

PURE Resources Fund

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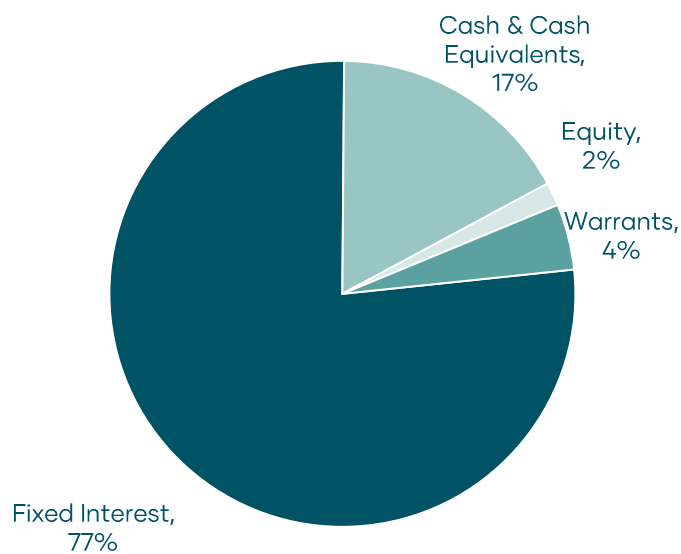


Foundation Class Portfolio Returns (After Fees)

	1 month %	3 Months %	6 Months %	1 Year %	3 Years % p.a.	Since inception* % p.a.
PURE Resources Fund	+0.9%	+2.2%	+3.3%	+12.2%	+10.1%	+9.2%
Standard Deviation (Annualised %)				4.3%	5.7%	5.5%

* Fund inception 30 April 2021

Asset Allocation



Fund Overview

Fund Size	\$77.1m
Foundation Class Unit Price	\$1.1752
Number of Investments	7
Average Loan Size	\$8.3m
Weighted Average Interest Rate	11.8%
Arrangement Fees Paid to Investors	\$2.1m
Trailing Fund Yield (12m)	6.2%

Monthly Commentary

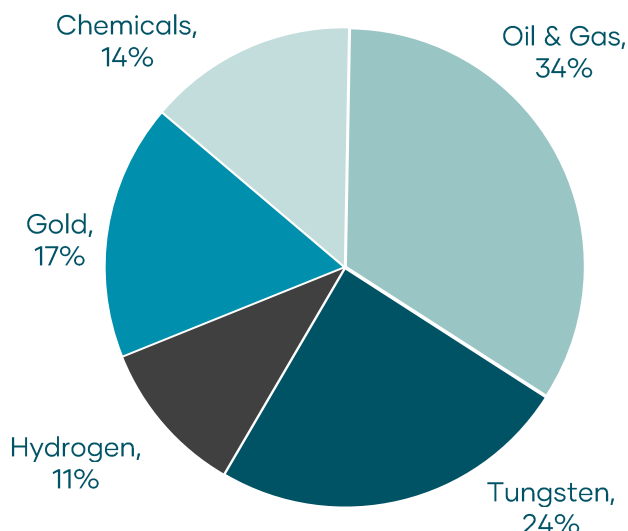
The Fund continued to deliver positive returns in October, rising +0.9%, and lifting the annual return to +12.2%, driven by the combination of consistent bond income and warrant performance. Pleasingly our lead over the Small Cap Resources Accumulation Index, is now +26.3% since inception.

Since the end of October, commodity markets have been hit hard, with rapid declines in major commodity prices, including gold, iron ore and copper. Globally, signs of economic weakness persist, with little clarity for Government's and investors alike. Once again, this most recent Resources rally was cut short...an all too familiar theme over the past two years.

Nonetheless, as we begin to look forward to what is in store for the coming year, individual portfolio catalysts remain and are increasing in certainty. Commodity markets, although choppy, look like they are at an inflection point, and we feel momentum is pointing to a stronger 2025.

Looking ahead, we will move to quarterly distributions in the Fund from January 2025. We continue to aim to deliver consistent, risk adjusted returns, as we have done since we launched the Fund in April 2021.

