

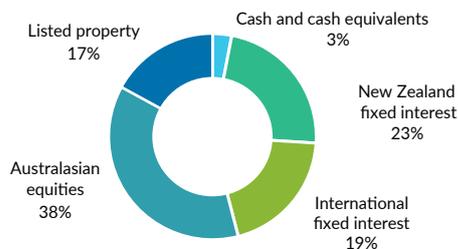
Octagon Multi Asset Class Funds

Investor Factsheet for the quarter ended 31 December 2025

	3 months	1 year	3 year	Since Inception*
Income Fund Gross Return**	1.09%	9.41%	6.74%	3.94%
Composite Market Index***	-0.18%	7.25%	7.14%	3.05%
Balanced Fund Gross Return**	1.85%	9.77%	10.62%	5.61%
Composite Market Index***	1.22%	9.93%	10.49%	5.73%
Growth Fund Gross Return**	2.51%	11.68%	12.65%	6.97%
Composite Market Index***	1.77%	12.62%	12.92%	7.50%

Income Fund

Risk Indicator:	
Inception date:	11/12/2020
Fund Size as at 31/12/2024:	\$8,031,186



Income fund performance

For the quarter ended 31 December the Income Fund delivered a gross return of 1.09%, handily outperforming the fund's benchmark return of -0.18%. For the four quarters to 31 December, the fund delivered a gross return of 9.41%, substantially outperforming the fund's market index return of 7.25%.

The Income Fund's exposure to fixed interest and property is gained through investing in the underlying Octagon funds for those asset classes. For the four quarters to 31 December both fixed interest funds and the Enhanced Cash Fund beat their market indices. The Listed Property Fund performed in-line with its market index. Directly owned securities in New Zealand and Australia added to performance, in particular positions in Channel Infrastructure, Downer and Napier Port.

We left asset allocation unchanged over the December quarter, but in early January modestly increased our already overweight exposure to New Zealand equities, funded by moving down from neutral in global fixed interest.

Our currency hedging position detracted from performance over the quarter, as we were positioned for the NZD to appreciate against overseas currencies from levels we considered inexpensive. Further interest rate cuts in New Zealand over the quarter, relative to policy rates at overseas central banks, were the primary driver of NZD weakness.

Over the December quarter, our tactical asset allocation decisions detracted relative to our strategic asset positions. An overweight position in Listed Property drove most of the value loss, as the sector reversed earlier gains amid capital raising activity and an increase in medium-term interest rates. Our overweight allocation to New Zealand equities added value, as returns gradually improved against the backdrop of an economy in the early stages of recovery.

Income fund positioning

The Income fund is exposed to both income and growth asset classes. Within the growth asset class, we have a higher tactical allocation to Listed Property and New Zealand Equities and an underweight allocation to Australian Equities. The Income Fund does not invest in global equities due to the focus on investing in income producing securities to fund a quarterly distribution.

Within the income asset class, we have an in-line tactical allocation to New Zealand Fixed Interest and an underweight allocation to Cash and Global Fixed Interest. We remain overweight growth assets with higher expected returns in New Zealand equities and listed property. Fixed interest and cash markets look appropriately priced, based on our analysis.

Strategic Asset Allocation remains the core driver of long-term performance. Tactical shifts are used sparingly to capture short-term mispricing, not to override the long-term strategy.

We calculate the running yield of the securities held within the Income fund as at the end of the quarter as 4.26%.

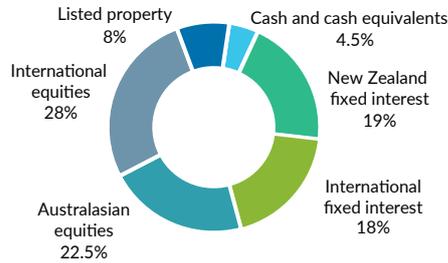
* Annualised

** Gross Fund Returns are calculated before deduction of taxes and fund charges but after deduction of trading expenses and including imputation credits where applicable. Market index returns do not have any deductions for fund charges, trading expenses or tax.

*** The market index return is based on a composite index made up of the indices used to measure the performance of each asset class invested in, as displayed under the target investment mix. In July 2023 the index used to measure the performance of the New Zealand fixed interest asset class was changed from the S&P/NZX Investment Grade Corporate Bond Index to the Bloomberg NZBond Composite 0+Yr Index. The Composite Market Index reported here uses the new market index from July 2023 onwards and uses the old market index for prior periods.

Balanced Fund

Risk Indicator:	① ② ③ ④ ⑤ ⑥ ⑦
Inception date:	11/12/2020
Fund Size as at 31/12/2024:	\$39,574,985



Balanced fund performance

For the quarter to 31 December the Balanced Fund delivered a gross return of 1.85%, outperforming the fund's benchmark return of 1.22%. For the four quarters to 31 December the Balanced Fund delivered a gross return of 9.77%, broadly in-line with the fund's benchmark return of 9.93%.

For the December quarter, all the managers of the underlying portfolios of the Balanced fund, from cash to fixed interest, to listed property and all our equity managers, outperformed. This is a relatively rare occurrence. Over the year to December, all portfolio managers other than Global and Australian equities outperformed their component benchmarks.

We increased our allocation to global equities in November, funded by a reduction in New Zealand fixed interest. A further tactical change is planned for January, modestly increasing our overweight position in New Zealand equities, funded by reducing global fixed interest from neutral.

