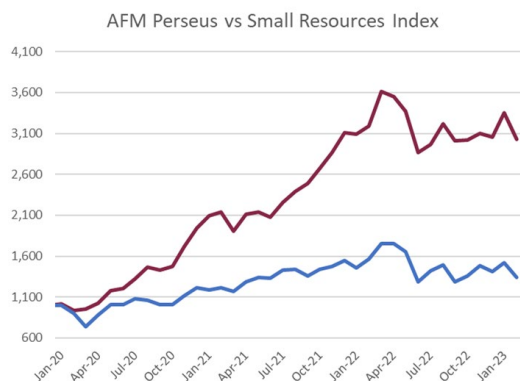


Fund Performance

	1 Month	3 Months	FYTD	12 Months	Restart
AFM Perseus	-9.7%	-2.3%	5.4%	-5.2%	202.6%
S&P ASX Small Resources	-11.4%	-9.5%	4.5%	-14.1%	34.4%
Outperformance	1.7%	7.2%	0.9%	8.9%	168.2%

*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 fell by 9.7% in February, but outperformed its benchmark, the S&P ASX Small Resources Index, which was down 11.4%.
- Since its restart (1 January 2020), the Fund has delivered a cumulative return of 203%, an outperformance of 168% to its benchmark.
- The Fund's share price as at 28 February 2023 was 26.61 cents. The Fund has \$607,166 in deferred tax losses that are available to offset against future taxable profits. This equates to an additional 7.30 cents per share.
- We are actively working toward a liquidity event for shareholders by the end of financial year 2023. Please look out for correspondence in the coming months.



*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.

AFM Perseus Top Holdings (by company)

Company	Commodity	%
NexGen	Energy	8.5%
Develop	Copper	8.4%
De Grey Mining	Gold	6.0%
Silver Lake	Gold	5.4%
Lunnon	Nickel	5.1%
Total		33.4%

Market Overview

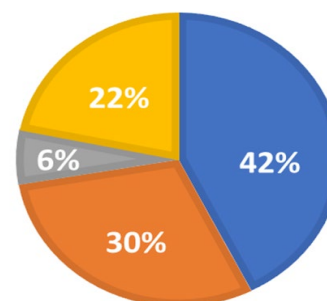
- Economic data out of the US in early February indicated that the view that inflation was under control was a tad premature. After a rampant rally in January, markets took a thumping in February on the back of an 11% increase in the US 10 Year Treasury yield, which rose to 3.93% by month end - reflecting the view that interest rates would be higher for longer. Broader indices fell, with the Dow and the S&P 500 down 4.2% and 2.6% respectively. The Australian market shared in the pain with the All Ords and ASX 300 both down by 3%.
- Resources were particularly weak, offsetting much of the January gains. The 300 Resources Index declined by 6.6% and the Small Resources fell 9.2%. The Gold Index was down 9.5%, Metals and Mining was down 7.8% and Materials fell 6.9%. Energy was a relatively good performer falling by 2.4%. Most commodities fell over the month with nickel down 18%, zinc falling 11%, gold down 5% and copper down 4%. The better performers were iron ore and oil which fell by 1.6% and 1% respectively.
- Looking forward, the market will be influenced by guidance around the Chinese growth story, as its economy emerges from lockdown, and the perceived trajectory of interest rates in the US.

Portfolio Update

- While a tough month for resources, our focus on better quality resource companies, combined with a healthy cash position, provided some protection.
- The worst performers over the month included Global Lithium (-33%), New World Resources (-23%), Silver Lake (-23%) and Westgold (-22%). Positive contributors were harder to find this month with Solgold and Lunnon both up 4%.
- As at 28 February 2023, 42% of the portfolio was invested in the Energy Transition thematic, 30% in Gold and 6% in other opportunities. The cash weighting was 22%. The top 5 positions at month end accounted for 33% of the portfolio which included NexGen, Develop, De Grey Mining, Silver Lake, and Lunnon.

AFM Perseus Portfolio Exposure (by commodity)

■ Energy Transition ■ Gold ■ Other ■ Cash



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AFM Perseus Fund



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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.

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