Ellerston Equity Income KIS Fund

ARSN 662 683 123

Financial Report
For the year ended 30 June 2026

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Directors' report

The Directors of Ellerston Capital Limited (ABN 34 110 397 674, AFSL No. 283 000), the Responsible Entity of the Ellerston Equity Income KIS Fund (the "Fund"), present their report together with the financial statements of the Fund for the year ended 30 June 2026.

Directors

The names of the Directors of the Responsible Entity in office during the financial year and up to the date of this report are:

Ashok Jacob (Chairman)
Chris Kourtis
David Keelan

Principal activity

The principal activity of the Fund is to invest funds in accordance with the provisions of the Fund's Constitution. There has been no other significant changes in the nature of this activity during the year, other than what is noted in the significant changes in the state of affairs.

Fund information

This Fund is an Australian registered investment scheme. The Fund was constituted on 28 February 2019 and began operations on 21 May 2019. Ellerston Capital Limited, the Responsible Entity of the Fund, is incorporated and domiciled in Australia. The registered office of the Responsible Entity is located at Level 11, 179 Elizabeth Street, Sydney, NSW 2000.

Results

The performance of the Fund, as represented by the results of its operations, was as follows:

	Year ended	
	30 June 2026	30 June 2025
Operating profit/(loss) before finance costs attributable to unitholders ($)	**(1,288,928)**	(2,638,237)
Distributions		
Distributions paid and payable ($)	**3,067,922**	5,009,348
Distribution (cents per unit)	**5.91**	9.65

Significant changes in the state of affairs

In the opinion of the Directors, there were no significant changes in the state of affairs of the Fund during the year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect:

(i) the operations of the Fund in future financial years, or
(ii) the results of those operations in future financial years, or
(iii) the state of affairs of the Fund in future financial years.

Directors' report (continued)

Likely developments and expected results of operations

The Fund will continue to be managed in accordance with the investment objective and strategy as set out in the offer document of the Fund and in accordance with the provisions of the Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operations of the Fund and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Fund.

Environmental regulation

The operations of the Fund are not subject to any particular or significant environmental regulation under a Commonwealth, State or Territory law.

Relevant information

Following is a list of relevant information required under the *Corporations Act 2001*:

(i) Fees paid to the Responsible Entity – Refer to Note 14 of the Financial Statements
(ii) Unitholdings of related parties of the Responsible Entity in the Fund – Refer to Note 14 of the Financial Statements
(iii) Applications and Redemptions in the Fund during the year – Refer to Note 6 of the Financial Statements
(iv) The value of the Fund's assets and basis of valuation – Refer to Statement of financial position and Note 2 respectively
(v) The number of interests in the Fund as at 30 June 2026 – Refer to Note 6 of the Financial Statements
(vi) Distributions payable to unitholders as at 30 June 2026 – Refer to Note 7 and Statement of financial position

Indemnification and insurance of Directors and officers

The Constitution of the Responsible Entity requires it to indemnify, to the extent permitted by the law, all current and former officers of the Responsible Entity against a liability incurred:

(a) In acting as an officer of the Responsible Entity;

(b) In acting as an officer of a subsidiary at the request of the Responsible Entity;

(c) For reasonable legal costs in defending an action for liability incurred in acting as an officer of the Responsible Entity or of a subsidiary at the request of the Responsible Entity.

During the financial year, insurance contracts were entered into to insure the Directors and officers against any liability incurred in their capacity as a Director or officer. The terms of the insurance contracts restrict disclosure of the nature of the liability and amount of the premium. Other than the constitutional provision described above, the Responsible Entity has not otherwise, during or since the end of the financial year, indemnified or agreed to indemnify an officer of Ellerston Capital Limited or its related bodies corporate against a liability incurred.

Indemnification of auditors

To the extent permitted by law, the Fund has agreed to indemnify its auditors, Ernst & Young, as part of the terms of its audit engagement agreement against claims by third parties arising from the audit (for an unspecified amount). No payment has been made to indemnify Ernst & Young during or since the financial year.

Rounding of amounts to the nearest dollar

The Fund is an entity of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183 issued by the Australian Securities and Investments Commission (ASIC) relating to the "rounding off" of amounts in the Directors' report. Amounts in the Directors' report have been rounded to the nearest dollar in accordance with that ASIC Corporations Instrument, unless otherwise indicated.

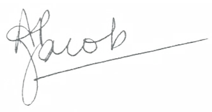
Directors' report (continued)

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 5.

Signed in accordance with a resolution of the Directors of Ellerston Capital Limited.

On behalf of the Directors



Ashok Jacob
Director

Sydney
23 September 2026

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Auditor's independence declaration to the directors of Ellerston Capital Limited as the Responsible Entity of Ellerston Equity Income KIS Fund

As lead auditor for the audit of the financial report of Ellerston Equity Income KIS Fund for the financial year ended 30 June 2026, I declare to the best of my knowledge and belief, there have been:

a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit;

b. No contraventions of any applicable code of professional conduct in relation to the audit; and

c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the audit.

