

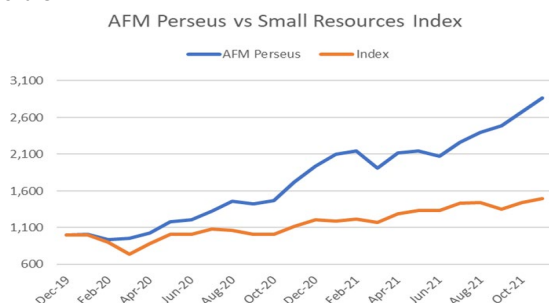
AFM Perseus Fund is a specialist high conviction investor in the small resources sector – those resources and mining services companies outside the S&P ASX 100 Index. The Fund “restarted” under a revised investment mandate on 1 January 2020.

Fund Performance

| | 1 Month | 3 Months | 6 Months | 12 Months | Restart |
|-------------------------|-------------|--------------|--------------|--------------|---------------|
| AFM Perseus | 7.3% | 19.7% | 34.0% | 66.8% | 186.9% |
| S&P ASX Small Resource: | 3.6% | 3.7% | 11.6% | 33.9% | 49.2% |
| Outperformance | 3.7% | 16.1% | 22.4% | 32.9% | 137.7% |

*In March 2021, AFM Perseus Fund completed a capital raise of \$655,634 at 20 cents / share (Feb 2021 price - 23.39 cents / share). This capital raise had a diluting impact on the share price, equating to approximately 7% of the Fund's performance.

- The AFM Perseus Fund delivered a return of 7.3% over the month, outperforming its benchmark, the S&P ASX Small Resources Index, by 3.7%. In the 23 months since the Fund's restart, the Fund has delivered a return of 187% (including the reinvestment of all dividends), outperforming its benchmark by 138%.
- The Fund's share price as at 30 November 2021 was 28.79 cents. The Fund also has \$550,242 in deferred tax losses that are available to offset against future taxable profits. This equates to an additional 6.61 cents per share.



*Illustrates the relative performance of a \$1,000 investment in AFM Perseus and S&P ASX Small Resources at the restart date of the Fund (1st January 2020). In March 2021, AFM Perseus Fund completed a capital raise of \$655,634 at 20 cents / share (Feb 2021 price - 23.39 cents / share). This capital raise had a diluting impact on the share price, equating to approximately 7% of the Fund's performance.

Market Overview

- The portfolio performed strongly in November. Performance was aided by the 96% uplift in AIC Mines following our participation in a transformational capital raise to fund the purchase and development of the Eloise Copper project in Queensland. The Fund's performance was also boosted from the 68% gain in Global Lithium, who unveiled a capital raising cornerstoned by a subsidiary of the major Chinese battery manufacturer CATL. Lithium producer Pilbara Minerals also performed strongly, posting a gain of 18%. Gold producer Capricorn Metals was well supported, rising 19% over the month. Weaker portfolio performers included Cooper Energy (-16%), Breaker Resources (-13%) and Cyprium Metals (-12%).
- At month-end, 31% of the portfolio was invested in the Energy Transition thematic, 20% in Gold, and 16% in Other Opportunities. The Fund had a cash weighting of 33%.
- The top 5 holdings represented 34% of the portfolio with the largest holdings being De Grey Mining, Centaurus Metals, AIC Mines, Mincor and Pilbara Mines. We note that Pilbara Mines has now been accepted into the ASX 100 Index and will be sold out of the AFM Perseus portfolio during December.

