

Performance report | 28 February 2026

Canopy Global Small & Mid Cap Fund

Overview

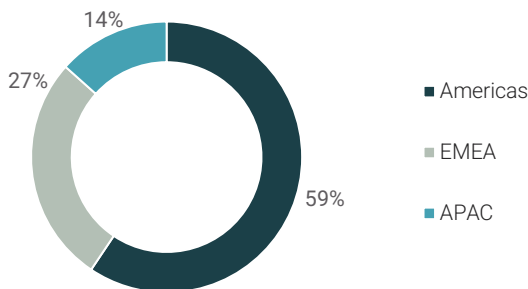
The Canopy Global Small & Mid Cap Fund invests in a concentrated portfolio of high quality and attractively priced small and mid-cap listed companies, with balanced exposures across a range of sectors and regions. The fund will primarily invest in companies with demonstrable competitive advantages, aligned management, strong financial results, and favourable ESG characteristics, and aims to achieve a return, after fees, exceeding the Benchmark¹ over a market cycle of five to seven years.

Net returns

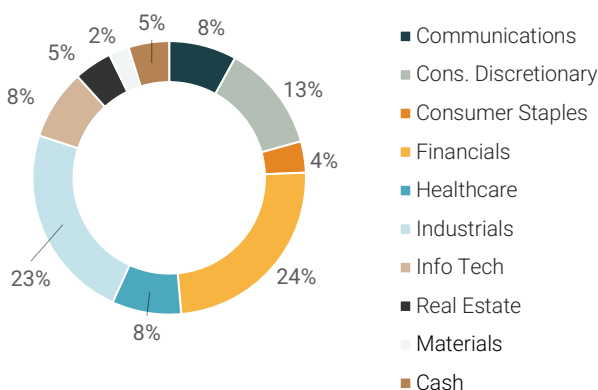
	Fund	Benchmark ¹	Difference
1 mth	-4.3%	2.4%	-6.8%
3 mths	-12.7%	0.6%	-13.3%
6 mths	-19.4%	3.6%	-23.0%
1 year	-20.9%	11.2%	-32.2%
Since inception a.r. ²	-8.3%	16.8%	-25.1%

Performance figures are net of fees and expenses.
 'Difference' calculation does not use rounded performance figures. Past performance is not indicative of future performance.

Regional revenue breakdown



Sector breakdown



Top 10 holdings

At month end, in alphabetical order

Company	Sector	Region
Auto Trader	Communications	Western Europe
Corpay	Financials	North America
Jack Henry	Financials	North America
Moncler	Consumer Discretionary	Western Europe
Rollins	Industrials	North America
SBAC	Real Estate	North America
Spirax	Industrials	Western Europe
STERIS	Healthcare	North America
Tradeweb	Financials	North America
Wise	Financials	Western Europe

The top 10 positions equate to 43.5% of the portfolio.

Top contributors and detractors

To monthly performance, in order of contribution

Top contributors	Contribution to return
Tradeweb	0.8%
Moncler	0.6%
Clean Harbors	0.3%

Top detractors	Contribution to return
ICON	-1.7%
Auto Trader	-0.8%
Northsand	-0.7%

Portfolio characteristics³

	Fund	Benchmark ¹	Comment
Growth - revenue	10%	5%	Higher quality
Profitability – EBIT margin	29%	9%	
Cash conversion – OCF/OIBDA	89%	87%	
Return on capital	39%	10%	
Leverage – net debt/EBIT	0.7x	2.0x	
Beta	0.8	0.9	Fully invested
Active share	99%	N/A	Genuinely active
No. of stocks	30	7,464	

Commentary

The Canopy Global Small & Mid Cap Fund decreased 4.3% in February, including an FX headwind (with the USD depreciating ~2% against the AUD, for example).

Tradeweb's share price increased 20% in February for a combination of reasons. At the end of January, President Trump nominated Kevin Warsh to be the next Chair of the Federal Reserve. Fears of yield curve control, which could reduce rate volatility and potentially Tradeweb's trading volumes, had been increasingly weighing on Tradeweb's share price as Trump's attacks on Fed Chair Powell grew louder, alongside the "de-dollarisation" trade. These fears have been somewhat abated, as Warsh is considered a more orthodox economist and less likely to engage in yield curve control. In addition, Tradeweb announced strong Q4 results in February, provided 2026 guidance ahead of expectations, and reported very strong 26% LFL January revenue growth.

ICON's share price declined 40% in February after the company unexpectedly announced a delay to its Q4 results release and withdrew its 2025 guidance due to an ongoing internal investigation into accounting practices, primarily relating to revenue recognition from 2023 to 2025. While the company's preliminary indication is a sales decrease of less than 2% in each of those years, the official outcome is not expected until April 30. While the stock appears optically cheap, we have reduced our assessment of ICON's quality below our threshold for ownership. We also believe it is difficult to have conviction in the valuation when the company's historical accounts are under question, and with the potential for the company's operations and growth to be disrupted by the investigation, at least in the short term. We have therefore exited our position in the company.