Ernst & Young

Ernst & Young

Rita Da Silva

Rita Da Silva
Partner
23 September 2026

Statement of comprehensive income

	Notes	Year ended 30 June 2026 $	30 June 2025 $
Investment income			
Interest income		**8,875**	7,810
Dividend and distribution income		**1,909,874**	4,215,059
Net changes in fair value of financial assets and liabilities at fair value through profit or loss		**(2,422,907)**	(6,073,188)
Net foreign exchange gains/(losses)		**113**	(123)
Other operating income		**1,631**	-
Total net investment income/(loss)		**(502,414)**	(1,850,442)
Expenses			
Management fees	14	**345,020**	375,338
Transaction costs		**309,820**	260,407
Other operating expenses	11	**131,674**	152,050
Operating expenses before finance costs		**786,514**	787,795
Operating profit/(loss) before finance costs		**(1,288,928)**	(2,638,237)
Finance costs attributable to unitholders			
Distributions to unitholders	7	**(3,067,922)**	(5,009,348)
Change in net assets attributable to unitholders		**(4,356,850)**	(7,647,585)
Other comprehensive income		**-**	-
Total comprehensive income/(loss) for the year		**-**	-

The accompanying notes to the financial statements should be read in conjunction with this statement.

Statement of financial position

	Notes	As at **30 June 2026** **$**	 30 June 2025 $
Assets			
Cash and cash equivalents	8	**1,918,475**	4,374,223
Due from brokers		**1,202,033**	685,625
Dividend and distributions receivable		**78,517**	288,989
Interest receivable		**932**	620
Applications receivable		**-**	1,921,369
Other receivables	12	**8,822**	11,219
Financial assets at fair value through profit or loss	5	**39,386,678**	44,610,291
Total assets		**42,595,457**	51,892,336
Liabilities			
Management fees payable	14	**22,926**	24,691
Due to brokers		**949,900**	312,186
Distribution payable	7	**463,730**	2,161,307
Other payables	13	**547**	4,141,501
Total liabilities (excluding net assets attributable to unitholders)		**1,437,103**	6,639,685
Net assets attributable to unitholders - liability	6	**41,158,354**	45,252,651

The accompanying notes to the financial statements should be read in conjunction with this statement.

Statement of changes in net assets attributable to unitholders

		Year ended	
		30 June 2026	30 June 2025
	Note	**$**	$
Net assets attributable to unitholders			
Opening balance		**45,252,651**	54,791,829
Applications		**6,642,162**	19,433,102
Redemptions		**(6,808,218)**	(21,868,504)
Units issued upon reinvestment of distributions		**428,609**	543,809
Changes in net assets attributable to unitholders		**(4,356,850)**	(7,647,585)
Closing balance	6	**41,158,354**	45,252,651

The accompanying notes to the financial statements should be read in conjunction with this statement.

Statement of cash flows

	Notes	Year ended 30 June 2026 $	30 June 2025 $
Cash flows from operating activities			
Proceeds from sale of financial instruments at fair value through profit or loss		**126,278,335**	113,245,997
Purchase of financial instruments at fair value through profit or loss		**(122,557,190)**	(106,886,907)
Interest received		**8,563**	7,458
Dividend and distributions received		**2,105,498**	3,142,678
Management fees paid		**(323,897)**	(380,148)
Custody and administration fees paid		**(124,271)**	(144,177)
Net foreign exchange gains/(losses)		**112**	(122)
Other operating income received		**4,028**	2,553,418
Other operating expenses paid		**(3,127,371)**	-
Net cash inflow/(outflow) from operating activities	9(a)	**2,263,807**	11,538,197
Cash flows from financing activities			
Proceeds from applications by unitholders		**7,741,510**	16,217,608
Payments for redemptions by unitholders		**(8,124,176)**	(20,552,546)
Distributions paid		**(4,336,890)**	(3,874,816)
Net cash inflow/(outflow) from financing activities		**(4,719,556)**	(8,209,754)
Net increase/(decrease) in cash and cash equivalents		**(2,455,749)**	3,328,443
Cash and cash equivalents at the beginning of the year		**4,374,223**	1,045,781
Effects of foreign currency exchange rate changes on cash and cash equivalents		**1**	(1)
Cash and cash equivalents at the end of the year	8	**1,918,475**	4,374,223
Non-cash financing activities			
Management fee rebate	9(b)	**22,888**	-
Reinvestment of unitholder distributions	9(b)	**428,609**	543,809
In-specie applications which were settled through transfer of investments	9(b)	**799,133**	1,294,125
Non-cash operating activities			
Reinvestment of dividend/distribution income	9(c)	**-**	889,762

The accompanying notes to the financial statements should be read in conjunction with this statement.

Contents of the notes to the financial statements

1 General information

The Ellerston Equity Income KIS Fund (the “Fund”) is an Australian Registered Trust. The Fund was constituted on 28 February 2019 and began operations on 21 May 2019. Ellerston Capital Limited, the Responsible Entity and Manager of the Fund, is incorporated and domiciled in Australia. The registered office of the Responsible Entity is located at Level 11, 179 Elizabeth Street, Sydney, NSW 2000.

