PERPETUAL CREDIT INCOME TRUST

ASX: PCI

Investment update

October 2026

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 October 2026	Amount
ASX unit price	$1.075
NTA per unit [1]	$1.092

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 October 2026

ASX code:	PCI
Structure:	Listed Investment Trust
Listing date:	14 May 2019
Market capitalisation:	$787 million
Units on issue:	731,701,391
Distributions:	Monthly
Management costs:	0.88% p.a. [2]
Manager	Perpetual Investment Management Limited
Responsible Entity:	Perpetual Trust Services Limited

2 Estimate inclusive of net effect of GST.

Investment performance [3]

As at 31 October 2026	1 mth	3 mths	6 mths	1 yr	3 yrs p.a.	5 yrs p.a.	Since incep. p.a.
PCI Investment Portfolio (net)	0.4%	1.5%	3.6%	6.8%	7.9%	6.7%	5.8%
Target Return [4]	0.7%	2.0%	3.9%	7.6%	7.7%	6.9%	5.8%
Distribution Return	0.6%	1.7%	3.9%	7.3%	7.8%	7.1%	5.9%
RBA Cash Rate	0.4%	1.1%	2.2%	4.2%	4.2%	3.4%	2.4%

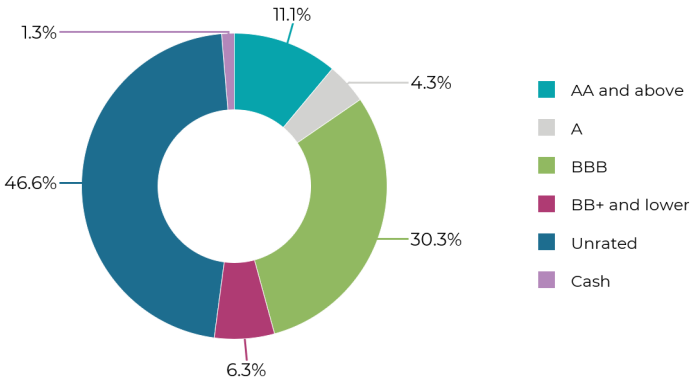
3 Investment returns have been calculated on the growth of Net Tangible Assets (NTA) after taking into account all operating expenses (including management costs) and assuming reinvestment of distributions on the ex-date. Distribution return has been calculated based on the PCI investment portfolio return 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 October 2026	Amount
Number of holdings	218
Number of issuers	122
Running yield	8.0%
Portfolio weighted average life	3.8 years
Interest rate duration	17 days

Ratings breakdown



Source: Standard & Poor's and Perpetual Asset Management Australia. Data is as at 31 October 2026. All figures are unaudited and approximate.

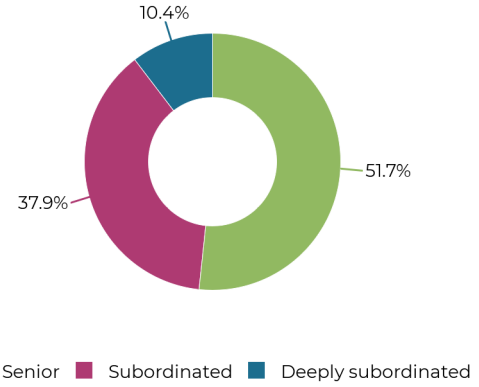
Distributions CPU [5]

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

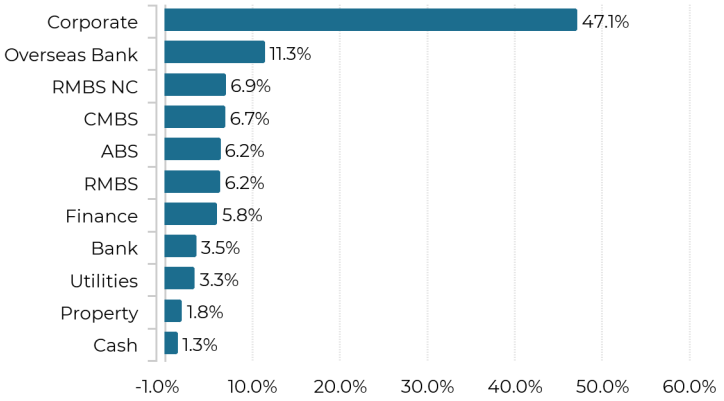
As at 31 October 2026	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FYTD
FY2026	0.68	0.66	0.64	0.62	0.60	0.60	0.60	0.60	0.60	0.60	0.60	1.15	7.93
FY2027	0.62	0.62	0.60	0.62	-	-	-	-	-	-	-	-	2.46

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 October 2026. All figures are unaudited and approximate. Allocations may not sum to 100% due to rounding.

