio Holdings

Our top 10 holdings represents 42% of total portfolio holdings (in alphabetical order)

 Amazon AMZN.NAS	 Block Inc XYZ.NYSE	 Guzman Y Gomez GYG.AX	 Intercontinental Exchange Ltd ICE.NYSE	 Mercado Libre MELI.NYSE
 Microsoft Corporation MSFT.NAS	 Nvidia NVDA.NAS	 Rokt ROKT	 TSMC TSM.NYSE	 Zillow Group Inc Z.NAS

Conference Portfolio Holdings

Our conference holdings represents 33% of total portfolio holdings (in alphabetical order)

 Airbus SE AIR.EPA	 BlackLine, Inc. BL.NAS	 Cellnex Telecom S.A. CLNX.BME	 Coeur Mining, Inc. CDE.NYSE	 Corporate Travel Management CTD.AX
 DiDi Global Inc. DIDIY.OTC	 Eli Lilly and Company LLY.NYSE	 The Estée Lauder Companies EL.NYSE	 Perpetual Limited PPT.AX	 Tencent Music Entertainment TME.NYSE
 TransDigm Group Incorporated TDG.NYSE				

News from the HM1 Network



A golden year for Wall Street's Australian stock picker

Matthew McLennan, Co-Head of the Global Value team of **First Eagle Investments**, will be joining the 2025 Sohn Hearts & Minds Conference line-up. Matthew is one of Australia's most successful fund managers on Wall Street, responsible for overseeing more than A\$140 billion in assets at First Eagle Investments.

[Learn more in recent *Australian Financial Review* article here.](#)



Discover the next chapter for Guzman y Gomez

Guzman y Gomez (ASX: GYG) has gone public, expanded rapidly and surpassed \$1B in network sales. It is also one of **TDM Growth Partners'** stock picks for the HM1 Core Portfolio. In a recent episode of *Scaling Up* hosted by TDM, **Steven Marks** (Founder of GYG) shares what it takes to lead through hypergrowth while staying true to the brand's original vision.

[Listen to the episode here.](#)



Finding structural winners: Nick Griffin's investment edge

In a recent episode of *Success and More Interesting Stuff* hosted by Livewire Markets, **Nick Griffin of Munro Partners** (Core Fund Manager) shares how he grew Funds Under Management from \$20 million to more than \$5 billion. He also reveals the key signals he looks for in structural winners and what's next for AI, healthcare, and defence investing.

[Listen to the episode here.](#)



Does brain cancer communicate with neurons?

Primary brain cancer affects nearly 2,000 Australians each year and tragically, remains incurable. On **The Florey's Brain Matters** podcast, they unpack how neuroscience may help improve outcomes for those living with brain cancer. Guests include **Professor Lucy Palmer**, **Professor Kate Drummond** and **Janet Micallef**, who has been living with recurring brain tumours for over 40 years.

[Listen to the episode here.](#)



Bold ideas. Real impact. Live in Sydney this November.

Sohn Hearts & Minds returns to Sydney on 14 November, unlocking bold ideas and exclusive insights in support of medical research. It's a unique opportunity for shareholders to hear directly from the fund managers whose stock picks help shape 35% of the HM1 portfolio for the year ahead. Shareholders can access discounted tickets, email us at ir@hm1.com.au for details.

[Join us on 14 November in Sydney.](#)

Core Fund Managers



Conference Fund Managers



Designated Beneficiaries



Low-Bono Service Providers

