

PERPETUAL CREDIT INCOME TRUST

ASX: PCI

Investment update

May 2025

Investment objective

To provide investors with monthly income by investing in a diversified pool of credit and fixed income assets.

Portfolio snapshot

| As at 31 May 2025 | Amount |
|---------------------------|---------|
| ASX unit price | \$1.160 |
| NTA per unit ¹ | \$1.095 |

¹ Daily Net Tangible Asset (NTA) is available at

www.perpetualincome.com.au

All figures are in Australian dollars (AUD), unless otherwise stated. All figures are unaudited and approximate. Past performance is not indicative of future performance. NTA figures are calculated as at the end of day on the last business day of the month.

Key information

As at 31 May 2025

| | |
|------------------------|-----------------------------------------|
| ASX code: | PCI |
| Structure: | Listed Investment Trust |
| Listing date: | 14 May 2019 |
| Market capitalisation: | \$564 million |
| Units on issue: | 486,563,231 |
| Distributions: | Monthly |
| Management costs: | 0.88% p.a. ² |
| Manager | Perpetual Investment Management Limited |
| Responsible Entity: | Perpetual Trust Services Limited |

Investment performance ³

² Estimate inclusive of net effect of GST.

| As at 31 May 2025 | 1 mth | 3 mths | 6 mths | 1 yr | 3 yrs p.a. | 5 yrs p.a. | Since incep. p.a. |
|--------------------------------|-------|--------|--------|------|------------|------------|-------------------|
| PCI Investment Portfolio (net) | 1.0% | 1.5% | 3.4% | 7.3% | 7.7% | 6.8% | 5.4% |
| Target Return ⁴ | 0.6% | 1.9% | 3.8% | 7.8% | 7.2% | 5.7% | 5.4% |
| Distribution Return | 0.6% | 1.9% | 3.8% | 8.3% | 7.5% | 6.0% | 5.5% |
| RBA Cash Rate | 0.3% | 1.0% | 2.1% | 4.4% | 3.8% | 2.3% | 2.0% |

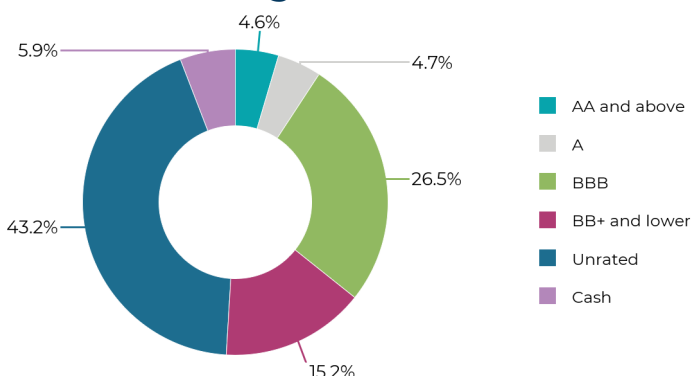
³ Investment returns have been calculated on the growth of Net Tangible Assets (NTA) after taking into account all operating expenses (including management costs) and assuming reinvestment of distributions on the ex-date. Distribution return has been calculated based on the PCI investment portfolio return less the growth of NTA. Past performance is not indicative of future performance. Since inception return is from allotment on 8 May 2019. The comparison to the RBA Cash Rate is not intended to compare an investment in PCI to a cash holding. The PCI investment portfolio is of higher risk than an investment in cash.

⁴ Target Return is RBA Cash Rate + 3.25% p.a. (net of fees) through the economic cycle. This is a target only and may not be achieved.

Portfolio summary

| As at 31 May 2025 | Amount |
|---------------------------------|-----------|
| Number of holdings | 152 |
| Number of issuers | 90 |
| Running yield | 7.3% |
| Portfolio weighted average life | 2.9 years |
| Interest rate duration | 16 days |

Ratings breakdown



Source: Standard & Poor's and Perpetual Asset Management Australia. Data is as at 31 May 2025. All figures are unaudited and approximate.

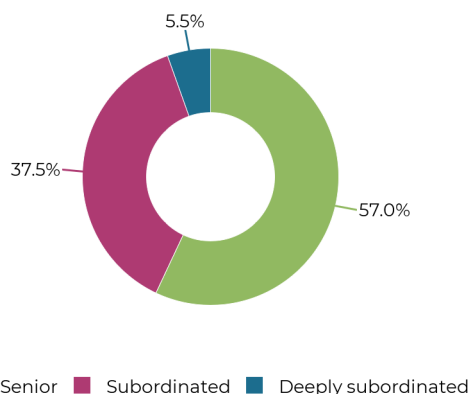
Distributions CPU ⁵

The table below shows the distribution in cents per unit for each distribution period in the respective financial year.

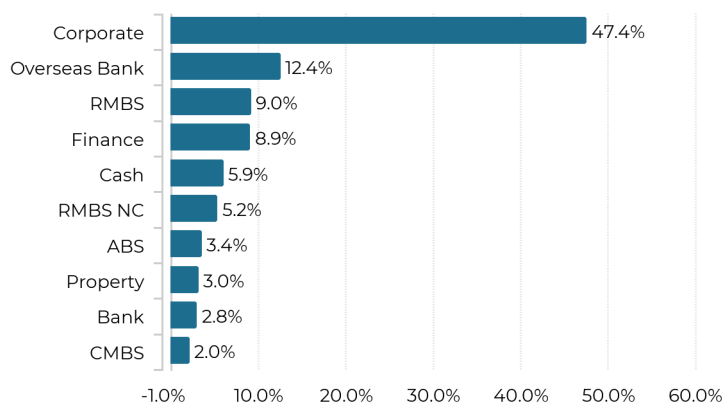
| As at 31 May 2025 | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | FYTD |
|----------------------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| FY2024 | 0.67 | 0.68 | 0.67 | 0.68 | 0.68 | 0.68 | 0.68 | 0.64 | 0.69 | 0.67 | 0.73 | 1.41 | 8.87 |
| FY2025 | 0.68 | 0.69 | 0.69 | 0.68 | 0.69 | 0.69 | 0.69 | 0.66 | 0.69 | 0.68 | 0.68 | - | 7.51 |

⁵ Distributions are stated as cents per unit and have been rounded to two decimal places. Detailed distribution announcements are available on the [PCI website](#) and are stated in Australian dollars rather than cents per unit. Past performance is not indicative of future performance.

Seniority breakdown [^]



Sector allocation [^]



[^] Source: Bloomberg and Perpetual Asset Management Australia. Data is as at 31 May 2025. All figures are unaudited and approximate. Allocations may not sum to 100% due to rounding.

Portfolio Update

Financial markets continued to recover from elevated April volatility with equities and credit rallying in May as concerns around US trade policy eased. Tailwinds included the US and China's agreement to pause reciprocal tariffs for 90 days, robust first quarter corporate earnings and the Trump administration's expansionary budget bill passing the House of Representatives. While equities and credit stabilised, sovereign bond yields rose reflecting fiscal concerns in the US.

Domestic credit spreads rallied strongly in May, following widening in March and April. The iTraxx Australia 5-year CDS spread ended the month tighter, rallying 16bps to 76bps. Credit spreads were supported by easing concerns around global trade alongside monetary policy tailwinds. Banks – led by regional and offshore names – performed well with higher beta subordinated and hybrid issues rallying back strongly. The Trust's allocation to offshore banks contributed to performance alongside non-financial corporates.

The Trust's continues to collect a healthy premium above the RBA cash rate, predominantly attributable to non-financial corporates – including private loans – and securitised sectors. At month end, the Trust's running yield was 7.3%. The RBA reduced the target cash rate 25bps to 3.85% in mid-May, the second of this easing cycle. Commentary was increasingly doveish with discussion of a 50bps cut being well received by financial markets, contributing to the rally in longer duration sectors including technology. Governor Bullock confirmed that "The Board considered a severe downside scenario and noted that monetary policy is well placed to respond decisively to international developments."

The Manager was active in primary and secondary markets during the month. Sector allocations were actively managed with the Trust trimming exposure to domestic banks while adding non-financial corporates. The Trust took part in a new fixed rate senior bond from Worley Financial services which priced after being delayed in April and performed well in secondary, contributing to performance. Elsewhere, the Manager elected to take part in new deals from Macquarie Bank, Westpac and Contact Energy.

Our proprietary credit outlook score improved slightly during May, although it remained negative. While technical indicators have normalised somewhat, growth and valuation indicators are weighing on the outlook. The Trust remains defensively positioned while retaining the capacity to take advantage of relative value opportunities as they arise.

Investment objective

To provide investors with monthly income by investing in a diversified pool of credit and fixed income assets.

Target return

To target a total return of RBA Cash Rate plus 3.25% p.a. (net of fees) through the economic cycle. This is a target only and may not be achieved.

Investment strategy

The Perpetual Credit Income Trust invests in a diversified and actively managed portfolio of credit and fixed income assets.

The Trust will typically hold 50 to 100 assets.

| | |
|------------|-----------------------------------------------------------------------------------|
| 30% - 100% | Investment grade assets |
| 0% - 70% | Unrated or sub-investment grade assets |
| 70% - 100% | Assets denominated in AUD |
| 0% - 30% | Assets denominated in foreign currencies (which are typically hedged back to AUD) |
| 0% - 70% | Perpetual Loan Fund |
| < 5% | Perpetual Securitised Credit Fund |

The Trust will diversify exposure and will have maximum exposure limits to issuers.

Typical investments will include corporate bonds, floating rate notes, securitised assets and private debt (for example, corporate loans).

About the manager

The Trust's investment portfolio is managed by Perpetual Investment Management Limited, part of the Perpetual Group, who believes the key to investing in credit and fixed income assets is constructing a well diversified portfolio of quality assets. Its experienced and highly regarded investment team actively manages investments based on fundamental research and analysis of quality, value and risk.

Portfolio managers



Michael Korber
Managing Director, Credit & Fixed Income

Portfolio manager:
Perpetual Credit Income Trust
Perpetual Pure Credit Alpha

Michael has over 41 years' experience, having been involved in credit markets since their development in Australia during the 1990's. Unlike many other fixed income portfolio managers in this market, Michael has a background in lending and banking, understanding credit risk in a fundamental way.



Michael Murphy
Senior High Yield Analyst

Portfolio manager:
Perpetual Loan Fund

Michael is an experienced credit markets specialist, having previously worked in high yield, private debt and leverage finance roles. As portfolio manager of the Perpetual Loan Fund, Michael has a focus on sourcing and assessing higher yielding income opportunities.

This monthly report has been prepared by Perpetual Investment Management Limited ABN 18 000 866 535, AFSL 234426 (PIML). It is authorised for release by Perpetual Trust Services Limited ABN 48 000 142 049, AFSL 236648 (PTSL). PTSL is the responsible entity and issuer of the units in Perpetual Credit Income Trust ARSN 626 053 496 (Trust). PTSL has appointed PIML to act as the manager of the Trust. This monthly report is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Past performance is not indicative of future performance. This information is believed to be accurate at the time of compilation and is provided in good faith. This report may contain information contributed by third parties. PIML and PTSL do not warrant the accuracy or completeness of any information contributed by a third party. Any views expressed in this monthly report are opinions of the author at the time of writing and do not constitute a recommendation to act.

Before making any investment decisions you should consider the Product Disclosure Statement (PDS) for the Trust issued by PTSL and the Trust's other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange (ASX), which are available at www.perpetualincome.com.au or can be obtained by calling 1300 778 468 (within Australia) or +61(2) 9299 9621 (from overseas).

No company in the Perpetual Group (Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries) guarantees the performance of the Trust or the return of an investor's capital. This information does not constitute an offer, invitation, solicitation or recommendation with respect to the purchase or sale of the Trust's units.

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