

KKR Private Equity (K-PRIME) Fund (AUD)

ARSN 666 531 184

**Annual Report
for the year ended 30 June 2025**

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These financial statements cover KKR Private Equity (K-PRIME) Fund (AUD) as an individual entity.

The Responsible Entity of KKR Private Equity (K-PRIME) Fund (AUD) is Channel Investment Management Limited (ABN 22 163 234 240, AFSL 439007). The Responsible Entity's registered office is Level 19, 1 Eagle Street, Brisbane, QLD 4000.

Directors' report

The Directors of Channel Investment Management Limited (ABN 22 163 234 240, AFSL 439007), the Responsible Entity of KKR Private Equity (K-PRIME) Fund (AUD) (the "Fund"), present their report together with the financial statements of the Fund for the year ended 30 June 2025.

Principal activities

The Fund was constituted on 16 March 2023 and registered as a managed investment scheme with the Australian Securities and Investment Commission on 29 March 2023.

The Responsible Entity and Investment Manager of the Fund is Channel Investment Management Limited (the "Responsible Entity" or "Investment Manager"). The Responsible Entity's registered office is Level 19, 1 Eagle Street, Brisbane, QLD 4000.

The Fund is constituted and domiciled in Australia.

The Fund seeks to obtain medium to long-term capital appreciation via investments in or to global private equity investments. The Fund invests substantially all of its assets in KKR Private Markets Equity Fund SICAV SA – I, being a sub-fund of the KKR Private Markets Equity Fund SICAV SA (the "Underlying Fund"), which provides the Fund access to the K-PRIME investment program. The Investment Manager of the Underlying Fund is Kohlberg Kravis Roberts & Co. L.P. ("KKR" or "Underlying Fund Investment Manager").

The Fund did not have any employees during the year.

There were no significant changes in the nature of the Fund's activities during the year.

Directors

The following persons held office as Directors of Channel Investment Management Limited during or since the end of the year and up to the date of this report:

Glen Holding	Executive Director
Sandra Birkenleigh	Non-Executive Chair
Bede King	Non-Executive Director
Karen Prentis	Non-Executive Director

Review and results of operations

There have been no significant changes to the operations of the Fund since the beginning of the financial year. The Fund invested in accordance with the investment objective as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

The Fund's performance for Class A was 11.83% (net of fees) for the year ended 30 June 2025 (Period 29 March 2023 to 30 June 2024: 7.08%) and for Class B was 12.13% (net of fees) for the year ended 30 June 2025 (Period 29 March 2023 to 30 June 2024: 7.36%). The Fund does not operate against a benchmark.

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

	Year ended 30 June 2025	For the period 29 March 2023 to 30 June 2024
Operating profit/(loss) before financing costs attributable to unitholders (\$'000)	62,907	18,381

There were no distributions declared for the year ended 30 June 2025 and period ended 30 June 2024.

Significant changes in state of affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Fund that occurred during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2025 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.

Likely developments and expected results of operations

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Fund, and in accordance with 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.

Indemnification and insurance of officers and auditors

No insurance premiums are paid for out of the assets of the Fund in regard to the insurance cover provided to either the officers of the Responsible Entity or the auditors of the Fund. So long as the officers of Channel Investment Management Limited act in accordance with the Fund's Constitution and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

The auditors of the Fund are in no way indemnified out of the assets of the Fund.

Directors' report (continued)

Fees paid to and interests held in the Fund by the Responsible Entity or its associates

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 14 (e) of the financial statements.

No fees were paid out of Fund property to the Directors of the Responsible Entity during the year.

There were no interests in the Fund held by the Responsible Entity or its associates as at the end of the financial year.

Interests in the Fund

The movement in units on issue in the Fund during the year is disclosed in Note 13 to the financial statements.

The value of the Fund's assets and liabilities is disclosed on the statement of financial position and derived using the basis set out in Note 2 to the financial statements.

Environmental regulation

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

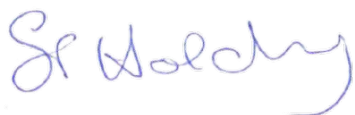
Rounding of amounts to the nearest thousand dollars

The Fund is an entity of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* and in accordance with that instrument, amounts in the financial statements and directors' report have been rounded off to the nearest thousand dollars unless otherwise stated.

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 4.

This report is made in accordance with a resolution of the Directors of Channel Investment Management Limited, the Responsible Entity.



