

Date: 22 June 2026

Portfolio Changes: Salita Direct Australian Equities SMAs (North, BT Panorama, HUB24, CFS Edge, Netwealth)

Over the past few days a number of changes were implemented for the PFS Netwealth Direct Australian Equities SMA. These changes are summarised below:

- BHP Group (BHP) – weighting reduced by ~2%
- Computershare (CPU) – weighting reduced by ~1%
- Downer EDI (DOW) – weighting reduced by ~1%
- Cash – weighting reduced by 1% (not for North and BT Panorama)
- Wisetech Global (WTC) – weighting increased by ~1%
- South 32 (S32) – a new position established at a weighting of ~2%
- Stockland (SGP) – a new position established at a weighting of ~2%.
- Note for North and BT Panorama BHP reduced by ~2.4%, CPU reduced by ~1.3% and DOW reduced by ~1.3%

Reasons for the changes

Since the portfolio was last rebalanced in March 2026 there has been significant volatility in the Australian equity market largely due to the uncertainty relating to the US/Israel/Iran conflict in the middle east. As such, it is appropriate to address portfolio weightings and rebalance to take advantage of opportunities and re-adjust portfolio tilts.

BHP Group

BHP Group has continued to gain year to date against a backdrop of uncertainty. The increase in the share price has seen the valuation become more expensive and it is appropriate to reduce the weighting.

Computershare

The company's share price has gained ~19% since the portfolio was rebalanced in March 2026, reflecting increased investor confidence in the company's outlook and a diminished threat to its business in the near term from tokenization. Taking into account the weighting

to Computershare and the overweight position to the Industrials sector we believe it is an opportune time to reduce the weighting to Computershare by ~1%.

Downer EDI

Downer EDI has performed strongly since October 2025 and is approaching fair value. As such, it is appropriate to reduce the overweight position in Downer EDI and the Industrials sector by ~1%.

South 32

South 32 is a mid-tier global diversified mining company with exposures to bauxite, alumina, aluminium, copper, manganese, lead, zinc and silver. Management does a good job without having the luxury of “tier 1” assets. Of note is the lack of iron ore exposure which helps better diversify away BHP and RIO’s iron ore exposure. Establishing an initial position of ~2% helps better diversify the portfolio’s exposure to commodities away from a heavy reliance on iron ore.

Stockland

Stockland owns, funds, develops, and manages a portfolio of residential and land lease communities, retail town centres, and workplace and logistics assets in Australia. The company has fallen substantially against a backdrop of rising Australian cash rates since October 2025. The current price represents a sound entry point and helps increase the portfolio’s exposure to interest rate sensitive companies (which the portfolio is underweight to).

Wisetech Global

Wisetech Global has suffered a severe de-rating since being introduced to the portfolio in October 2025. The de-rating has been due to a number of factors including federal police raids on the company’s offices and an investigation into possible insider trading. In addition, the so-called “SaaSocalypse” added further downward pressure to the company’s share price and eroded investor confidence. Looking through the noise the company has cut its cost base substantially with over 2,000 redundancies occurring which should go a long way to controlling costs and helping to preserve margins as it positions for growth beyond 2026.