Key Contacts

General Contact:

Ph: +61 8 9224 6888

E: argonautfundsmanagement@argonaut.com

Fund Manager Contact:

David Franklyn

Ph: 0402 447 839

E: dfranklyn@argonaut.com

Marketing Manager / Fund Administration Contact:

Jenna Converse

Ph: 0402 447 822

E: jconverse@argonaut.com

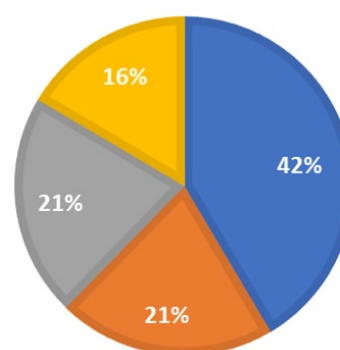
Argonaut Funds Management Pty Ltd (ACN 101 152 863), AFSL No. 224815. AFM Zeus Pty Ltd is the Investment Manager of AFM Perseus Ltd, and Corporate Authorised Representative (No. 295119) of Argonaut Funds Management Pty Ltd (ACN 101 152 863), AFSL No. 224815.

Portfolio Update

- Global equity markets weakened in November on the back of increasing concerns over inflation and the emergence of the Omicron COVID variant. The US Dow Jones fell by 3.7% and the S&P 500 Index was down 0.8%. The Australian market also had losses, with the ASX 300 Index falling 0.9%. More positively, the resource market posted gains with the 300 Resources Index up 3.8% and the Small Resources Index up 3.6%.
- The key driver of the month's relatively strong resource market was the bounce back from the beaten down iron ore miners. Fortescue was the best performing resource stock in the ASX 100, posting a gain of 22%. BHP, the fifth best resource sector performer, posted a gain of 7.6%. While the iron ore price finished down 22% for the month, it staged a solid recovery from its mid-month lows.
- Commodity markets were generally weak, with copper down 3.5%, zinc down 3.1%, gold down 0.5%, and oil down 16%. Nickel continued its rise, up 3.6%, to finish just over US\$20,000t. Against this backdrop, the gold index was up 0.4%, the metals and mining index rose 6.4% and the materials index gained 6.2%. The energy index was down 8.4%.
- The 10 Year US Treasury yield decreased 6% to 1.47% after testing highs of 1.70% mid-month. The emergence of the Omicron variant had a dampening impact on yields as concerns emerged on its potential impact on global growth.

Portfolio Holdings (by commodity)

■ Energy Transition ■ Gold ■ Other ■ Cash



Top Holdings (by company)

| Company | Commodity | % |
|----------------------|-----------|--------------|
| De Grey Mining | Gold | 9.6% |
| Mincor | Nickel | 7.1% |
| Centaurus Metals Ltd | Nickel | 7.0% |
| Cooper Energy | Energy | 6.2% |
| Mader Group | Other | 6.1% |
| Total | | 35.9% |

AFM Perseus Fund



Monthly Performance Report – November 2021

ASSET CLASS | RESOURCES SELECT

Important Disclosures

AFM Zeus Pty Ltd is the Investment Manager of AFM Perseus Ltd, and Corporate Authorised Representative (No. 295119) of Argonaut Funds Management Pty Ltd (ACN 101 152 863), AFSL No. 224815.

This Performance Report has been prepared on behalf of and issued by Argonaut Funds Management Pty Ltd (ACN 101 152 863), AFSL No. 224815

Argonaut Funds Management Pty Ltd (Argonaut), does not accept any liability for loss or damage suffered or incurred by any person however caused (including negligence) relating in any way to this Performance Report including, without limitation, the information contained in it, any errors or omissions however caused or any person placing any reliance on this presentation, its accuracy, completeness or reliability. Argonaut and its affiliates or any of its directors, agents, officers or employees do not make any representation or warranty, express or implied, as to or endorsement of, the accuracy or completeness of any information, statements, representations or forecasts contained in this Performance Report, and they do not accept any liability for any statement made in, or omitted from, this Performance Report. Argonaut accepts no obligation to correct or update the information in this Performance Report.

This Performance Report is intended to provide a summary and general overview. The Performance Report is not financial product advice, either personal or general, for the purposes of Section 766B of the Corporations Act. The Performance Report does not involve or imply a recommendation or a statement of opinion in respect of whether to buy, sell or hold a financial product. The information in this Performance Report does not take into account the objectives, financial situation or needs of any person. You should not act on or rely on the contents of this Performance Report before first obtaining professional financial advice specific to your circumstances.