Global developed SMID equities returned 2% in February, benefiting from a rotation away from mega-cap US technology. AI disruption fears and cooling inflation drove investors toward asset-heavy sectors, with materials and energy leading, up 9% and 8% respectively, and away from asset-light sectors perceived as being more exposed to AI disruption, including software, classifieds, and data

services companies, across geographies. This narrative peaked in late February following a widely circulated research piece from Citrini Research, which described a dystopian scenario for white-collar employment and the economy in 2028. We agree with Citrini that these are "potential left tail risks" worthy of close attention. However, we believe that the market has extrapolated this risk indiscriminately, including to many capital-light businesses possessing durable advantages that make disruption less likely. While these market movements have hurt short-term performance, they have created opportunities for the fund to selectively add in these areas at attractive prices. Our forward return expectations have never been higher.

Fund details

Feature	Information
APIR code	BFL3029AU
Investment manager	Canopy Investors
Portfolio managers	Kris Webster, Michael Poulsen, and Jack McManus
Reporting currency	AUD
Recommended investment period	Long term (minimum five years)
Cash limit	10%
No. of securities	30
Application/redemption price (AUD)	0.8604/0.8570
Distribution frequency	Annually
Management fees and costs ⁴	1.15% p.a. (including GST)
Performance fee ⁵	15.375% p.a. (including GST)
Buy/sell spread	+/- 0.20%
Minimum investment (AUD)	20,000

How to invest

The Fund is open to investors directly via the PDS (available on our [website](#)). Visit [How to invest](#) to find out more.

Platforms

Netwealth (Wealth Accelerator Plus)

Get in touch



canopyinvestors.com.au



client.experience@bennelongfunds.com



1800 895 388 (AU) / 0800 442 304 (NZ)

- 1 S&P Developed markets MidSmallCap (AUD) Net Total Return.
- 2 Inception date is 21 June 2024. Since inception absolute return (a.r) represents total investment returns calculated from the fund's inception date.
- 3 Quality metrics (Growth – revenue; Profitability - EBIT margin; Cash conversion - OCF/OIBDA; Return on capital and Leverage - Net debt/EBIT) for the portfolio are based on the most recent fiscal year and are weighted by portfolio weight. Metrics for the benchmark represent the median of the estimated index. All data is sourced from FactSet and adjusted for outliers.
Growth – revenue is calculated as the annual change in reported revenue.
Profitability - EBIT margin is calculated as annual reported earnings before interest and tax, divided by revenue.
Cash conversion - OCF/OIBDA is calculated as annual operating cash flow less stock-based compensation divided by reported net profit plus interest, depreciation and amortization.
Return on capital is calculated as annual reported earnings before interest and tax, divided by net debt plus equity.
Leverage – net debt/EBIT is calculated as net debt divided by annual reported earnings before interest and tax.
Beta is calculated on a weekly basis using data from the previous 5 years, as reported by FactSet.
Active share is estimated as the sum of each security's portfolio weight minus its index weight and includes cash.
- 4 Management fees and costs consist of annual management fee rate and capped recoverable expenses. For a detailed split of the fees and costs, please refer to the fund(s) PDS.
- 5 Performance fee is 15.375% (including GST net of reduced input tax credits) of any amount by which the investment return is greater than the return of the benchmark. All values are in Australian dollars.

This information is issued by Bennelong Funds Management Ltd (ABN 39 111 214 085, AFSL 296806) (BFML) in relation to the Canopy Global Small & Mid Cap Fund. The Fund is managed by Canopy Investors, a Bennelong boutique. This is general information only, and does not constitute financial, tax or legal advice or an offer or solicitation to subscribe for units in any fund of which BFML is the Trustee or Responsible Entity (Bennelong Fund). This information has been prepared without taking account of your objectives, financial situation or needs. Before acting on the information or deciding whether to acquire or hold a product, you should consider the appropriateness of the information based on your own objectives, financial situation or needs or consult a professional adviser. You should also consider the relevant Product Disclosure Statement (PDS) which is available on the BFML website, bennelongfunds.com, or by phoning 1800 895 388 (AU) or 0800 442 304 (NZ). Information about the Target Market Determinations (TMDs) for the Bennelong Funds is available on the BFML website. BFML may receive management and/or performance fees from the Bennelong Funds, details of which are also set out in the current IM and/or PDS. BFML and the Bennelong Funds, their affiliates and associates accept no liability for any inaccurate, incomplete or omitted information of any kind or any losses caused by using this information. All investments carry risks. There can be no assurance that any Bennelong Fund will achieve its targeted rate of return and no guarantee against loss resulting from an investment in any Bennelong Fund. Past fund performance is not indicative of future performance. Information is current as at the date of this document. Canopy Investors (ABN 88 677 231 079) is a Corporate Authorised Representative of BFML.