Glen Holding
Director
Channel Investment Management Limited

Brisbane
23 September 2025



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**Shape the future
with confidence**

Auditor's independence declaration to the directors of Channel Investment Management Limited as Responsible Entity for KKR Private Equity (K-Prime) Fund (AUD)

As lead auditor for the audit of the financial report of KKR Private Equity (K-Prime) Fund (AUD) for the financial year ended 30 June 2025, 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.

A handwritten signature in black ink that reads 'Ernst & Young'.

Ernst & Young

A handwritten signature in black ink, appearing to be 'Rohit Khanna'.

Rohit Khanna
Partner
23 September 2025

Statement of comprehensive income

		Year ended 30 June 2025 \$'000	For the period from 29 March 2023 to 30 June 2024 \$'000
	Notes		
Investment income			
Interest income from financial assets at amortised cost		427	190
Net gains/(losses) on financial assets at fair value through profit or loss	5	64,686	19,205
Total investment income/(loss)		65,113	19,395
Expenses			
Management fees and costs	14	2,104	855
Other expenses	14	102	159
Total operating expenses		2,206	1,014
Operating profit/(loss) before finance costs attributable to unitholders		62,907	18,381
Finance costs attributable to unitholders			
Distributions to unitholders	7	-	-
(Increase)/decrease in net assets attributable to unitholders	13	(62,907)	(18,381)
Profit/(loss) for the year		-	-
Other comprehensive income		-	-
Total comprehensive income/(loss) for the financial year		-	-

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

Statement of financial position

		As at	
	Notes	30 June 2025 \$'000	30 June 2024 \$'000
Assets			
Cash and cash equivalents	8	8,274	1,096
Investment paid in advance		36,356	-
Applications receivable		-	18,737
Receivables	11	61	75
Financial assets at fair value through profit or loss	9	692,154	394,928
Total assets		736,845	414,836
Liabilities			
Payables	12	8,686	796
Total liabilities		8,686	796
Net assets attributable to unitholders - liability	13	728,159	414,040

The above statement of financial position should be read in conjunction with the accompanying notes.

Statement of changes in equity

	Year ended 30 June 2025 \$'000	For the period from 29 March 2023 to 30 June 2024 \$'000
Total equity at the beginning of the financial year	-	-
Comprehensive income/(loss) for the year		
Profit/(loss) for the year	-	-
Other comprehensive income/(loss)	-	-
Total comprehensive income/(loss) for the year	<u>-</u>	<u>-</u>
Transactions with unitholders in their capacity as unitholders	-	-
Total equity at the end of the financial year	<u>-</u>	<u>-</u>

Under Australian Accounting Standards, the net asset attributable to unitholders of the Fund are classified as a liability rather than equity. As a result, there was no equity at the beginning or end of the period. Movements in net assets attributable to unitholders are recognised in the statements of comprehensive income as finance costs attributable to unitholders. Refer to Note 13 for further details.

Changes in net assets attributable to unitholders are disclosed in Note 13.

The above statement of changes in equity should be read in conjunction with the accompanying notes.

KKR Private Equity (K-PRIME) Fund (AUD)
Statement of cash flows
For the year ended 30 June 2025

Statement of cash flows

		For the period from 29 March 2023 to 30 June 2024 \$'000
	Year ended 30 June 2025 \$'000	
Notes		
Cash flows from operating activities		
Payments for purchase of financial assets at fair value through profit or loss	(268,896)	(375,723)
Interest income received from financial assets at amortised cost	441	158
Management fees and costs paid	(1,916)	(620)
Other expenses paid	(102)	(202)
Net cash inflow/(outflow) from operating activities	15 (a) <u>(270,473)</u>	<u>(376,387)</u>
Cash flows from financing activities		
Proceeds from applications by unitholders	296,973	380,747
Payments for redemptions by unitholders	(19,322)	(3,264)
Net cash inflow/(outflow) from financing activities	<u>277,651</u>	<u>377,483</u>
Net increase/(decrease) in cash and cash equivalents	7,178	1,096
Cash and cash equivalents at the beginning of the year	<u>1,096</u>	-
Cash and cash equivalents at the end of the year	8 <u>8,274</u>	<u>1,096</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the financial statements

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1 General information

These financial statements cover KKR Private Equity (K-PRIME) Fund (AUD) (the "Fund") as an individual entity. The Fund was constituted on 16 March 2023 and registered as a managed investment scheme with the Australian Securities and Investment Commission on 29 March 2023. The Fund will terminate in accordance with the provision's of the Fund's Constitution or by Law.

