

# Global High Conviction Unit Class

## TAMIM Fund

At 30 June 2025



The TAMIM Global High Conviction unit class was up +1.82% for the month of June 2025. The strategy has generated a return of +16.96% over the past 12 months and 17.34% p.a. over the past 3 years.

### Now "Trust in rust"?

Despite an escalation of the Iran Israel fight via the US intercession with "Bunker Busting Bombing"; the passing of the Big Beautiful Bill (upon which the Congressional Budget Office warned of unsustainable debts); and the probable reappearance of tariffs, the equity markets rose in the second quarter. Out on its feet in April, the NASDAQ reached a new high as the market's job to cause the maximum pain to the maximum number of fund managers was expertly accomplished.

The Big Beautiful Bill (BBB) seems to be a replacement for the TCJA or Tax cuts and Jobs Act of 2017. This TCJA seemed to be having some Laffer curve benefits to the USA economy before we got another triple B in the form of serious pork barrelling or Build Back Better by the Democrats which didn't do much more than showcase the inefficiency of government spending in growing per capita GDP. What we need now everywhere is less government and more private sector. What also interests us is the current reappraisal of the benefits of big government as evidenced by the re-examination of Roosevelt's New Deal and its impact on the dynamism of the US economy.....see books by Burton Folsom Jr.

Hopefully, the effect of the BBB and targeted tariffs will induce the private sector to invest capital while government overspending is reduced. Then the economy will grow faster than the debt incurred, and the numerator denominator will work to reduce debt to GDP. Then we can breathe as we work out a way to reduce the various egregious inequalities that have arisen from the adoption of 'Keynesian Kommunism'. (1. Public spending is as beneficial to wealth creation as private 2. All tax increases increase revenue 3. All income in an economy potentially belongs to the government).

We view the USA as first off the block, and even here the price of gold and crypto is telling us that the jury is undecided on whether we can turn this around without again resorting to printing money to provide 'growth'. Europe is struggling even to accept it has a problem with debts and its growth trajectory. NATO appears to have strong armed semi-bankrupt European governments into spending 5% of GDP on defence whereupon the definition of defence spending was enlarged to include windmills and other aspects of 'soft' defence!

It may not matter; the source of the money for essentially re-industrialisation is going to be attempted, which will benefit stocks that "make stuff." Hence the title. We therefore still think that Industrial stocks are in a sweet spot. We think any investment pick up is likely to benefit companies

operating in the infrastructure spaces of power, including nuclear, where we have been adding to Japanese nuclear power companies at half-stated book value, storage and management of information, logistics, and transport. We also anticipate that this paradigm shift will cause large reappraisals of asset values and profitability. Some companies are already blaming tariffs for pulling or cutting earnings guidance, such as Centene and Nike—neither owned. The cross-sectional volatility of the market is likely to rise, which will have some interesting effects on active management and the benefits of growth versus value.

Holdings in Sumitomo Electric, Hitachi, Quanta, Emcor, Emerson, Sterling Infrastructure, and Heidelberg Materials (again) rose very strongly in the quarter. There's much more to come.

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### Portfolio Highlights:

#### Bumble Inc. (NASDAQ: BMBL)

Bumble represents a relatively rare foray into consumer-facing tech for us, given its exposure to trend-driven sentiment and its classification as an "Interactive Media and Services" company. Nevertheless, we identified a compelling turnaround opportunity driven by internal change, not just narrative. Despite the broader rally in consumer tech, Bumble's share price lagged significantly year-to-date due to user attrition and concerns over competition. However, a recent strategic pivot caught our attention: over 200 employees have been laid off or reassigned, cutting approximately \$40 million in annual overhead. Given Bumble's EBITDA guidance of ~\$90 million, these savings are material. Combined with an upward revision in revenue guidance, the signals point to a well-timed inflection in profitability. Although not yet profitable on the bottom line, it trades at under 1x EV/revenue and roughly 8x EV/EBITDA, which we find attractive for a business with embedded user base scale and improving cost control. In essence, it's an unloved stock with structural tailwinds as dating and friendship platforms evolve. A small but deliberate position.



#### CK Hutchison Holdings Ltd. (HKEX: 1)

CK Hutchison continues to be a compelling example of why we favour listed infrastructure over unlisted. The conglomerate operates in ports, infrastructure, telecoms, and retail, with 53 ports across 24 countries. After selling on news that China blocked BlackRock's bid for a stake in the Panama Canal—a key event that led us to reduce exposure—we have since reinitiated our position. At around 10x P/E, Hutchison is attractively priced. Moreover, signs of a thaw in US-China tensions, evidenced by the latest Nvidia chip announcements and China's suggestion that COSCO be included in the Panama Canal consortium, support our MAD 2 (Mutually Assured Dependency) thesis. Hutchison stands to benefit. Its potential \$19 billion windfall from the canal deal (versus its ~\$23 billion EV) effectively renders much of the rest of its business a free option. Our ability to pivot in and out of this position, based on events, underscores the flexibility that listed infrastructure provides, a critical advantage in a rapidly changing geopolitical environment.