The principal activity of the Fund is to invest funds in accordance with the provisions of the Fund’s Constitution. There has been no significant change in the nature of this activity during the year.

On 30 September 2022, Ellerston Equity Income KIS Fund registered with the Australian Securities and Investments.

The financial report of the Fund has been authorised for issue in accordance with a resolution of the Directors of the Responsible Entity on 23 September 2026.

2 Summary of material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied throughout the years presented, unless otherwise stated in the following text.

(a) Basis of preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund’s Constitution, the requirements of the *Corporations Act 2001* and applicable Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board (“AASB”).

This financial report has been prepared on a historical cost basis, except for financial assets and financial liabilities at fair value through profit or loss, that have been measured at fair value. Cost is based on the fair value of the consideration given in exchange for assets.

The Statement of financial position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. Additional information regarding this is included in the relevant notes.

The financial report is presented in Australian dollars. The Fund is a for-profit entity for the purpose of preparing financial statements. The financial report is prepared on going concern basis.

(b) Statement of compliance

The financial report has been prepared in accordance with the Australian Accounting Standards as issued by the AASB and compliance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board.

(c) Changes in accounting standards

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2025 that have a material impact on the Fund.

(d) Financial Instruments

i) Recognition

The Fund recognises a financial asset or a financial liability when, and only when, it becomes a party to the contractual provisions of the instrument.

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace are recognised on the trade date, i.e., the date that the Fund commits to purchase or sell the asset.

2 Summary of material accounting policies (continued)

(d) Financial Instruments (continued)

ii) Derecognition

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised where:

(1) The rights to receive cash flows from the asset have expired;

(2) The Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a ‘pass-through’ arrangement; or

(3) Either (1) the Fund has transferred substantially all the risks and rewards of the asset, or (2) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

iii) Classification and measurement

The Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

Financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- The entity’s business model for managing the financial assets
- The contractual cash flow characteristics of the financial asset

Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Fund includes in this category short-term non-financing receivables.

Financial assets measured at fair value through profit or loss (FVPL)

A financial asset is measured at FVPL if:

- Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding;
- It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The equity securities and listed unit trusts are mandatorily classified as fair value through profit or loss.

2 Summary of material accounting policies (continued)

(d) Financial Instruments (continued)

In applying that classification, a financial asset or financial liability is considered to be held for trading if it is:

- acquired or incurred principally for the purpose of selling or repurchasing it in the near term;
- on initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or
- It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

Financial liabilities

Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at fair value through profit or loss. The Fund includes in this category short-term payables.

Financial liabilities measured at FVPL

The Fund makes short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss.

The derivatives are mandatorily classified as fair value through profit or loss.

iv) Subsequent measurement

After initial measurement, the Fund measures financial instruments which are classified as at fair value through profit or loss at fair value. Subsequent changes in the fair value of those financial instruments are recorded in ‘Net changes in fair value of financial assets and liabilities at fair value through profit or loss’.

v) Impairment of Financial assets

The Fund holds only cash and cash equivalents, receivables and due from brokers with no financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply the simplified approach for expected credit losses (ECL) under AASB 9 *Financial Instruments*. Therefore, the Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date.

(e) Cash and cash equivalents

For the purpose of Statement of financial position and Statement of cash flows, cash comprises of cash at custodian.

Cash equivalents are short term highly liquid investments with original maturities of three months or less, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

(f) Due from/to brokers

Due from/to brokers represents amounts receivable and payable for securities transactions that have not yet settled at the year end and outstanding overdrafts when applicable. The due from brokers balance is held for collection and consequently measured at amortised cost.

2 Summary of material accounting policies (continued)

(g) Revenue and income recognition

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. The following specific recognition criteria must also be met before income is recognised:

Dividends

Dividends are recognised as income or expense on the date the share is quoted ex-dividend. Income is shown gross of withholding taxes. Withholding taxes are included in the Statement of comprehensive income within other operating expenses.

Interest income

Revenue is recognised as the interest accrues (using the effective interest rate method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset. Interest income earned on cash and cash equivalents is recognised in the Statement of comprehensive income.

Trust distributions income

Trust distributions are recognised as income on an entitlements basis.

Net changes in fair value of financial assets and liabilities at fair value through profit or loss

Net changes in fair value of financial assets and liabilities at fair value through profit or loss are calculated as the difference between the fair value at sale, or at year end, and the fair value at purchase or at the previous reporting date. This includes both realised and unrealised gains and losses, but does not include interest or dividend income.

Other operating income

Other operating income is brought to an account on an accruals basis.

(h) Expenses

All expenses including fees and commissions are recognised on an accrual basis.

(i) Income tax

Under current legislation, the Fund is not subject to income tax provided it distributes the entirety of its taxable income to its unitholders.

2 Summary of material accounting policies (continued)

(j) Net assets attributable to unitholders

The Fund's units are classified as financial liability as they did not satisfy the below criteria.

