Gresham House
Specialist investment

WS Gresham House UK Micro Cap Fund

Monthly commentary – October 2026

Past performance is not necessarily a guide to future performance. Portfolio investments in smaller companies typically involve a higher degree of risk. Capital at risk. Extracted portfolio performance is not necessarily indicative of the performance of the fund. Not to be construed as investment advice or recommendation. Views expressed by the investment team are correct at the time of writing but are subject to change. Portfolio companies have been selected for illustrative purposes and do not constitute investment recommendations.

Performance – October 2026

In October 2026, the WS Gresham House UK Micro Cap Fund decreased by **1.9%**, underperforming the IA UK Smaller Companies sector which increased by **0.5%**.

Positive contributions came from: **SysGroup (+0.6% Contribution to Total Return ("CTR")),** on no company specific news flow during the period; **Earnz (+0.5% CTR),** following completion of its transformative acquisition of GEM Newco, funded via an October placing, which materially scales the Group's platform toward a targeted c.£130 million turnover business with a double-digit EBITDA margin; and **XPS Pensions (+0.3% CTR)**, following a trading update confirming continued strong organic revenue growth and successful integration of its APR acquisition, management now expect full year results to be slightly ahead of market expectations.

The largest detractors were: **ActiveOps (-3.0% CTR),** after their largest enterprise customer confirmed it would not renew a contract worth £3.8 million in annual recurring revenue, leading the Board to guide FY28 revenue and earnings below market expectations; **Hostelworld (-0.4% CTR)**, as a trading update confirming continued revenue growth was overshadowed by a downgrade to FY2027 growth expectations, reflecting a weaker long-haul travel environment; and **Portmeirion (-0.3% CTR)**, despite no company specific news flow during the period.

Portfolio activity – October 2026

The Fund made one new investment during the period, into **TEK4 Group**, a UK precision engineering business specialising in hole-drilling systems for aero engine and industrial gas turbine components, which we accessed through an oversubscribed institutional placing as part of its admission to AIM, raising £24.75 million and valuing the business at £42.0 million. We believe the float provides an attractive entry point into a debt-free, highly profitable business with a track record of self-funded growth and emerging exposure to adjacent medical device and semiconductor applications supporting a long runway for earnings growth as capacity expands.

The Fund also made a follow-on investment, into: **Earnz**, a heating and energy services consolidator, which we believe is well positioned to benefit from growing regulatory and corporate demand for energy efficiency improvements. We participated in the Group's placing in October, which part-funded the earnings-accretive acquisition of GEM Newco, a profitable building maintenance contractor, for up to c. £23.6 million; completed later in the month, the deal materially scales the Group's platform toward

a targeted c.£130 million turnover business with a double-digit EBITDA margin, supporting a significantly enhanced long-term growth trajectory.

The Fund made no full exits during the period.

Important information

The information contained in this document (the Document) is being communicated in the United Kingdom for the purposes of section 21 of Financial Services and Markets Act 2000 and has been issued by Gresham House Asset Management Limited (GHAM or the Manager). GHAM whose registered office is at 5 New Street, London, EC4A 3TW is a company authorised and regulated by the Financial Conduct Authority (FCA) (no.682776). The information should not be construed as an invitation, offer or recommendation to buy or sell investments, shares, or securities or to form the basis of a contract to be relied on in any way. GHAM provides no guarantees, representations, or warranties regarding the accuracy of this information. No third-party liability is accepted by GHAM, its members and employees, or its affiliates and their directors, in respect of errors and omissions, other than under the duties and liabilities of the Financial Services and Markets Act 2000. Potential investors are advised to independently review and/or obtain independent professional advice and draw their own conclusions regarding the economic benefit and risks of investing in the securities and legal, regulatory, credit, tax, and accounting aspects in relation to their particular circumstances. The recipient should consult its tax, legal, and accounting or other advisers about the issues discussed herein and shall be solely responsible for evaluating the risks and merits involved in the content of this Document.

This Document is provided for the purpose of information only and before investing you should read the Prospectus and the Key Investor Information Document (KIID) as they contain important information regarding the Fund, including charges, tax and fund specific risk warnings and will form the basis of any investment. The Prospectus, KIID and application forms are available from Waystone Fund Solutions, the Authorised Corporate Director of the Fund (Tel. No. 0345 922 0044). Investors are reminded that past performance is not indicative of future results. Funds investing in smaller companies may carry a higher degree of risk than funds investing in larger companies. The shares of smaller companies may be less liquid than securities in larger companies. No person, especially those who do not have professional experience in matters relating to investments, must rely on the contents of this Document. If you are in any doubt as to the matters contained in this Document, you should seek independent advice where necessary. This Document has not been submitted to or approved by the securities regulatory authority of any state or jurisdiction. This Document is intended for distribution in the United Kingdom only. Any dissemination or unauthorised use of this Document outside the United Kingdom by any person or entity is strictly prohibited.

Please contact a member of the Gresham House team if you wish to discuss your investment or provide feedback on this presentation. Gresham House is committed to meeting the needs and expectations of all stakeholders and welcomes any suggestions to improve its service delivery.

www.greshamhouse.com | (0) 20 7382 0999