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TERRA CAPITAL

Natural Resources Fund

TER0001AU/AU60TER00011

Level 12, Suite 2
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AUGUST 2026

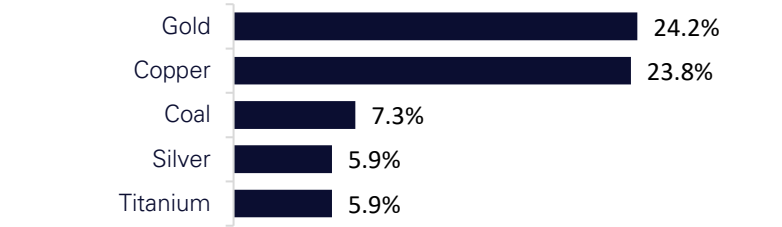
Founded in 2010, Terra is a Sydney-based specialist investment manager in the natural resources sector. The fund invests in globally listed equities, capitalising on under-researched opportunities, with a strong focus on politically stable jurisdictions. The fund utilizes (i) a top-down approach to commodity selection and macro analysis and (ii) rigorous bottom-up research on individual companies, with a particular focus on the quality of management teams.

Monthly Commentary

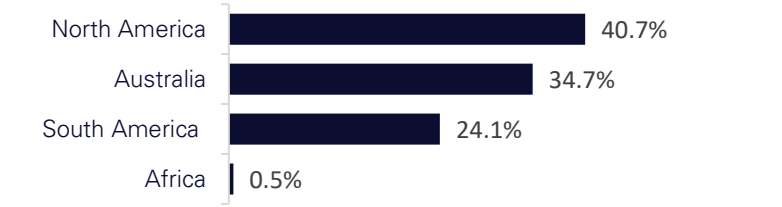
The Fund gained 11.7% in August, benefiting from an increasingly constructive commodity environment and a renewed rotation by generalist investors into natural-resources equities. Mid-month strength in precious and base metals reinforced the improving sector narrative, with gold and silver advancing on a weaker US dollar and renewed safe-haven demand, while oil strengthened amid Middle East supply-risk concerns. Copper remained resilient, underpinned by tight supply conditions and the durable demand tailwinds from electrification, grid investment and data center growth. Iron ore, lithium and uranium also stabilized late in the month, broadening support across the resources complex.

While performance across resource equities remained selective, with mid-caps outperforming large-caps, the Fund's best-in-class holdings delivered strong returns. We believe the sector remains materially undervalued relative to both commodity prices (i.e. our holdings are pricing in commodity prices below spot prices) and the broader equity market (in terms of multiples). In our view, tightening supply, years of underinvestment and accelerating strategic demand should drive a sustained period of absolute and relative outperformance for mining and energy equities.

Commodity Weightings (top 5)



Geographical asset exposure



Largest Holdings	
FDY	Copper
GMIN	Gold
SLS	Copper
EM	Copper
SICO	Copper

31 August 2026	Fund Return % AUD (net)
1m	11.7%
CYTD	1.5%
3yr (p.a.)	32.2%
10yr (p.a.)	13.3%
Inception (p.a.)	17.7%

Key Details	
Minimum Investment	$100,000
Management Fee	1.2% p.a.
Unit Pricing	Monthly
Performance Fee	20% over 5% hurdle with a highwater mark
Buy Sell Spread	0.25%
Application/Redemption Frequency	Monthly. Redemptions with 30 day notice.
Distribution	Annually, as at 30 June
Min Suggested Holding Period	5 Years +
Risk/Return Profile	High
Fund Inception Date	1 July 2010
Currency Options	AUD and USD classes available
Unit Price	$5.4344 (Lead) $5.0962 (Platform)
Investor Eligibility	Wholesale investor only

Disclaimer: This update has been provided for information purposes only. It does not take into account the investment objectives, financial situation and needs of any particular investor. These matters should be considered when deciding whether the investment is appropriate. The Client agreement and any appropriate Information Memorandum will need to carefully be considered prior to investing with Terra Capital. Terra Capital makes no warranty as to the accuracy, reliability or completeness of any information contained herein. Except to the extent that any liability under any law cannot be excluded, no liability for any loss or damage which may be suffered by any person, directly or indirectly, through relying upon any information or statement in this letter or any attachments is accepted by either Terra Capital, their directors, employees or agents, whether that loss or damage is caused by any fault or negligence on their part or otherwise. Terra Capital do not guarantee repayment of capital or the investment performance of any financial product covered in this presentation. Past performance is no guarantee to future performance.

Natural Resources Fund net monthly performance

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2026	6.7%	8.0%	-10.0%	1.1%	1.5%	-8.2%	-6.8%	11.7%					1.5%
2025	1.2%	-1.5%	2.4%	3.3%	11.4%	11.2%	5.2%	10.8%	14.1%	-0.1%	13.2%	11.3%	118.5%
2024	-4.1%	-3.5%	6.5%	1.8%	2.8%	-4.7%	-2.0%	-2.6%	7.6%	4.8%	-4.7%	8.2%	9.0%
2023	3.3%	0.6%	-0.7%	9.0%	-3.8%	-0.1%	-2.1%	0.2%	-5.1%	-2.9%	-2.0%	5.8%	1.3%
2022	-6.1%	0.7%	6.5%	-4.8%	-11.0%	-18.0%	2.9%	7.1%	-8.0%	3.5%	2.9%	-1.9%	-25.9%
2021	4.2%	1.1%	-1.6%	8.3%	6.8%	-2.3%	-2.3%	-2.8%	-0.1%	7.8%	5.9%	-3.7%	22.2%
2020	-2.8%	-10.3%	-19.4%	14.0%	4.8%	17.9%	20.2%	10.5%	-7.4%	-2.8%	9.6%	24.2%	61.2%