Units are classified as equity when they satisfy the criteria under AASB 132 *Financial Instruments: Presentation* as below:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Fund over the life of the instrument.

In addition to the puttable financial instrument having all of the above features, the Fund must have no other financial instrument or contract that has:

- total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Fund; and
- the effect of substantially restricting or fixing the residual return to the redeemable shareholders.

The Fund continually assesses the classification of the units. If the units cease to have all the features, or meet all the conditions set out, to be classified as equity, the Fund will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity. If the units subsequently have all the features and meet the conditions to be classified as equity, the Fund will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

The Fund's capital is represented by the units, which are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

Quantitative information about the Fund's capital is provided in the Statement of changes in net assets attributable to unitholders and in Note 6. The units are entitled to distributions when declared and to payment of a proportionate share of the Fund's net asset value on the redemption date or upon winding up of the Fund.

(k) Foreign currency translation

(i) Functional and presentation currency

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). The Australian dollar is the Fund's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income as "Net foreign exchange gains/(losses)".

2 Summary of material accounting policies (continued)

(l) Goods and services tax (GST)

Revenues, expenses, cash flows, assets and liabilities are recognised net of the amount of GST except where:

(i) The amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; and

(ii) For receivables and payables which are recognised inclusive of GST.

Reduced input taxed credits (RITC) recoverable by the Fund from the taxation authority are recognised as receivables in the Statement of financial position.

(m) Other receivables

Receivables are recognised when a right to receive a payment is established. Amounts are generally received within 30 days of being recognised as receivables. Given the short-term nature of most receivables, their nominal amounts approximate their fair value.

(n) Other payables

Payables are recognised when the Fund becomes liable. Payables are measured at their nominal amounts. Amounts are generally paid within 30 days of being recognised as payables. Given the short-term nature of most payables, their nominal amounts approximate their fair value.

(o) Provisions

Provisions are recognised when the Fund has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be measured reliably. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

(p) Distributions to unitholders

The Fund may distribute its distributable income, in accordance with the Fund's Constitution, to unit holders by cash or reinvestment. The distributions are recognised in the statement of comprehensive income as finance costs attributable to unit holders.

Distributions are determined by reference to net taxable income. Distributable income includes net gains arising from the disposal of investments less any carried forward realised losses from prior periods. Unrealised gains and losses on investments that are recognised as income are transferred to net assets attributable to unitholders and are not assessable or distributable until realised. Net realised losses are not distributed to unitholders but are retained to be offset against any future realised gain.

(q) Applications and redemptions

Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. Redemptions from the Fund, where permitted, are recorded gross of any exit fees payable after the cancellation of units redeemed.

The application and redemption prices are determined as the net asset value of the Fund adjusted for the estimated transaction costs, divided by the number of units on issue on the date of the application or redemption.

2 Summary of material accounting policies (continued)

(r) Terms and conditions of units on issue

Each unit confers upon the unitholder an equal interest in a Class, and is of equal value. A unit does not confer an interest in any particular asset or investment of the Fund. Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable after the cancellation of units received.

Unitholders have various rights under the Fund Constitution and the *Corporations Act 2001*, including the right to:

− Have their units redeemed;

− Receive income distributions;

− Attend and vote at meetings of unitholders; and

− Participate in the distribution of net proceeds on termination and winding up of the Fund on a pro rata basis.

The rights, obligations and restrictions attached to each unit in a Class are identical in all respects.

(s) New standards, amendments and interpretations effective after 1 July 2026 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2026, and have not been early adopted in preparing these financial statements. The Directors' assessment of the impact of these new standards (to the extent relevant to the Fund) and interpretations is set out below:

AASB 18 was issued in June 2024 and replaces AASB 101 *Presentation of Financial Statements*. The new standard introduces new requirements for the statement of comprehensive income, including:

- new categories for the classification of income and expenses into operating, investing and financing categories; and
- presentation of subtotals for “operating profit” and “profit before financing and income taxes”.

Additional disclosure requirements are introduced for management-defined performance measures and new principles for aggregation and disaggregation of information in the notes and the primary financial statements and the presentation of interest and dividends in the statement of cash flows. The new standard is effective for annual years beginning on or after 1 January 2027 and will apply to the Fund for the financial year ending 30 June 2028.

This new standard is not expected to have an impact on the recognition and measurement of assets, liabilities, income and expenses, however there will likely be changes in how the statement of comprehensive income and statement of financial position line items are presented as well as some additional disclosures in the notes to the financial statements. Management is in the process of assessing the impact of the new standard.

(t) Rounding of amounts

The Fund is an entity of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183 issued by the Australian Securities and Investments Commission (ASIC) relating to the “rounding off” of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest dollar in accordance with that ASIC Corporations Instrument, unless otherwise indicated.

(u) Comparative revisions

Comparative information has been revised where appropriate to enhance comparability. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

3 Financial risk management

Risks arising from holding financial instruments are inherent in the Fund's activities, and are managed through a process of ongoing identification, measurement and monitoring. The Fund is exposed to credit risk, liquidity risk and market risk.