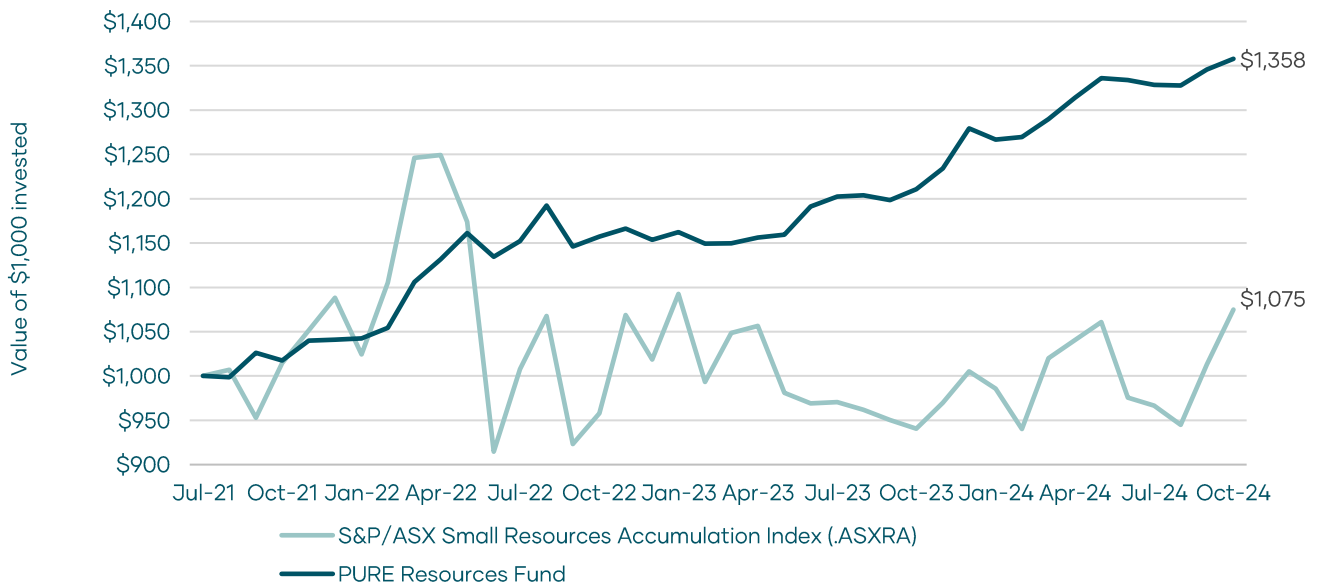
Loan Sector Allocation



Monthly performance

Following this month's performance, the Fund is up 36.0% since our first investment was made, versus the Index which is up 7.5% over the same period. What continues to stand out is the lower volatility versus the market, running at less than 1/4 over a 3-year timeframe. The Small Cap Resources Accumulation index rose +6.1% in October, but just +9.1% year to date.

Monthly performance vs Small Resources Accumulation Index



Portfolio update

Below we breakdown the composition of the returns over the last month, between debt, equity and warrants. Equity and warrant positions benefited from improving market sentiment through the month, and that's reflected in the performance.

Composition of monthly return

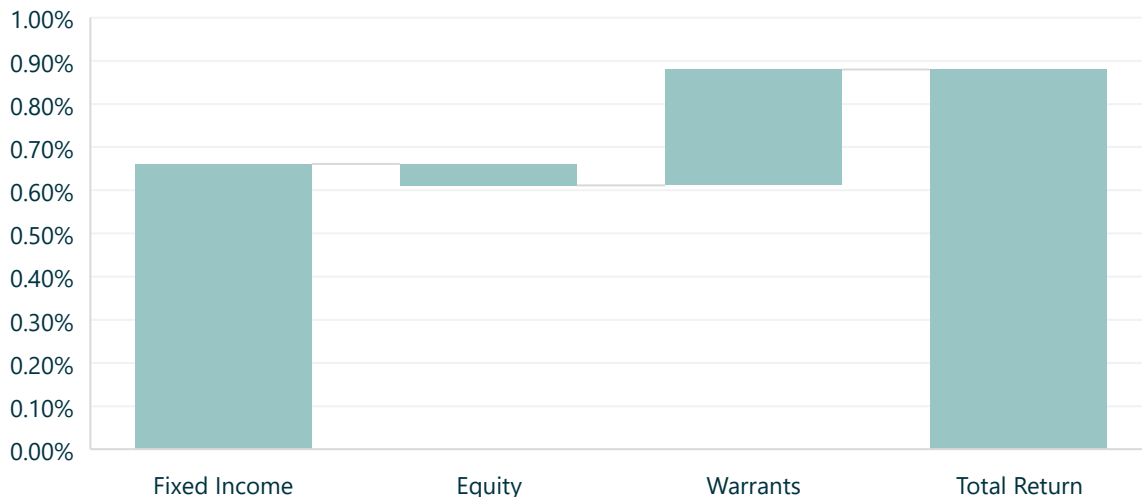


Chart of the Month

Are we going to use thermal coal for a lot longer than we thought? If electricity demand continues to grow, then that's a definite yes.

Turning to the flavour of the month in Australian equities... datacentres. These operations are massive power users globally and Australia (see chart below, Australia is pushing ahead at pace). Just one large datacentre can consume the same energy required to power 50,000 homes.

Morgan Stanley estimates that datacentres are currently utilising 5% (1,050 MW) of Australia's electricity power grid and that is expected to grow to 8% (2,500 MW) by 2030. In their more bullish assessment, however, driven by the incredible energy intensity of artificial intelligence datacentres, they estimate that the industry could require up to 15% of grid electricity. The question is, how is Australia and the world going to power this data revolution?

