

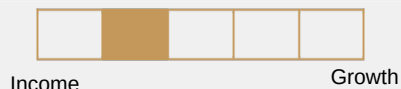
# Ralton Dividend Builder

Monthly Portfolio Report | June 2025

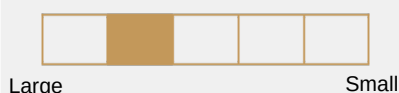


## Key facts

### Income versus growth target



### Market cap bias



### Investment strategy

A portfolio of ASX-listed equities designed to provide attractive tax-effective income

### Investment objective

Outperform index by over 3% p.a.

### Benchmark index

S&P/ASX 300 Accumulation Index

### Portfolio Manager

Will Riggall

### Inception date

February 2008

### Management fee

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

### Number of stocks

25-35

### External ratings

Zenith "Approved"

### Key platforms

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

## Performance (% returns greater than one year are p.a.)<sup>1</sup>

At month end	1 mth	3 mth	1 yr	2 yr	3 yr	5 yr	10 yr	Inception
Ralton	1.0%	6.0%	10.2%	8.9%	8.9%	9.9%	7.1%	7.4%
Income	0.3%	0.7%	4.9%	4.8%	5.0%	4.7%	4.7%	4.9%
Growth	0.7%	5.3%	5.3%	4.1%	3.8%	5.2%	2.4%	2.5%
Index <sup>2</sup>	1.4%	9.5%	13.7%	12.8%	13.3%	11.8%	8.8%	6.7%
Outperformance	-0.4%	-3.5%	-3.5%	-4.0%	-4.5%	-1.9%	-1.8%	0.7%

<sup>1</sup> 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.

<sup>2</sup> Index means the S&P/ASX 300 Accumulation Index.

## Portfolio Performance

The Ralton Dividend Builder Portfolio underperformed the ASX300 Accumulated Index in June, returning 1.0% versus the index return of 1.4%.

Contributors	Comment
<b>Metcash Limited (MTS.ASX)</b> 15.7%	Metcash was a strong contributor in June, supported by solid FY25 results and the strategic merger of Independent Hardware Group and Total Tools. FY25 EBIT and UNPAT both slightly exceeded expectations, driven by resilient supermarket performance and disciplined cost control. Notably, group revenue rose despite continued declines in tobacco sales. The hardware merger aims to be capital light and accelerate growth through stronger strategic alignment, scale benefits, and shared customer bases. Early FY26 trading has been encouraging, and we see further upside from Metcash's strengthened platform.
<b>Lottery Corporation Limited (TLC.ASX)</b> 4.5%	The Lottery Corporation had a strong June, aided by a rebound in major jackpot activity. Both Oz Lotto and Powerball reached jackpot levels associated with higher player engagement during the month, boosting ticket sales and supporting digital growth. While overall FY25 lottery volumes are expected to decline, the sharp uptick in June has helped mitigate downside risk. Looking ahead, the company is well positioned for volume growth in FY26, with the underlying thesis of higher digital penetration and ongoing product innovation well supported.
<b>Medibank Private Ltd. (MPL.ASX)</b> 5.9%	Medibank (MPL) contributed positively to performance in June. While there was no company specific news flow over the month, we note industry data of participation in private health insurance remains robust and contrasts with other household spending categories (eg retail) that have been impacted by cost of living pressures. In our view, this is testament to the value proposition of private health cover, and Medibank as the industry leader will continue to benefit from this backdrop.



## Portfolio Performance

Detractors	Comment
<b>Nick Scali Limited (NCK.ASX)</b> -4.8%	Nick Scali detracted from portfolio performance in June, as broad weakness across consumer discretionary names weighed on sentiment despite no news from the company. Ongoing macro pressures, including cautious household spending and rising cost-of-living concerns, have driven sector-wide earnings downgrades. While a new broker initiation during the month highlighted Nick Scali's strong gross margin discipline and solid supply chain improvements, this was not enough to offset broader concerns. We continue to view the company's operational efficiency and brand strength as key supports of our investment thesis over the longer term.
<b>Rio Tinto Limited (RIO.ASX)</b> -4.9%	Rio Tinto (RIO) was a detractor to the Ralton Dividend Builder in June, driven by a mid single digit decline in the spot price of iron ore. Market commentators suggest the weakness in iron ore of late has reflected strong supply performance from Australia and Brazil alongside softer demand in China due to mandated steel production cuts. RIO is currently trading on 11x P/E and a dividend yield of 5% (fully franked). Given RIO's low cost position as an iron ore producer, it would take for a significant fall in the iron ore price to significantly impair RIO's level of dividend. We also note that current dividend forecasts are struck off iron ore price forecasts that are below current spot prices.
<b>Ramsay Health Care Limited (RHC.ASX)</b> -4.2%	Ramsay (RHC) modestly detracted from performance over June, giving back some of the strong gains seen in May. Newsflow was absent for Ramsay during the month. We note that data showing on-going positive participation in private health insurance depicts a favourable backdrop for utilisation of Ramsay's private hospital, as does the prospect of the number two player, Healthscope, entering voluntary administration and commencing an asset sale process that could be opportunity for Ramsay to further strengthen its network.