Financial instruments of the Fund comprise of investments in financial assets for the purpose of generating a return on the investment made by unitholders, cash and cash equivalents, net assets attributable to unitholders, and other financial instruments such as trade debtors and creditors, which arise directly from its operations.

The Responsible Entity is responsible for identifying and controlling the risks that arise from these financial instruments.

(a) Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as equity prices, foreign exchange, and interest rates. Market risk is managed and monitored using sensitivity analysis, and minimised through ensuring that all investment activities are undertaken in accordance with established mandate limits and investment strategies.

(i) Equity price risk

The Fund is exposed to price risk on equity securities listed or quoted on recognised securities exchanges. Price risk arises from investments held by the Fund for which prices in the future are uncertain. Where non-monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which are considered a component of price risk.

Equity price risk is managed through ensuring that all investment activities are undertaken in accordance with established mandate limits and investment strategies.

The table at Note 3(b) summarises the sensitivity of the Fund's assets and liabilities to price risk. The analysis is based on the assumptions that the equity prices in which the Fund invests moves +/−10% (2025: +/−10%). The impact mainly arises from the possible change in the fair value of listed equities and listed unit trusts during years ended 30 June 2026 and 2025.

(ii) Foreign exchange risk

Foreign exchange risk arises as the value of financial assets and financial liabilities denominated in other currencies will fluctuate due to changes in exchange rates.

The Fund is not exposed to significant risks from movements in foreign exchange rates. There are no foreign currencies to which the Fund's monetary assets and liabilities have a significant exposure as at 30 June 2026 (2025: nil).

(iii) Interest rate risk

Interest rate risk is the risk that a financial instrument's value will fluctuate as a result of the changes in market interest rates.

A significant proportion of the Fund's assets are held in cash and cash equivalents. The table at Note 3(b) summarises the sensitivity of the Fund's operating profit/(loss) before finance costs and net assets attributable to unitholders through changes in fair values or changes in future cash flows. The analysis is based on the assumption that interest rates moved by +/−1% (2025: +/−1%) from the year end rates with all other variables held constant.

3 Financial risk management (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

The table below summarises the Fund's direct exposure to interest rate risks.

30 June 2026	**Floating interest rate $**	**Fixed interest rate $**	**Non interest bearing $**	**Total $**
Assets				
Cash and cash equivalents	**1,918,475**	**-**	**-**	**1,918,475**
Due from brokers	**-**	**-**	**1,202,033**	**1,202,033**
Dividends and distributions receivable	**-**	**-**	**78,517**	**78,517**
Interest receivable	**-**	**-**	**932**	**932**
Other receivables	**-**	**-**	**8,822**	**8,822**
Financial assets at fair value through profit and loss	**-**	**-**	**39,386,678**	**39,386,678**
Liabilities				
Management fees payable	**-**	**-**	**(22,926)**	**(22,926)**
Due to brokers	**-**	**-**	**(949,900)**	**(949,900)**
Distribution payable	**-**	**-**	**(463,730)**	**(463,730)**
Other payables	**-**	**-**	**(547)**	**(547)**
Net total	**1,918,475**	**-**	**39,239,879**	**41,158,354**

30 June 2025	Floating interest rate $	Fixed interest rate $	Non interest bearing $	Total $
Assets				
Cash and cash equivalents	4,374,223	-	-	4,374,223
Due from brokers	-	-	685,625	685,625
Dividends and distributions receivable	-	-	288,989	288,989
Interest receivable	-	-	620	620
Applications receivable	-	-	1,921,369	1,921,369
Other receivables	-	-	11,219	11,219
Financial assets at fair value through profit and loss	-	-	44,610,291	44,610,291
Liabilities				
Management fees payable	-	-	(24,691)	(24,691)
Due to brokers	-	-	(312,186)	(312,186)
Distribution payable	-	-	(2,161,307)	(2,161,307)
Other payables	-	-	(4,141,501)	(4,141,501)
Net total	4,374,223	-	40,878,428	45,252,651

An analysis of financial liabilities by maturities is provided in Note 3(d).

3 Financial risk management (continued)

(b) Summarised sensitivity analysis

The following table summarises the sensitivity of the Fund's operating profit/(loss) before finance costs and net assets attributable to unitholders to market risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performances of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables are not a definitive indicator of future variations in the risk variables.

	Equity price risk		Interest rate risk	
	Impact on operating profit/(loss) before finance costs/Net assets attributable to unitholders			
	-10%	+10%	-1%	+1%
	$	$	$	$
30 June 2026	**(3,938,668)**	**3,938,668**	**(19,185)**	**19,185**
30 June 2025	(4,461,029)	4,461,029	(43,742)	43,742

(c) Credit risk

Credit risk represents the risk that a counterparty will fail to discharge an obligation and cause the Fund to incur a financial loss. Credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions and amounts due from brokers.

Credit risk is not considered to be significant to the Fund. All transactions in listed investments are settled on delivery using approved top-tier financial institutions. The Fund closely monitors the level of exposure that it holds with each counterparty.