#### Santen Pharmaceutical Co., Ltd. (TSE: 4536)

In a sector fraught with legislative, tax, and regulatory headwinds in the US, we've turned to Japan to maintain exposure to pharmaceuticals. Santen Pharma specialises in ophthalmology—a niche but growing global market projected to expand from \$31 billion to \$50 billion over the next seven years. The demographic tailwinds of ageing populations, especially across Asia, and rising incidence of diabetes and poor ocular health make this a secular growth story. Santen's 70+ product portfolio includes treatments for glaucoma, dry eye, allergic conjunctivitis, and myopia, with multiple drugs in late-stage clinical trials. R&D spend remains robust at over 10% of revenue, reflecting strong internal innovation capacity. With a presence in 60 countries and 50 million users globally, Santen offers both geographical and therapeutic diversification. Its competitors include Novartis and Bausch + Lomb, but Santen's Asian roots and innovation pipeline position it well to benefit from regional growth without the political risks embedded in the US pharma space.



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## Overview

The TAMIM Global High Conviction strategy is a portfolio of global equities from major developed global exchanges. The portfolio holds approximately 60 of the best ideas from around the globe. The portfolio uses a systematic and consistent approach to stock selection and portfolio construction to deliver strong risk adjusted returns to our clients while focusing on attempting to preserve their wealth.

## Key Facts

<b>Investment Structure:</b>	Unlisted Unit Trust
<b>Minimum investment:</b>	A\$100,000
<b>Management fee:</b>	1.00% p.a.
<b>Admin &amp; expense recovery fee:</b>	Up to 0.35%
<b>Performance fee:</b>	20% of performance in excess of hurdle
<b>Exit fee:</b>	Nil
<b>Single security limit:</b>	+/- 5% relative to Investable Universe
<b>Country/Sector limit:</b>	+/- 10% relative to Investable Universe
<b>Target number of holdings:</b>	80-110
<b>Portfolio turnover:</b>	Typically < 25% p.a.
<b>Cash level (typical):</b>	0-100% (0-10%)
<b>APIR code:</b>	CTS5590AU

## NAV

	Buy Price	Mid Price	Redemption Price
<b>AU\$</b>	\$1.6102	\$1.6142	\$1.6183

## Portfolio Performance

Inception: 15/07/2011	1 month	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)	Since inception (total)
<b>Global High Conviction</b>	1.82%	16.96%	17.34%	14.14%	13.81%	505.12%
<b>Cash</b>	0.32%	4.27%	3.83%	2.35%	2.25%	36.32%

Strategy inception: 15/07/2011 | TAMIM Fund: Global High Conviction unit class inception: 31 December 2019

Returns prior to 31 December 2019 reflect the Individually Managed Account (IMA) underlying portfolio returns. IMA returns reflect a higher fee structure. Individually Managed Account (IMA) returns will, by their nature, vary from the underlying portfolio and TAMIM Fund portfolio. Should you wish to see your individual return, please log in to your account online. Returns are quoted net of fees and assume dividends/distributions are reinvested. Past performance is no guarantee of future performance. The information provided should not be considered financial or investment advice and is general information intended only for wholesale clients (as defined in the Corporations Act). The information presented does not take into account the investment objectives, financial situation and advisory needs of any particular person nor does the information provided constitute investment advice. Under no circumstances should investments be based solely on the information herein. You should seek personal financial advice before making any financial or investment decisions. The value of an investment may rise or fall with the changes in the market. Past performance is no guarantee of future returns. Investment returns are not guaranteed as all investments carry risk. This statement relates to any claims made regarding past performance of any Tamim (or associated companies) products. Tamim does not guarantee the accuracy of any information in this document, including information provided by third parties. Information can change without notice and Tamim will endeavour to update this document as soon as practicable after changes. Tamim Funds Management Pty Limited and CTSP Funds Management Pty Ltd trading as Tamim Asset Management and its related entities do not accept responsibility for any inaccuracy or any actions taken in reliance upon this advice. All information provided in this document is correct at the time of writing and is subject to change due to changes in legislation. Please contact Tamim if you wish to confirm the currency of any information in the document. Returns shown for longer than 1 year (other than Inception) are annualised. All returns shown are AUD denominated.

## Selection of 5 Holdings

Stock	Country
Canon	JP
Schlumberger	USA
Corning	USA
Cummins	USA
Ebara	JP

## Portfolio Profile

<b>Equities</b>	97.06%
<b>Cash</b>	2.94%

