

STRONG CLOSE TO AN EXCELLENT YEAR FOR PE1

NAV PER UNIT (CUM) ¹	NAV PER UNIT (EX) ¹	1 MONTH PERFORMANCE ²	SINCE INCEPTION PERFORMANCE (P.A.) ^{2,3}	TARGET DISTRIBUTION YIELD ⁴
\$1.3875	\$1.3625	11.3%	7.7%	4%

COMMENTARY

The Trust returned +11.3% over June, with opportunistic investments, secondaries, and co-investments all making meaningful contributions to the Trust's NAV. The Trust's private equity investments contributed +8.8% to returns in local currency terms,^{*} with the difference being generated from the depreciation of the AUD against the USD. Pleasingly, as the capital deployed by the Trust has increased, we have seen the impact of currency movements on the Trust's overall performance decrease relative to private equity returns.

GCM Grosvenor Multi-Asset Class Fund II (MAC II), which implements our opportunistic investments, saw its largest position, Instacart, complete a capital raise in February at more than 2x the previous financing round that occurred in October 2020 and we currently expect the company to go public later this year at an attractive valuation.

MAC II's investment in the private equity of Chinese media platform, ByteDance, was marked up in line with secondary activity at a US\$500 billion valuation. Additionally, MAC II's private equity position in GOAT, a growing secondary sneaker marketplace, was also marked up based on a recent financing round.

Lastly, the private equity investment in an e-commerce payment processing solution, Stripe, completed a capital raise at a significant premium to our original investment.

Several of our secondary transactions also saw positive returns. The acquisition of the secondary portfolio under Project Rambler, which has underlying exposure to 35 discrete private equity funds and approximately 100 underlying portfolio companies, has begun to realise the over 30% estimated discount at close (a process expected to complete over multiple months). The Trust also received distributions from Project Northstar, which includes exposure to four funds managed by Alpine Investors; as well as Project LaPinta, which consists of eleven underlying funds and two direct investments managed by the Emirati sovereign wealth fund, Mubadala Capital.

The co-investment sleeve also saw a nice uptick in value, with PE1's net multiple for its investment in GCM Grosvenor Co-Investment Opportunities Fund II (GCF II) increasing from a 1.31x to a 1.36x over 31 December 2020 to 31 March 2021 as the value of a number of GCF II's underlying investments increased, including Spice World, Cotiviti, Unifrax, Beterna & Valantic, and Primonial.

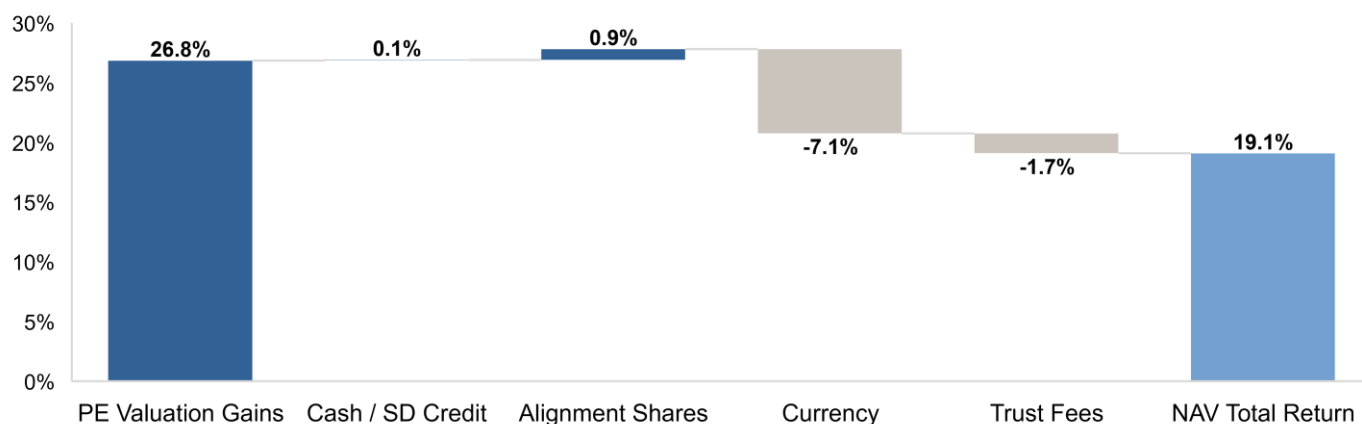
Generating our target distribution yield of 4% p.a., PE1 recently announced a semi-annual \$0.025 distribution per unit with a payment date of 15 July 2021.

^{*} This excludes the impact of the AUD appreciation on predominantly USD assets.