The risk of default is considered minimal as delivery of securities sold is made once the custodian has received payment. Payment is made on a purchase once the securities have been received by the custodian. A trade will fail if either party fails to meet its obligation.

The Fund's maximum credit risk exposure at balance date in relation to each class of recognised financial asset is the carrying amount of those assets as indicated in the Statement of financial position. This does not represent the maximum risk exposure that could arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date.

There are no financial assets that are past due or impaired, or would otherwise be past due or impaired except for the terms having been renegotiated.

Concentration of credit risk exposure

Concentrations of risk arise when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions.

The Fund monitors its exposure to ensure concentrations of risk remain within acceptable levels and generally maintains a relatively low net equity exposure due to the investment strategy of the Fund. As at the end of the year, a significant proportion of the Fund's assets were held in financial assets and cash and cash equivalents, of which the majority was held with recognised and creditworthy custodian. The Standard and Poor's long term foreign issuer credit rating of the Fund's counterparties as at 30 June 2026 and 30 June 2025 are:

- AA- for State Street Bank and Trust Company (2025: AA-).

3 Financial risk management (continued)

(d) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities.

Maturity analysis for financial liabilities

Financial liabilities of the Fund comprise of outstanding settlements payable, distributions payable, other payables and net assets attributable to unitholders. Outstanding settlements payable as settled within 3 days after trade. Distributions payable and other payables have no contractual maturities but are typically settled within 30 days.

The table below analyses the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at reporting date to the contractual maturity date.

At 30 June 2026	**Less than 1 month $**	**1-6 months $**	**6-12 months $**	**Over 12 months $**	**No stated maturity $**	**Total $**
Management fees payable	**22,926**	**-**	**-**	**-**	**-**	**22,926**
Due to brokers	**949,900**	**-**	**-**	**-**	**-**	**949,900**
Distributions payable	**463,730**	**-**	**-**	**-**	**-**	**463,730**
Other payables	**547**	**-**	**-**	**-**	**-**	**547**
Net assets attributable to unitholders	**41,158,354**	**-**	**-**	**-**	**-**	**41,158,354**
Total liabilities	**42,595,457**	**-**	**-**	**-**	**-**	**42,595,457**

At 30 June 2025	Less than 1 month $	1-6 months $	6-12 months $	Over 12 months $	No stated maturity $	Total $
Management fees payable	24,691	-	-	-	-	24,691
Due to brokers	312,186	-	-	-	-	312,186
Distributions payable	2,161,307	-	-	-	-	2,161,307
Other payables	4,141,501	-	-	-	-	4,141,501
Net assets attributable to unitholders	45,252,651	-	-	-	-	45,252,651
Total liabilities	51,892,336	-	-	-	-	51,892,336

Net assets attributable to unitholders are payable on demand, however the Responsible Entity has the power under the Fund Constitution to amend the timing of redemption payments.

4 Fair value measurement

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets at fair value through profit or loss (see Note 5)

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current year (2025: nil).

4 Fair value measurement (continued)

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value hierarchy:

(a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

(b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and

(c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

(i) Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the year. Financial assets and liabilities are priced at last traded prices.

The Fund values its investments in accordance with the accounting policies set out in Note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments which represents quoted prices in the active market.

A financial instrument is regarded as quoted in an active market if quoted prices for an identical asset are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

(ii) Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the year applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the year. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

4 Fair value measurement (continued)

Recognised fair value measurement

The tables below set out the Fund's financial assets (by class) measured at fair value according to the fair value hierarchy as at 30 June 2026 and 30 June 2025.

As at 30 June 2026	**Level 1**	**Level 2**	**Level 3**	**Total**
	$	**$**	**$**	**$**
Financial assets at fair value through profit or loss				
Equity securities	**38,114,774**	**-**	**-**	**38,114,774**
Listed unit trusts	**1,271,904**	**-**	**-**	**1,271,904**
Total	**39,386,678**	**-**	**-**	**39,386,678**

As at 30 June 2025	Level 1	Level 2	Level 3	Total
	$	$	$	$
Financial assets at fair value through profit or loss				
Equity securities	44,277,649	-	-	44,277,649
Listed unit trusts	332,642	-	-	332,642
Total	44,610,291	-	-	44,610,291

The level in which instruments are classified in the hierarchy is based on the lowest input that is significant to the fair value measurement in its entirety. Assessment of the significance of an input requires judgment after considering factors specific to the instrument.

The fair value of listed equity securities and listed unit trusts is based on quoted market prices or binding dealer price quotations at the reporting date, without any deduction for transaction costs.

The Fund's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the year.

(i) Transfers between levels

There were no transfers between levels in the fair value hierarchy for the years ended 30 June 2026 and 30 June 2025.

(ii) Fair value measurements using significant unobservable inputs (level 3)

There were no investments classified as level 3 within the Fund as at 30 June 2026 and 30 June 2025.

(iii) Fair values of other financial instruments

Due to their short-term nature, the carrying amounts of receivables and payables approximate fair value.