The Responsible Entity and Investment Manager of the Fund is Channel Investment Management Limited (ABN 22 163 234 240 AFSL 439007) (the "Responsible Entity" or "Investment Manager"). The Responsible Entity's registered office is Level 19, 1 Eagle Street, Brisbane, QLD 4000.

The Fund is constituted and domiciled in Australia.

The Fund seeks to obtain medium to long-term capital appreciation via investments in or to global private equity investments. The Fund invests substantially all of its assets in KKR Private Markets Equity Fund SICAV SA – I, being a sub-fund of the KKR Private Markets Equity Fund SICAV SA (the "Underlying Fund"), which provides the Fund access to the K-PRIME investment program. The Investment Manager of the Underlying Fund is Kohlberg Kravis Roberts & Co. L.P. ("KKR" or "Underlying Fund Investment Manager").

The financial statements were authorised for issue by the directors of the Responsible Entity on 23 September 2025. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

2 Summary of material accounting policies

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

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Fund is a for-profit fund for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities, except where otherwise stated.

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. All balances are generally expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unitholders. The Fund manages investments in financial assets based on the economic circumstances at any given point in time, as well as to meet liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months, but this amount cannot be reliably determined as at reporting date.

(i) Compliance with IFRS Accounting Standards

The financial statements of the Fund also comply with IFRS Accounting Standards as issued by the International Accounting Standards Board.

(ii) New Standards and interpretations effective after 1 July 2025 and have not been early adopted

A number of new standards, amendments and interpretations have been issued which are effective for annual reporting periods beginning after 1 July 2025, and have not been early adopted by the Fund. With the exception of the below, none of these are expected to have a material impact on the financial statements of the Fund.

AASB 18 Presentation and Disclosure in Financial Statements ("AASB 18")

AASB 18 was issued in June 2024 and will replace 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 primary financial statements, as well as the presentation of interest and dividends in the statement of cash flows.

The new standard is effective for annual reporting periods beginning on or after 1 January 2027, and will apply to the Fund for the first time in 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 or 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 statement.

(iii) New and amended standards adopted by the Fund

None of the other standards, interpretations or amendments to existing standards that are effective for the first time for the year ending 30 June 2025 have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

(iv) Investment entity

The Fund meets the definition of "investment entity" under the definition within AASB 10 Consolidated Financial Statements as the following criteria are met:

- The Fund obtains and manages funds for the purpose of providing investors of the Fund with investment management services;
- The Fund has committed to its investors that its business purposes is to invest funds solely for return from capital appreciation and investment income; and

2 Summary of material accounting policies (continued)

(a) Basis of preparation

(iv) Investment entity (continued)

- The Fund measures and evaluates the performance of its investments on a fair value basis.

As such, the Fund does not consolidate any entities.

(b) Foreign currency

(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"). This is the Australian dollar, which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Fund's 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 such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in the statement of comprehensive income on a net basis within net gains/(losses) on financial assets at fair value through profit or loss.

(c) Financial instruments

(i) Classification

• Financial Assets

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its investment in the Underlying Fund based on its business model for managing that investment and the contractual cash flow characteristics of that investment. The Fund's investment in the Underlying Fund is managed and its performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. As such, the investment in the Underlying Fund is classified as a financial asset at fair value through profit or loss.

• Financial Liabilities

For financial liabilities that are not classified and measured at fair value through profit and loss, these are classified as financial liabilities at amortised cost (management fees payable, subscriptions received in advance and redemptions payable).

(ii) Recognition/derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in the fair value of the financial assets or financial liabilities from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged, cancelled or expires.

(iii) Measurement

At initial recognition, the Fund measures a financial assets at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within net gains/(losses) on financial assets at fair value through profit or loss in the period in which they arise.

For further details on how the fair value of financial instruments is determined please see Note 4 to the financial statements.

(iv) Impairment

At each reporting date, the Fund shall measure the loss allowance of the financial assets carried at amortised cost (cash and cash equivalents and receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

The expected credit loss (ECL) approach is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Fund expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

2 Summary of material accounting policies (continued)

(c) Financial instruments (continued)

(iv) Impairment (continued)

The amount of the impairment loss is recognised in the statement of comprehensive income within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the statement of comprehensive income.

(v) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

As at the end of the reporting year, there are no financial assets or liabilities offset or with the right to offset in the statement of financial position.

