



Australian Eagle Asset Management

July 2025 Monthly Report - Australian Eagle Long-Only Equity

Portfolio performance

	1 Month	3 Month	6 Month	1 Year	3 Year	5 Year	7 Year	10 Year	Inception p.a.
Portfolio*	3.22%	8.07%	2.98%	11.42%	12.38%	13.25%	11.97%	13.70%	11.85%
Benchmark**	2.39%	8.08%	4.26%	11.91%	12.69%	12.76%	9.37%	8.82%	8.38%
Out/(under) performance	0.83%	-0.01%	-1.28%	-0.50%	-0.30%	0.49%	2.60%	4.88%	3.47%

Top 3 and Bottom 3 Performing Stocks

Top 3: Life360 Inc (360), CSL Ltd (CSL), Woodside Energy Ltd (WDS)

Bottom 3: Telix Pharmaceuticals Ltd (TLX), Evolution Mining Ltd (EVN), Macquarie Group Ltd (MQG)

Portfolio changes

Stocks joined or increased:

Iuka Resources Ltd (+1.00%, Entry): A mineral sands and rare earths miner. The company's strategic assets provide leverage to growing Western supply chains.

National Australia Bank Ltd (+2.50%): A large Australian big 4 bank. The company's business banking division remains the market leader, providing strong returns and organic growth for shareholders.

Stocks removed or reduced:

Commonwealth Bank of Australia Ltd (-2.50%): A large Australian big 4 bank. The company's share price is approaching our valuation target.

Wesfarmers Ltd (-1.00%): An Australian conglomerate with retail, industrial and mining assets. The share price is approaching our valuation target.

Market Commentary

Global markets whipsawed throughout the month, driven by a mix of geopolitical tensions, trade policy uncertainty and central bank policy speculation. The US announced a flurry of trade deals ahead of the August 1 deadline, securing agreements with the EU, Japan, Indonesia and the Philippines. The U.S. Fed held rates steady although two board members dissented in favour of cuts, reflecting concerns about softer employment data and a mixed inflation outlook. US copper prices fell 20% to US\$4.41/lb after President Trump excluded refined copper from tariffs. US-China tensions persisted as the US DoD struck a deal with MP Materials that set a rare earths floor price more than double the current market rate—directly challenging China's dominance. The spodumene price spiked almost 30% after a Chinese lithium mine was suspended for unlicensed operations. The iron ore price rebounded US\$5 to US\$100/t on news of China will build the world's largest hydroelectric power plant in Tibet, 3 times larger than the Three Gorges. Australian equities followed world markets higher, led by energy and resources companies. Australia's monthly CPI hit 2.1%, the lowest rate since 2021 but remains within the 2-3% target range as the RBA held rates steady at 3.85%. Unemployment unexpectedly rose 0.2% to 4.3%.

SILEX Systems submitted its licence application for its planned Paducah laser enrichment facility to the US Nuclear Regulatory Commission. Cochlear won FDA approval for sound processor products to be released in the US by the end of Sep 2025. Telix announced that its new drug Gozellix had received a permanent reimbursement code. Rio Tinto appointed an internal replacement for the outgoing CEO. Evolution Mining reported record quarterly margin and cashflow as production continued a consistent trajectory. BHP downgraded copper guidance due to lower grades in Chile while its Jansen potash project faced cost blowouts and delays. Fortescue announced record iron ore shipments but suffered a US\$150m impairment for 2 green energy projects. Pilbara Minerals reported production growth while their balance sheet remains in net cash despite a challenging external environment. Dexus acquired a 25% interest in Westfield Chermiside for \$683m. Macquarie Group suffered a first strike at its AGM after shareholders voiced their concerns over high profile compliance and governance issues.

Major relative portfolio exposures were to medical devices and technology stocks with less portfolio weight in major banks and telecoms.

Australian Eagle Portfolio: Top Ten Holdings

Stock	31/07/2025
Commonwealth Bank Ltd	6.75%
QBE Insurance Group Ltd	6.00%
Cochlear Ltd	6.00%
Rio Tinto Ltd	6.00%
ASX Ltd	5.00%
CSL Ltd	4.75%
Macquarie Group Ltd	4.50%
TechnologyOne Ltd	3.75%
Xero Ltd	3.50%
Evolution Mining Ltd	3.50%

Portfolio Commentary

Positives:

360 - The share price continued to rise in anticipation of a strong result in August.

CSL - The share price rose after a period of underperformance.

WDS - The share price rose after releasing a strong production report.

Negatives:

TLX - The share price fell after being subject to a SEC investigation concerning disclosures.

EVN - The share price fell with the gold price.

MQG - The share price fell after receiving a first strike at the AGM.

**Benchmark is S&P/ASX100 Accumulation Index

*Performance figures exclude Australian Eagle's fees. Australian Eagle portfolio inception date is 7th February 2005.

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