5 Financial assets at fair value through profit or loss

	As at	
	30 June 2026	30 June 2025
	$	$
Financial assets at fair value through profit or loss		
Equity securities	**38,114,774**	44,277,649
Listed unit trusts	**1,271,904**	332,642
Total financial assets at fair value through profit or loss	**39,386,678**	44,610,291

6 Net assets attributable to unitholders

The terms and conditions attached to the units are stated in Note 2(p), 2(q) and 2(r).

The movement in units of the Fund during the years ended are as follows:

	Year ended			
	30 June 2026	**30 June 2026**	30 June 2025	30 June 2025
	Units	**$**	Units	$
Opening balance	**50,716,767**	**45,252,651**	53,328,378	54,791,829
Applications	**6,856,765**	**6,642,162**	19,136,116	19,433,102
Redemptions	**(7,224,863)**	**(6,808,218)**	(22,274,224)	(21,868,504)
Units issued upon reinvestment of distributions	**492,863**	**428,609**	526,497	543,809
Change in net assets attributable to unitholders	**-**	**(4,356,850)**	-	(7,647,585)
Closing balance	**50,841,532**	**41,158,354**	50,716,767	45,252,651

Capital management

As a result of the ability to issue and redeem units, the capital of the Fund can vary depending on the demand for applications to and redemptions from the Fund. The Fund is not subject to externally imposed capital requirements and has no restrictions on the issue or redemption of units.

The Fund's objectives for managing capital are:

− To invest capital in accordance with the provisions of the Fund's Constitution and the current offer document.

− To pursue its investment objective which is consistent with the Constitution and offer document.

The policies and processes applied by the Fund in managing its capital are outlined in Note 2.

7 Distributions to unitholders

The distributions for the year were as follows:

	As at			
	30 June 2026	**30 June 2026**	30 June 2025	30 June 2025
	$	**CPU***	$	CPU*
Distributions				
Distributions paid	**2,604,192**	**5.00**	2,848,041	5.20
Distributions payable	**463,730**	**0.91**	2,161,307	4.45
Total	**3,067,922**	**5.91**	5,009,348	9.65

* Cents per unit

8 Cash and cash equivalents

For the purpose of the Statement of cash flows, cash and cash equivalents comprise:

	As at	
	30 June 2026	30 June 2025
	$	$
Cash at custodian	**1,918,475**	4,374,223
Total	**1,918,475**	4,374,223

Cash at custodian earns interest at floating rates based on negotiated deposit rates.

9 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	Year ended	
	30 June 2026	30 June 2025
	$	$
(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities		
Change in net assets attributable to unitholders	**(4,356,850)**	(7,647,585)
Distributions to unitholders	**3,067,922**	5,009,348
Proceeds from sale of financial instruments at fair value through profit or loss	**126,278,335**	113,245,997
Purchase of financial instruments at fair value through profit or loss	**(122,557,190)**	(106,886,907)
Net changes in fair value of financial assets and liabilities at fair value through profit or loss	**2,422,907**	6,073,188
Net change in receivables	**212,557**	(140,134)
Net change in payables	**(2,803,873)**	2,774,051
Dividend/distribution income reinvested	**-**	(889,762)
Unrealised foreign exchange (gains)/losses	**(1)**	1
Net cash inflow/(outflow) from operating activities	**2,263,807**	11,538,197
(b) Non-cash financing activities		
During the period, the in specie applications were settled through transfer of investments	**799,133**	1,294,125
Management fee rebate	**22,888**	-
Reinvestment of unitholder distributions	**428,609**	543,809
(c) Non-cash operating activities		
Reinvestment of dividend/distribution income	**-**	889,762

10 Auditor's remuneration

During the year, the following fees were paid or payable for services provided by the auditor of the Fund.

	Year ended	
	30 June 2026	30 June 2025
	$	$
Fees to Ernst & Young		
Fees for auditing and reviewing of the financial reports	**19,343**	18,743
Fees for auditing the compliance plan	**7,473**	6,685
Fees for other services		
- Tax compliance	**7,238**	7,238
Total fees to Ernst & Young	**34,054**	32,666

The auditor's remuneration was borne by the Responsible Entity, Ellerston Capital Limited.

11 Other operating expenses

	Year ended	
	30 June 2026	30 June 2025
	$	$
Custody and administration fees	**116,826**	107,353
Withholding tax expenses	**14,848**	44,697
Total	**131,674**	152,050

12 Other receivables

	As at	
	30 June 2026	30 June 2025
	$	$
GST refund receivable	**8,822**	11,219
Total	**8,822**	11,219

13 Other payables

	As at	
	30 June 2026	30 June 2025
	$	$
Custody and administration fees payable	**-**	7,445
Redemption payable	**-**	1,315,958
Other payables	**547**	2,923
Application received in advance	**-**	2,815,175
Total	**547**	4,141,501

14 Related party transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party including financial or operational decisions.