## Portfolio Activity

### BUY

No trades

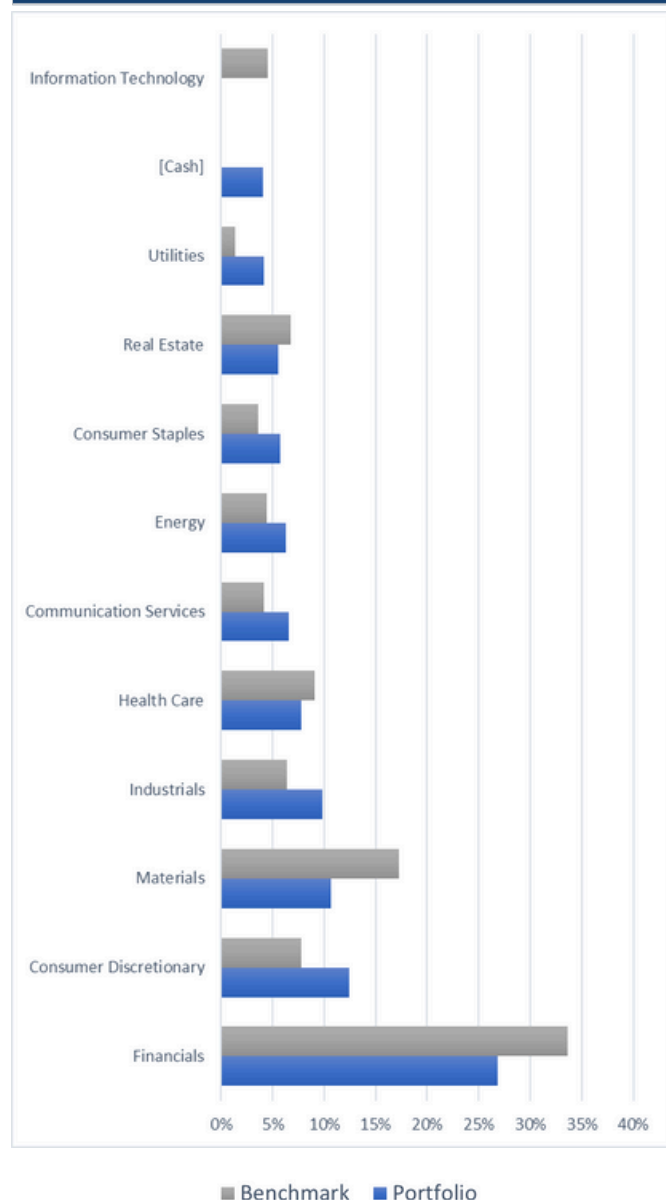
### SELL

No trades

## Top 10 Holdings (alphabetical)

ANZ Group Holdings Limited	National Australia Bank Limited
APA Group	QBE Insurance Group Limited
BHP Group Ltd	Rio Tinto Limited
Commonwealth Bank of Australia	Telstra Group Limited
Lottery Corporation Limited	Transurban Group Ltd.

## Sector Positioning



## Portfolio Metrics\*

	Ralton	XKOA <sup>^</sup>
# of Securities	29	299
Market Capitalisation	69,254.3	89,276.3
Active Share	60.3	--
Tracking Error	4.38	0.00
Beta	0.78	1.00
Est 3-5 Yr EPS Growth	5.5	5.2
ROE	14.9	12.6
Div% NTM	4.31	3.28
P/E using FY2 Est	17.6	18.6
Price/Cash Flow	10.1	11.8

\* Source: FactSet

<sup>^</sup> XKOA<sup>I</sup> means the S&P/ASX 300 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.