FINANCIAL YEAR IN REVIEW

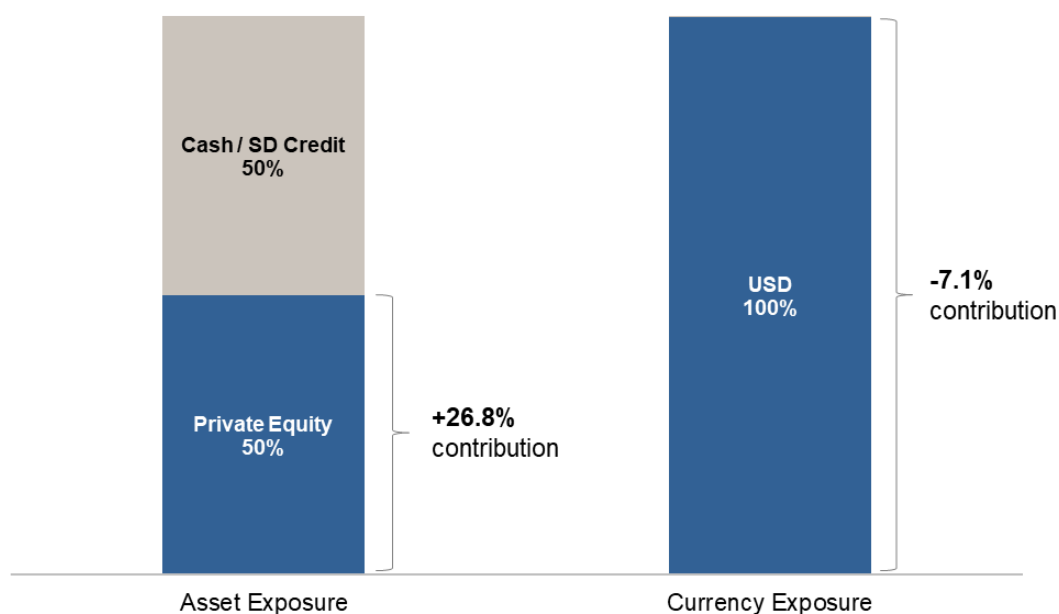
For the financial year, PE1 generated a total return of +19.1%. The Trust's private equity investments contributed +26.8% to returns in local currency terms, while an increase in the AUD/USD exchange rate from 0.69 to 0.75 over the year detracted -7.1%.

FY contribution to NAV total return (1 July 2020 to 30 June 2021)



While PE1 continues to rapidly deploy capital (as discussed below), it is important to note that the +26.8% local currency PE contribution was generated on an average of 50% of the PE portfolio[†] being drawn down over the financial year. In other words, if the amount invested was itself a fully invested portfolio, it would have achieved a return of approximately +53.9% in local currency terms.

Private equity's outsized contribution relative to invested amount and currency



[†] This excludes the alignment shares.

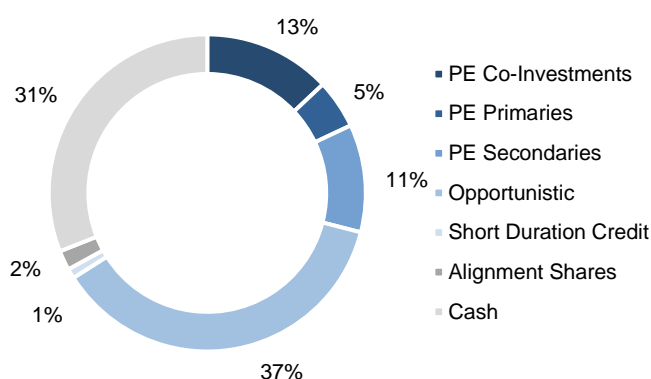
CAPITAL DEPLOYMENT

PE1 remains on track with the deployment of the remaining cash into PE investments and to deliver the long-term target portfolio within 4 years of the IPO. The portfolio ended the financial year with 67% of capital invested across private markets, up from 42% as at 1 July 2020. We have now committed A\$254 million (representing 78% of the PE portfolio) across co-investments, primary funds, opportunistic investments and secondaries, with A\$159 million or 63% of these commitments having already been funded.

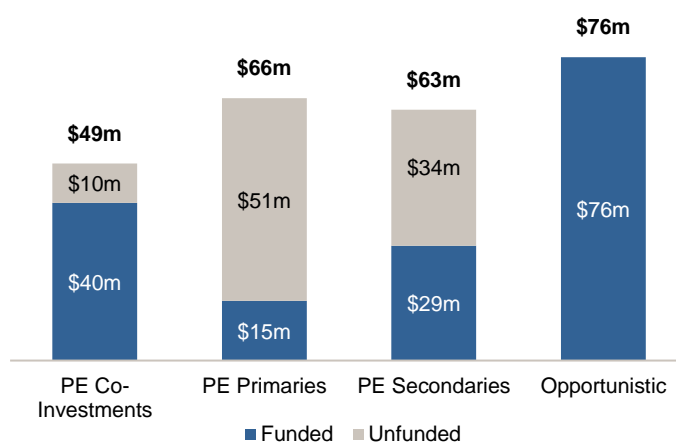
June saw much activity on this front (which is discussed in greater detail in the next section) including:

- Being in the process of making an additional commitment of US\$14 million to GCM Grosvenor Secondary Opportunities Fund III, LP (GSF III),
- The closing of two secondary transactions in Project Rambler and Project Galileo,
- MAC II executing a co-investment in Imperative Care, a medical technology business, and
- Our 11th primary fund commitment of US\$4 million in Valiant Peregrine Fund 2, L.P.

PE1 Allocations by Investment Type



Breakdown of PE Commitments (A\$)



INVESTMENT ACTIVITY – SELECTED HIGHLIGHTS⁵

SECONDARY INVESTMENTS

PE1 is in the process of making an additional commitment of US\$14.0 million to **GSF III** on 30 June, which will bring PE1's total commitments to GSF III up to US\$33.0 million.

Additionally, PE1 has now closed on Projects Rambler and Galileo, the two pending secondary transactions we highlighted in last month's update. As a reminder:

- **Project Rambler** involved the acquisition by PE1 of approximately US\$29.1 million of potential exposure to a portfolio of over 35 discrete private equity funds from 2004-2012 vintage years and approximately 100 underlying portfolio companies. This transaction was particularly attractive given the significant diversification within the portfolio, the substantial discount to NAV paid by PE1 for the portfolio (over 30% estimated discount at close), and the potential for the portfolio to generate meaningful near-term distributions for PE1, with over 60% of the underlying portfolio NAV forecast to be realised over the next 12-18 months.
- **Project Galileo** is an investment in a continuation vehicle managed by BC Partners, a leading London-based private equity firm. The vehicle will allow BC Partners to acquire and continue to manage Springer Nature, a global research and scientific publishing business. We believe the sponsor's familiarity with the asset, strong alignment, and significant remaining upside in the company make for a compelling opportunity for the PE1 portfolio. BC Partners will also seek to complete a dividend recapitalisation of the business and return a portion of invested capital prior to an eventual IPO.

OPPORTUNISTIC INVESTMENTS

MAC II recently executed a co-investment in **Imperative Care (IC)**, a medical technology business focused on innovative stroke care devices.



IC develops surgical catheters, drug-coated stents, and surgical robots, and is also seeking to enter the peripheral thrombectomy market through its Truvic subsidiary.

GCM believes stroke care is a large and underserved market in which successful innovation can generate significant benefit for patients and payors. Moreover, Truvic has a clear path to regulatory approval for two devices that we believe can disrupt the high-growth peripheral vascular market. These innovative devices offer several advantages over existing products as they allow for better manoeuvrability and more efficient treatment. Finally, IC has several paths to additional upside, whether by commercialising a robotic surgery platform for stroke care, benefiting from increasing demand for its post-stroke, at-home patient monitoring solutions, or the adoption of its antiplatelet stent to treat cerebral aneurysms.

PRIMARY FUNDS

PE1 closed on its 11th primary fund investment in June, a US\$4.0 million commitment to **Valiant Peregrine Fund 2, L.P.** Headquartered in San Francisco, California, Valiant will seek to build a concentrated portfolio of 8-12 growth equity investments in market leading companies in the technology, consumer, and services industries. The fund will target US\$250.0 million in total commitments and will focus on opportunities in North America, though the fund is expected to make investments outside of North America, including in emerging markets such as India, China, and Brazil, where the manager has previously demonstrated an expertise.

1. The NAV is unaudited.

2. Past performance is not a reliable indicator of future performance, the value of investments can go up and down. The net return has been determined with reference to the increase in the Net Asset Value per Unit, as well as of the reinvestment of a Unit's distribution back into the Trust pursuant to the Trust's distribution reinvestment plan ("DRP"). Pengana has established a DRP in respect of distributions made by the Trust. Under the DRP, Unitholders may elect to have all or part of their distribution reinvested in additional Units.

3. The NAV per unit at inception is based on the subscription price per unit which is equal to \$1.25.

4. From 1 July 2020, Pengana intends to target a cash distribution yield equal to 4% p.a. (prorated on a non-compounded basis) of the NAV (excluding the total value of the Alignment Shares but including the cash distribution amount payable) as at the end of the period that a distribution relates to. The targeted distribution is only a target and may not be achieved. Investors should read the Risks summary set out in Section 11 of the IPO PDS.

5. In reviewing the case studies / trade examples ("Examples") provided in this presentation, you should consider the following:

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Authorised by: Paula Ferrao, Company Secretary

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