Data, including business confidence and employment surveys, supporting an economic recovery in New Zealand is strengthening and many listed New Zealand companies are indicating a gentle improvement in trading conditions. Broadening strength in the global economy amidst still above target inflation in the key US market means it will be difficult for interest rates to fall from here, lowering the potential for excess returns from that asset class. We view the global fixed interest asset class as fairly priced currently.

Our currency hedging position detracted from performance over the quarter, as we were positioned for the NZD to appreciate against overseas currencies from levels we considered inexpensive. Further interest rate cuts in New Zealand over the quarter, relative to policy rates at overseas central banks, were the primary driver of NZD weakness.

Over the December quarter, our tactical asset allocation decisions detracted relative to our strategic asset positions. An overweight position in Listed Property drove most of the value loss, as the sector reversed

earlier gains amid capital raising activity and an increase in medium term interest rates. Our overweight allocation to New Zealand equities added value, as returns gradually improved against the backdrop of an economy in the early stages of recovery.

Balanced fund positioning

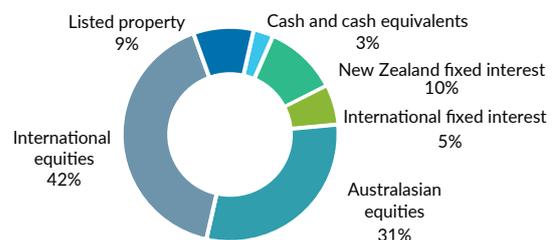
On a risk adjusted basis, we continue to see strong returns as likely for the listed property sector, despite the bottom in New Zealand interest rates being reached. In absolute return terms, global growth has held up well given the geopolitical backdrop, and the New Zealand economy appears to be the cusp of recovery which should support the returns from equities. As such, we have lifted our exposure to growth assets over the last 6 months, including the upweight to New Zealand equities in January 2026 noted above.

US economic growth remains solid and the January company reporting season has started well. We remain convinced that this strength is more than reflected in that markets valuation and continue with a modest underweight to global shares. We remain overweight growth assets generally however, with greater than normal exposure to both New Zealand equities and listed property. Fixed interest and cash markets look appropriately priced, based on our analysis.

Strategic Asset Allocation remains the core driver of long-term performance. Tactical shifts are used sparingly to capture short-term mispricing, not to override the long-term strategy. We intend to undertake our biennial review of our strategic settings in the first half of 2026.

Growth Fund

Risk Indicator:	① ② ③ ④ ⑤ ⑥ ⑦
Inception date:	11/12/2020
Fund Size as at 31/12/2024:	\$35,305,500



Growth fund performance

For the quarter to 31 December the Growth Fund delivered a gross return of 2.51%, outperforming the fund's benchmark return of 1.77%. For the four quarters to 31 December the Growth Fund delivered a gross return of 11.68%, slightly underperforming the fund's benchmark return of 12.62%.

For the December quarter, all the managers of the underlying portfolios of the Balanced fund, from cash to fixed interest, to listed property and all our equity managers, outperformed. This is a relatively rare occurrence. Over the year to December, all portfolio managers other than Global and Australian equities outperformed their component benchmarks.

We increased our allocation to global equities in November, funded by a reduction in New Zealand fixed interest. A further tactical change is planned for January, modestly increasing our overweight position in New Zealand equities, funded by reducing global fixed interest from neutral.

Data, including business confidence and employment surveys, supporting an economic recovery in New Zealand is strengthening and many listed New Zealand companies are indicating a gentle improvement in trading conditions. Broadening strength in the global economy amidst still above target inflation in the key US market means it will be difficult for interest rates to fall from here, lowering the potential for excess returns from that asset class. We view the global fixed interest asset class as fairly priced currently.

Our currency hedging position detracted from performance over the quarter, as we were positioned for the NZD to appreciate against overseas currencies from levels we considered inexpensive. Further interest rate cuts in New Zealand over the quarter, relative to policy rates at overseas central banks, were the primary driver of NZD weakness.

Over the December quarter, our tactical asset allocation decisions detracted relative to our strategic asset positions. An overweight position in Listed Property drove most of the value loss, as the sector reversed earlier gains amid capital raising activity and an increase in medium-term interest rates. Our overweight allocation to New Zealand equities added value, as returns gradually improved against the backdrop of an economy in the early stages of recovery.

Growth fund positioning

On a risk adjusted basis, we continue to see strong returns as likely for the listed property sector, despite the bottom in New Zealand interest rates being reached. In absolute return terms, global growth has held up well given the geopolitical backdrop, and the New Zealand economy appears to be the cusp of recovery which should support the returns from equities. As such, we have lifted our exposure to growth assets over the last 6 months, including the upweight to New Zealand equities in January 2026 noted above.

US economic growth remains solid and the January company reporting season has started well. We remain convinced that this strength is more than reflected in that markets valuation and continue with a modest underweight to global shares. We remain overweight growth assets generally however, with greater than normal exposure to both New Zealand equities and listed property. Fixed interest and cash markets look appropriately priced, based on our analysis.

Strategic Asset Allocation remains the core driver of long-term performance. Tactical shifts are used sparingly to capture short-term mispricing, not to override the long-term strategy. We intend to undertake our biennial review of our strategic settings in the first half of 2026.

Portfolio Manager



Christine Smith-Han
Strategy Analyst