Portfolio Update

Credit and equity markets weakened in October as investors reassessed the sustainability of debt-funded AI investment and higher sovereign yields reduced risk appetite. Technology and AI-exposed issuers came under pressure as investors focused more closely on the prospective returns from elevated capital expenditure, while fiscal concerns continued to weigh on parts of Europe, particularly France. Government bond yields rallied from early-month highs as risk sentiment softened.

The RBA did not meet in October, but inflation data and official commentary reinforced the risk of further tightening with a hike eventually delivered in early November. CPI rose 4.3% over the 12 months to September, while trimmed mean inflation increased to 3.6%, confirming that price pressures remained broad-based. The Trust's floating rate structure minimises the impact of interest rate volatility while rising base rates support the income distributable to unitholders as coupons are reset at higher rates. At month-end, the Trust portfolio's running yield was 8.0%.
Credit spreads widened in October, led by hybrid and subordinated securities and issuers exposed to AI infrastructure financing. The Trust's key detractors were telecommunications and data centre hybrids, including Verizon and CDC Data Centres, and French bank exposures, which widened as fiscal and political uncertainty in France persisted.

Primary markets became more subdued in October ahead of the major-bank reporting season, although securitisation volumes continued to track toward a record year. Sector allocations were broadly maintained, and the Manager was selective in adding new issues to the portfolio. The Manager repositioned its exposure to a domestic bank's subordinated debt across tenors and currencies, while adding to various ABS tranches.

Perpetual's proprietary credit outlook score deteriorated through October and remains in negative territory, reflecting softer market demand, weaker technical indicators and higher oil prices. Secondary market liquidity became patchier late in the month, with wider bid-offer spreads, particularly in higher-beta securities and RMBS.

The Trust maintains a liquid core sleeve of investment grade securities and cash, which accounted for 47.1% of the portfolio NAV at month end. The liquid core component strengthens the Trust portfolio's liquidity profile and gives the Manager optionality to opportunistically take risk where it is best rewarded.

The higher yielding component remains focused on private loans alongside pre-securitisation RMBS warehouses, subordinated tranches of securitised issues and high yield bonds. Private loans are from large, quality Australian corporates with significant market share and resilient recurring revenues. Private assets are independently valued at least quarterly with changes in fair value reflected in the NAV. The Trust's broad mandate ensures that the Portfolio can capture the liquidity premia offered by private credit while liquid public credit exposures provide portfolio ballast.

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



Greg Stock
Head of Credit Research, Senior Portfolio Manager

Portfolio Manager:
Perpetual Credit Income Trust
Perpetual Pure Credit Alpha Fund
Perpetual Active Fixed Interest Fund
Perpetual Dynamic Fixed Income Fund

Greg has over 30 years' experience in investment management, accounting and risk management. He has researched and analysed credit markets on both the buy side and sell side for over a decade and through multiple cycles. His research role is broad, he covers the bank and financial sector and is a credit signatory.



Thomas Choi
Senior Portfolio Manager

Deputy portfolio Manager:
Perpetual Credit income Trust
Portfolio Manager:
Perpetual High Grade Floating Rate Fund
Perpetual Securitised Credit Fund

Thomas brings over 15 years' experience in structured credit across RMBS, CMBS, ABS, CLOs and private warehouse investments. He has managed Perpetual's enhanced cash portfolios for more than a decade. Thomas chairs the credit outlook committee and leads analysis for structured finance, property and captive financials, and supports regional banks and corporates.



Michael Murphy
Senior High Yield Analyst

Portfolio Manager:
Perpetual Loan Fund
Perpetual Diversified Private Debt 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.

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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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