(d) Net assets attributable to unitholders

Under the Fund's Constitution, the Responsible Entity is not obligated to redeem unitholder units, but the Responsible Entity may allow the redemption of units from time to time. Applications and redemptions may be suspended by the Responsible Entity if it is deemed to be in the best interest of the unitholders, in accordance with the Fund's Constitution.

The units are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

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

- 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 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 are based substantially on the profit or loss.

As this is a multi-class fund, units are classified as financial liabilities as they do not meet the requirements of equity in accordance with AASB 132 *Financial Instruments: Presentation*.

(e) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes deposits held at call with financial institutions and other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Payments and receipts relating to the purchase, if any, and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

(f) Investment income

(i) Interest income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from investments and cash and cash equivalents.

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

(ii) Net gains/(losses) of financial assets at fair value through profit or loss

Changes in fair value of financial instruments at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements.

(g) Expenses

Any expenses which are paid by the unitholder from Fund assets are included in the Fund's financial statements and recognised in the statement of comprehensive income on an accruals basis. Any expenses that are paid directly to the Responsible Entity and/or Investment Manager by the unitholder as per the terms of individual agreements are not recognised in the Fund's financial statements.

(h) Income tax

Under current legislation, the Fund is not subject to income tax provided it attributes the entirety of its taxable income to its unitholders. The benefits of any imputation credits and foreign tax paid are passed on to unitholders.

2 Summary of material accounting policies (continued)

(i) Distributions

In accordance with the Fund's Constitution, the Fund distributes its distributable (taxable) income, and any other amounts determined by the Responsible Entity, to unitholders by cash or reinvestment. The distributions are recognised in the statement of comprehensive income as finance costs attributable to unitholders.

(j) Increase/decrease in net assets attributable to unitholders

Income not distributed is included in net assets attributable to unitholders. As the Fund's units are classified as liabilities, movements in net assets attributable to unitholders are recognised in the statement of comprehensive income as finance costs attributable to unitholders.

(k) Receivables

Receivables may include amounts for interest and trust distributions. Interest is accrued at the end of each reporting year from the time of the last payment in accordance with the policy set out in Note 2(e) above. Trust distributions are accrued when the right to receive payment is established. Amounts are generally received within 30 days of being recorded as receivables.

Receivables include such items as Reduced Input Tax Credits (RITC) and interest receivable.

(l) Payables

Payables include liabilities and accrued expenses owed by the Fund which are unpaid as at the end of the reporting year.

As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the statement of financial position as at the end of each reporting year where this amount remains unpaid as at the end of the reporting year.

(m) 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 are recorded gross of any exit fees payable after the cancellation of units redeemed.

(n) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to the Fund by third parties such as audit fees, custodial services and investment management fees have been passed onto the Fund. The Fund qualifies for Reduced Input Tax Credits (RITC) at a rate of 75% hence investment management fees, custodial fees and other expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

(o) Use of estimates and judgements

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Fund's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts payables, the carrying amounts approximate fair value due to the short-term nature of these financial instruments.

(p) Rounding of amounts

The Fund is an entity of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* and in accordance with that instrument, amounts in the financial report and directors' report have been rounded off to the nearest thousand dollars unless otherwise stated.

(q) Comparative period

The Fund was constituted on 16 March 2023 and registered as a managed investment scheme with the Australian Securities and Investment Commission on 29 March 2023.

(r) 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 financial year.

3 Financial risk management

(a) Objectives, strategies, policies and processes

The Fund's activities expose it to a variety of financial risks including market risk (which incorporates price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's Product Disclosure Statement and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. Financial risk management is carried out by an Investment Manager under policies approved by the Board of Directors of the Responsible Entity.

3 Financial risk management (continued)

(a) Objectives, strategies, policies and processes (continued)

The Fund uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate risk and ratings analysis for credit risk.

As part of its risk management strategy, the Fund uses derivatives and other investments, including interest rate futures, to manage exposures resulting from changes in interest rates, and exposures arising from forecast transactions. These methods are explained below.

(b) Market risk

(i) Interest rate risk

The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund's main interest rate risk arises from its cash and cash equivalents.

The interest rate risk is managed by maintaining as close to a fully invested position as possible.

The table below summarises the Fund's exposure to interest rate risk at the end of the reporting year.