Last month, the International Energy Agency published its annual World Energy Outlook, a comprehensive review of electricity demand and supply out to 2050. The notable takeaway: "The outlook for coal has been revised upwards particularly for the coming decade, principally as a result of updated electricity demand projections".

It wasn't a small revision: coal consumption in 2030 is now estimated 6% higher than only a year ago. That may sound small, but it amounts to adding the equivalent consumption of Japan, the world's fourth-largest consumer of thermal coal. The IEA now believes thermal coal consumption will remain higher in 2030 than it was back in 2010, following rises of 1% in 2024 and 1.9% in 2023.

Wind and solar continue to expand faster than many thought, including the IEA. As a result, they are increasingly growing their market share. "In energy history, we've witnessed the Age of Coal and the Age of Oil," IEA Executive Director Fatih Birol said. "We're now moving at speed into the Age of Electricity." However, Thermal Coal is still needed because power use is accelerating faster renewable sources can provide. It's also cheap, and reliable, which is fundamental to the datacentre business model.

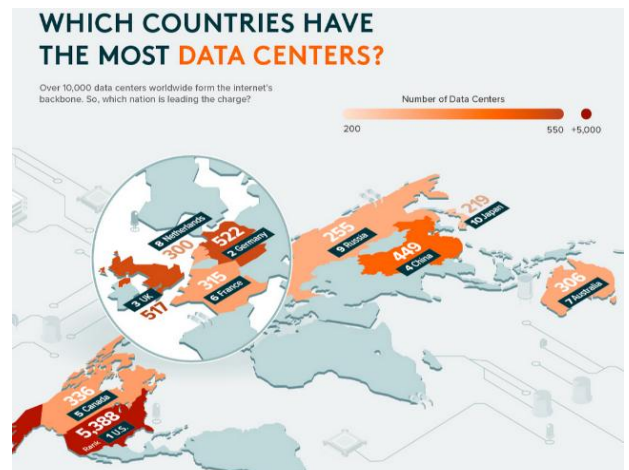
One notable statistic: According to the IEA, two-thirds of the total increase in energy demand in 2023 was met by fossil fuels.

Thank you

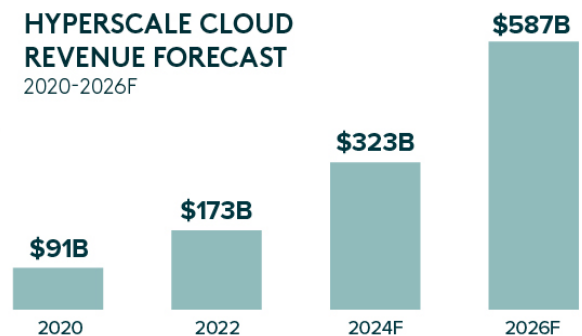
Nick, Mike, Tim, Dan, Jonathan and Sibghat.



Global Datacentre Rollout Highlights Energy Generation Challenges



HYPERSCALE CLOUD REVENUE FORECAST 2020-2026F



Source: Structure Research via Cushman Wakefield, January 2023

PURE online application form



Monthly Returns – After Fees

PURE Resources Fund – Foundation Class													
Year	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Fin YTD
FY21											0.0%	0.0%	0.0%
FY22	0.2%	-0.1%	2.8%	-0.8%	2.2%	0.1%	0.1%	1.1%	4.9%	2.3%	2.6%	-2.3%	13.7%
FY23	1.6%	3.5%	-3.9%	1.0%	0.8%	-1.1%	0.8%	-1.1%	0.0%	0.6%	0.3%	2.7%	5.0%
FY24	1.0%	0.1%	-0.5%	1.0%	1.9%	3.7%	-1.0%	0.2%	1.6%	1.9%	1.7%	-0.1%	12.0%
FY25	-0.4%	-0.1%	1.4%	0.9%									1.8%

PURE Resources Fund – Platform Class (APIR: PUA1097AU)													
Year	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Fin YTD
FY22		-0.1%	2.7%	-0.8%	2.2%	0.1%	0.2%	1.1%	4.9%	2.3%	2.6%	-2.3%	13.4%
FY23	1.6%	3.5%	-3.9%	1.0%	0.8%	-1.1%	0.8%	-1.1%	0.0%	0.6%	0.3%	2.8%	4.9%
FY24	1.0%	0.1%	-0.5%	1.0%	1.9%	3.7%	-1.0%	0.2%	1.6%	1.9%	1.7%	-0.1%	12.0%
FY25	-0.4%	-0.1%	1.4%	0.9%									1.8%

Unit Price Data Download

Please click on the link below to download the updated unit price data for each unit class.

[PURE Resources Fund – unit price data to 31 October 2024](#)

Distribution Re-Investment

If you are interested in electing to have DRP for your portfolio, please [click here](#)

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