

Ralton Australian Equity Ex 50

Monthly Portfolio Report | March 2025



Key facts

Income versus growth target



Market cap bias



Investment strategy

A portfolio of ASX-listed equities designed to provide high capital growth

Investment objective

Outperform index by over 4% p.a.

Benchmark index

S&P/ASX Small Ordinaries Accumulation

Portfolio Manager

Will Riggall

Inception date

February 2008

Management fee

0.75% p.a. (may vary across platforms)

Number of stocks

20-35

External ratings

Zenith "Approved"

Key platforms

HUB24, NetWealth, Praemium, OneVue, Powerwrap, Linear, Xplore, Wealth02

Performance (% returns greater than one year are p.a.)¹

At month end	1 mth	3 mth	1 yr	2 yr	3 yr	5 yr	10 yr	Inception
Ralton	-5.6%	-3.6%	-8.6%	0.6%	-2.6%	6.9%	3.7%	5.3%
Income	0.9%	1.1%	2.7%	2.7%	2.7%	2.5%	2.7%	3.3%
Growth	-6.6%	-4.7%	-11.4%	-2.1%	-5.3%	4.4%	1.0%	2.0%
Index ²	-3.6%	-2.0%	-1.3%	6.0%	-0.8%	10.2%	6.3%	2.5%
Outperformance	-2.0%	-1.6%	-7.4%	-5.4%	-1.7%	-3.3%	-2.6%	2.8%

¹ Performance is based on a model portfolio and is gross of investment management and administration fees, but net of transaction costs. Total returns assume the reinvestment of all portfolio income.

² Index means the S&P/ASX Small Ordinaries Accumulation Index

Portfolio Performance

The Ralton Ex 50 Portfolio underperformed the ASX Small Ordinaries in March, returning -5.6%, versus the index return of -3.6%.

Contributors	Comment
Genesis Minerals Limited (GMD.ASX) 16.7%	GMD performed well in March driven by continued strength in the price of gold, ongoing central bank purchasing activity, and heightened political uncertainty following Trump's presidential election and tariff news. We maintain conviction in GMDs operational capability and expansive organic growth pipeline which supports a future production target of 400kozpa.
Detractors	Comment
NRW Holdings Limited (NWH.ASX) -14.2%	NWH detracted from performance following a softer-than-expected first half. Mining segment earnings were impacted by weather, contract changes, and higher costs, pressuring margins. Despite strong growth in Civil and MET divisions, uncertainty around a \$113 million receivable from OneSteel weighed on sentiment. We continue to monitor execution closely, and while near-term challenges remain, we see long-term value in NWH's high-quality customers, strong contract pipeline, and diversified growth profile.
Light & Wonder, Inc. Shs Chess Depository Interests Repr 1 Sh (LNW.ASX) -20.7%	LNW detracted during the month as a result of rising concerns of weakening US macroeconomic environment and potentially impacting consumer spending. Additionally, further litigation concerns have been raised by Aristocrat (ALL.ASX), creating increased uncertainty. The position was exited prior to the end of the month.



Portfolio Activity

BUY

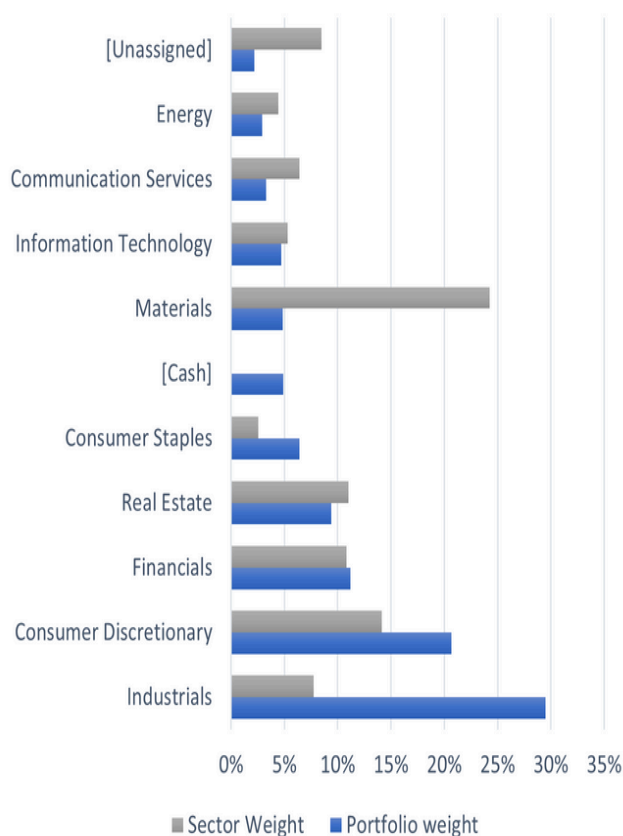
No trades

SELL

Light & Wonder, Inc. Shs Chess Depository Interests Repr 1 Sh (LNW.ASX)

We have decided to exit our position in LNW reflecting an expectation that mounting evidence of a deteriorating US consumer environment will challenge LNW's ability to meet earnings expectations in the period ahead. As per recent internal analysis of LNW's financials, we see the business as more sensitive to the external environment relative to peer Aristocrat (ALL.ASX) given observed differences in revenue mix, earnings quality, product development spending, and balance sheet. On this basis, despite being attracted to LNW's strategy and management, we now view the risk-reward profile as unfavourably skewed, prompting our decision to exit.

Sector Positioning



Top 10 holdings (alphabetical)

Aussie Broadband Ltd.	Reliance Worldwide Corp. Ltd.
Genesis Minerals Limited	Ridley Corporation Limited
Hansen Technologies Limited	SGH Limited
Monadelphous Group Limited	Smartgroup Corporation Ltd
Nick Scali Limited	Steadfast Group Limited

Portfolio metrics*

	Ralton	XSOAI [^]
# of Securities	36	200
Market Capitalisation	3,499.5	2,707.0
Active Share	86.1	--
Tracking Error	6.85	--
Beta	0.81	1.00
Est 3-5 Yr EPS Growth	4.7	4.7
ROE	13.1	6.6
Dividend %	3.08	2.69
P/E using FY2 Est	15.2	13.7
Price/Cash Flow	12.0	9.2

* Source: FactSet

[^] XSOAI means the S&P/ASX Small Ordinaries Accumulation Index (Index). The Index is shown for comparative purposes only. Index returns do not allow for transaction, management, operational or tax costs. An index is not managed and investors cannot invest directly in an index.