Details of Key Management Personnel

(i) Directors

The Responsible Entity and the Directors of the Responsible Entity are considered to be key management personnel of the Fund.

The names of the Directors of the Responsible Entity in office during the year and until the date of this report are:

Ashok Jacob (Chairman)
Chris Kourtis
David Keelan

14 Related party transactions (continued)

Details of Key Management Personnel (continued)

(ii) Compensation of key management personnel

No amount is paid by the Fund directly to the Directors of the Responsible Entity. Consequently, no compensation as defined in AASB 124 *Related Party Disclosures* is paid by the Fund to the Directors as Key Management Personnel.

Compensation is paid to the Responsible Entity in the form of fees as disclosed below.

Investment in Related Parties

The Fund did not hold any investments in related parties, including the Responsible Entity, its related parties, or other funds managed by the Responsible Entity, as at 30 June 2026 (30 June 2025: nil).

Unitholding of Related Parties

Parties related to the Fund including the Responsible Entity, its related parties and other funds managed by the Responsible Entity, did not hold any units in the Fund at the end of 30 June 2026 (30 June 2025: nil).

Unitholding of Key Management Personnel

The number of shares in the Fund held during the reporting period by each Directors of the Responsible Entity, including their personally related parties, are set out below.

30 June 2026

Unitholder	**Number of units held opening (Units)**	**Number of units held closing (Units)**	**Fair value of investment ($)**	**Interest held (%)**	**Number of units acquired (Units)**	**Number of units disposed (Units)**	**Distributions paid/ payable by the Trust ($)**
Ashok Jacob	**787,686**	**-**	**-**	**-**	**-**	**787,686**	**-**
Chris Kourtis	**1,172,328**	**1,290,211**	**1,092,872**	**2.63**	**117,883**	**-**	**102,291**

30 June 2025

Unitholder	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment ($)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/ payable by the Trust ($)
Ashok Jacob	787,686	787,686	702,822	1.55	-	-	76,050
Chris Kourtis	172,847	1,172,328	1,046,024	2.40	999,481	-	115,792

All transactions with key management personnel, including their personally related entities, have been entered into under terms and conditions no more favourable than those the Fund would have adopted if dealing at arm's length.

Transactions with the Responsible Entity

The Responsible Entity receives from the Fund a management fee of 0.70% (30 June 2025: 0.70%) per annum (inclusive of the net effect of GST) of the net asset value of the units.

14 Related party transactions (continued)

Transactions with the Responsible Entity (continued)

The Responsible Entity receives from the Fund a performance fee of 10% (2025: 10%) per annum (inclusive of the net effect of GST) of the investment return over the return of the S&P/ASX 200 Accumulation Index, after recovering any underperformance in past periods, calculated and accrued daily and deducted from the assets after 30 June in each year in arrears. If the Fund underperforms against the benchmark during a calculation period, a performance fee will not be paid. Any underperformance will be carried forward to the following calculation period and must be recouped before any performance fees can commence to accrue or be paid.

Management fees paid and payable for the year are shown in the table below. During the year 30 June 2026, the Fund has not accrued the performance fee as the criteria for recognising performance fee were not met (30 June 2025: nil).

	30 June 2026	30 June 2025
	$	$
Management fees expense	**345,020**	375,338
Management fees payable	**22,926**	24,691

All related party transactions are made at arm’s length on normal terms and conditions.

15 Contingent assets, liabilities and commitments

The Fund did not have any contingent assets, liabilities or commitments as at 30 June 2026 and 30 June 2025.

16 Events occurring after the reporting period

There were no significant matters or circumstances that have arisen since the end of the year that have significantly affected, or may affect, the Fund’s operations in future years, the results of those operations or the Fund’s state of affairs in future years.

Directors' declaration

In accordance with a resolution of the Directors of Ellerston Capital Limited, I state that:

In the opinion of the Directors:

(a) The financial statements and notes of the Fund are in accordance with the *Corporations Act 2001*, including:

  (i) Giving a true and fair view of the Fund's financial position as at 30 June 2026 and of its performance for the year ended on that date; and

  (ii) Complying with Australian Accounting Standards and *Corporations Regulations 2001*; and

(b) The financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 2(b); and

(c) There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable; and

(d) The financial statements are in accordance with the provisions of the Fund's Constitution.

On behalf of the board

Ashok Jacob
Director

Sydney
23 September 2026

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Independent Auditor's Report to the Unitholders of Ellerston Equity Income KIS Fund

Opinion

We have audited the financial report of Ellerston Equity Income KIS Fund (the "Fund"), which comprises the statement of financial position as at 30 June 2026, the statement of comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the year then ended, notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Fund is in accordance with the *Corporations Act 2001*, including:

a. Giving a true and fair view of the Fund's financial position as at 30 June 2026 and of its financial performance for the year ended on that date; and

b. Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report. We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The directors of Ellerston Capital Limited (the "Responsible Entity") are responsible for the other information. The other information comprises the directors' report accompanying the financial report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Responsible Entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Ernst & Young

Rita Da Silva
Partner
Sydney
23 September 2026