30 June 2025	Floating Interest Rate \$'000	Fixed Interest rate \$'000	Non-interest Bearing \$'000	Total \$'000
Financial Assets				
Cash and cash equivalents	8,274	-	-	8,274
Receivables	-	-	61	61
Investment paid in advance	-	-	36,356	36,356
Financial assets at fair value through profit or loss	-	-	692,154	692,154
Total Financial Assets	8,274	-	728,571	736,845
Financial Liabilities				
Payables	-	-	8,686	8,686
Total Financial Liabilities	-	-	8,686	8,686
30 June 2024	Floating Interest Rate \$'000	Fixed Interest rate \$'000	Non-interest Bearing \$'000	Total \$'000
Financial Assets				
Cash and cash equivalents	1,096	-	-	1,096
Receivables	-	-	18,812	18,812
Financial assets at fair value through profit or loss	-	-	394,928	394,928
Total Financial Assets	1,096	-	413,740	414,836
Financial Liabilities				
Payables	-	-	796	796
Total Financial Liabilities	-	-	796	796

The table at Note 3(c) summarises the impact of an increase/decrease of interest rates on the Fund's operating profit and net assets attributable to unitholders through changes in fair value of changes in future cash flows. The analysis is based on the assumption that the interest rates changed by +/-100 basis points from the period end rates with all other variables held constant.

(ii) Price Risk

The Fund is exposed to price risk through its holding of securities. This arises from investments held by the Fund for which prices in the future are uncertain. Securities are classified in the statements of financial position as at fair value through profit or loss. All securities investments present a risk of loss of capital.

The Fund's overall market positions are reported to the Board on a regular basis.

The table at Note 3(c) summarises the sensitivities of the Fund's assets and liabilities to price risk. The analysis is based on the assumption that the markets in which the Fund invests moves by +/-10%.

(iii) Foreign currency risk

The Fund's exposure to foreign currency risk is limited as all financial instruments are denominated in Australian dollars and there were no transactions denominated in foreign currency.

3 Financial risk management (continued)

(c) Summarised sensitivity analysis

The following table summarises the sensitivity of the Fund's operating profit and net assets attributable to unitholders to price risk and interest rate 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 levels of changes in foreign exchange rates, interest rates and the 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 movements resulting from changes in the performance of and/or correlation between the performances of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variances in the risk variables.

	Impact on operating profit/net assets attributable to unitholders			
	Price risk		Interest rate risk	
	Increase +10% \$'000	(Decrease) -10% \$'000	Increase +100 bps \$'000	(Decrease) -100 bps \$'000
As at 30 June 2025	69,215	(69,215)	83	(83)
	Impact on operating profit/net assets attributable to unitholders			
	Price risk		Interest rate risk	
	Increase +10% \$'000	(Decrease) -10% \$'000	Increase +100 bps \$'000	(Decrease) -100 bps \$'000
As at 30 June 2024	39,493	(39,493)	11	(11)

(d) Credit risk

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due, causing a financial loss to the Fund. The main concentration of credit risk, to which the Fund is exposed, arises from the Fund's investment in the Underlying Fund. The Fund is also exposed to counterparty credit risk on cash and cash equivalents, amounts due from brokers and other receivables.

The Fund holds no collateral as security or any other credit enhancement. The maximum exposure to credit risk at the end of each reporting year is the carrying amount of the financial assets. None of these assets are impaired nor past their due date.

(i) Settlement of securities transactions

All transactions in unlisted investment fund are settled/paid for upon delivery using approved brokers. The risk of default is considered low, as delivery of securities sold is only made once the broker has received payment. Payment is made once the securities purchased have been received by the broker. The trade will fail if either party fails to meet its obligations.

(ii) Cash and cash equivalents

The exposure to credit risk for cash and cash equivalents is low as Citibank, N.A. has a rating of A+ as at 30 June 2025 (2024: A+) (as determined by Standard and Poor's/Moody's).

(iii) Other

The Fund is not materially exposed to credit risk on other financial assets.

(e) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Responsible Entity considers and maintains the liquidity of the fund, in the context of investment objectives and liquidity requirements of the Fund. The Fund maintains sufficient cash and cash equivalents to meet normal operating requirements.

Under the Fund's Constitution, the Responsible Entity is not obligated to redeem unitholder units, but the Responsible Entity may allow the redemption of units from time to time under the Fund's Constitution.

The assets of the Underlying Fund are generally expected to be illiquid. This will ultimately limit the ability of the Fund to redeem its holdings in the Underlying Fund (and by extension, limit Responsible Entity's ability to accept redemptions in the Fund).

In order to manage the Fund's overall liquidity, the Responsible Entity has the discretion to reject an application for units and to defer or suspend redemption of units if the exercise of such discretion is in the best interest of the unitholders. The assets of the Underlying Fund are generally expected to be illiquid, which will ultimately limit the ability of the Fund to redeem its holdings in the Underlying Fund (and by extension, limit the Responsible Entity's ability to accept redemptions in the Fund). The Responsible Entity did not reject or withhold any redemptions during the current financial year or prior period.

(i) Maturities of non-derivative financial liabilities

The table below analyses the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining year at reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month \$'000	1 to 6 months \$'000	7 to 12 months \$'000	Over 12 months \$'000	Total \$'000
At 30 June 2025					
Payables	8,686	-	-	-	8,686
Net assets attributable to unitholders - liability	728,159	-	-	-	728,159
Contractual cash flows (excluding derivatives)	736,845	-	-	-	736,845

3 Financial risk management (continued)

(e) Liquidity risk (continued)

(i) Maturities of non-derivative financial liabilities (continued)

	Less than 1 month \$'000	1 to 6 months \$'000	7 to 12 months \$'000	Over 12 months \$'000	Total \$'000
At 30 June 2024					
Payables	796	-	-	-	796
Net assets attributable to unitholders - liability	414,040	-	-	-	414,040
Contractual cash flows (excluding derivatives)	414,836	-	-	-	414,836

4 Fair value measurement

The Fund measures and recognises financial assets at fair value through profit or loss on a recurring basis.

The Fund had no assets or liabilities measured at fair value on a non-recurring basis in the current financial year or prior period.

Fair value hierarchy

Classification of financial assets and financial liabilities

The Fund classifies fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

(a) 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. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. 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.

The determination of what constitutes 'observable' requires significant judgement by the Investment Manager. The Investment Manager considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market.

The fair value of investments in unlisted investment fund is based on the prevailing Net Assets Value ("NAV") as reported by the investment manager of the underlying fund. The Fund invests substantially all of its assets in KKR Private Equity Markets Equity Fund SICAV SA-I, the Underlying Fund which holds the portfolio of investments which are subject to ongoing valuation. The Fund may make adjustments to the value based on considerations such as; liquidity of the Underlying Fund or its underlying investments, the value date of the net asset value provided, or any restrictions on redemptions and the basis of accounting.

(b) Recognised fair value measurements

The following table presents the Fund's financial assets and liabilities measured and recognised at fair value according to the fair value hierarchy at 30 June 2025:

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
At 30 June 2025				
Financial assets				
Unlisted investment fund	-	-	692,154	692,154
Total financial assets	-	-	692,154	692,154
At 30 June 2024				
Financial assets				
Unlisted investment fund	-	-	394,928	394,928
Total financial assets	-	-	394,928	394,928

(c) Transfer between levels

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

There were no transfers between levels in the fair value hierarchy at the end of the reporting year.

4 Fair value measurement (continued)

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

The following table presents the movement in level 3 instruments for the year ended 30 June 2025 by the class of financial instrument.

	Year ended 30 June 2025 \$'000	For the period from 29 March 2023 to 30 June 2024 \$'000
Opening balance	394,928	-
Purchases	232,540	375,723
Net gains/(losses) recognised in the statement of comprehensive income	64,686	19,205
Closing balance	692,154	394,928
Total unrealised gains/(losses) for the year included in statement of comprehensive income for assets held at the end of the reporting year	64,686	19,205

(i) Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in the level 3 fair value measurements.

Description	Valuation Method	Fair value \$'000	Unobservable inputs	Relationship of unobservable inputs to fair value
As at 30 June 2025				
Unlisted investment fund	Net Asset Value approach	692,154	Liquidity of the Underlying Fund or its underlying investments. Any restrictions on redemptions	Increased NAV would increase the value of the investment
As at 30 June 2024				
Description	Valuation Method	Fair value \$'000	Unobservable inputs	Relationship of unobservable inputs to fair value
Unlisted investment fund	Net Asset Value approach	394,928	Liquidity of the Underlying Fund or its underlying investments. Any restrictions on redemptions	Increased NAV would increase the value of the investment

5 Net gains/(losses) on financial assets at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets at fair value through profit or loss:

	Year ended 30 June 2025 \$'000	For the period from 29 March 2023 to 30 June 2024 \$'000
Net unrealised gains/(losses) on financial assets at fair value through profit or loss	64,686	19,205
Net gains/(losses) on financial assets at fair value through profit or loss	64,686	19,205

6 Auditor's remuneration

During the year, the following fees were paid or payable for services provided by the auditors of the Fund, Ernst & