

EVOLUTION OF INVESTMENT FRAMEWORK

14 October 2026: Pengana Investment Management Limited, as responsible entity of Pengana Private Equity Trust (ASX: PE1 or the "Trust"), is pleased to provide an update on PE1's investment framework.

Listed on the ASX in 2019, PE1 provides investors with access to an institutional quality, global private equity portfolio.

Since listing, the private equity landscape has evolved. Co-investments have become a larger component of institutional private equity portfolios, the single asset secondary market has significantly expanded in scale and breadth, and the range of structures through which investors can access private companies has broadened.

Against this backdrop and taking into account the significant diversification PE1 has achieved through its investment activity to date, we have updated PE1's investment framework to better position the Trust to continue to achieve its primary objectives now that it has a well-seasoned private equity portfolio. The changes include:

- Updating the wording of PE1's investment objective so that it more clearly identifies private equity as the Trust's principal investment focus and articulates a long-term Net Asset Value ("NAV") return target; and
- Updating the portfolio allocation framework to better reflect the appropriate investment mix for a fully invested portfolio at this stage of its lifecycle.

Please note, these changes do not impact the Trust's: permitted investments, geographic investment guidelines, borrowing policy, minimum 70% aggregate allocation to private equity, or maximum 20% commitment to any single underlying fund.

The updated framework changes how PE1 describes and categorises its investments, not the scope of investments it may make.

Investment Objective

PE1's IPO Product Disclosure Statement described the Trust's investment objective as seeking to generate, over an investment horizon of at least 10 years, attractive returns and capital growth through a selective and diversified approach to private markets investments, including private equity, private credit and other opportunistic investments.

We have updated the investment objective to more clearly reflect PE1's principal focus on private equity and to introduce an explicit long-term return target:

The Trust will target a NAV return of 10-14% per annum after all fees and costs over an investment horizon of at least 10 years (primarily through capital growth), using a selective and diversified investment approach focused on private equity, complemented by a smaller allocation to private credit where appropriate.

Private equity investments are generally assessed over their full investment term, and returns can vary materially from period to period. The 10-14% return target is intended to be assessed over the long term, on a through-the-cycle basis, and is not a forecast or guarantee. Actual returns will depend on factors including market conditions, the timing of investments and realisations, and the performance of underlying portfolio companies.

These changes do not alter the types of investments PE1 may make or the Trust's existing investment guidelines.

Portfolio Allocation Framework

When PE1 was established in 2019, the allocation ranges for its long-term target portfolio were:

Existing allocation category	Existing range
Private equity primary funds	15-30%
Private equity co-investments	15-30%
Private equity secondaries	15-30%
Opportunistic investments	10-25%
Private credit	5-15%
Cash	2-10%

These categories reflected the private equity market and the principal methods by which PE1 was expected to access private market investments in a highly diversified way when the Trust was established.

However, this allocation framework does not provide a single, coherent basis for describing how a broadly diversified portfolio is allocated, as methods of accessing investments are combined with broader investment approaches. More importantly, it does not fully capture the underlying economic exposures that ultimately determine the composition of the portfolio.

A Clearer and More Contemporary Classification Framework

When PE1 was established, its IPO documentation outlined a three-to-four-year portfolio development period during which GCM Grosvenor would build a highly diversified global private markets portfolio designed to support the Trust's income and capital growth objectives.

The investment strategy was designed to provide significant diversification across managers, strategies, sectors, geographies and vintages, while providing flexibility in how those exposures were implemented through primary funds, secondary investments, co-investments and direct investments.

PE1 has now progressed well beyond its initial portfolio development phase and holds interests in more than 600 underlying companies. That said, the top 150 companies (in terms of portfolio weight) currently represent nearly 90% of the investment portfolio and the portfolio is generating the regular cash flows that secondaries were employed to provide during the early years of the portfolio's life. For the foreseeable future we therefore intend to access private equity primarily either directly, or through co-investments. This approach will retain broad diversification while providing greater fee efficiency and allowing for more targeted alpha generation.

We will continue to invest opportunistically in primary funds and secondary transactions where the prospective return profile is compelling, while maintaining the complementary allocation to private credit that has always formed part of PE1's strategy.

This is consistent with the way PE1's portfolio is presented in our monthly reporting:

- Interests in private equity funds acquired through both primary and secondary transactions will be classified as "Equity Funds".
- Private equity investments made through co-investment or direct investment structures will be classified as "Equity Co-Investments & Direct Investments";
- Investments previously classified as "Opportunistic Investments" will be classified according to their underlying economic exposure; and
- Private credit and cash will continue to be separately identified.

This categorisation provides a clearer and more contemporary basis for PE1's allocation guidelines while allowing GCM Grosvenor appropriate flexibility to determine the optimal mix of primary funds, secondary investments, co-investments and direct investments according to the opportunities available.

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Authorised by: Paula Ferrao, Company Secretary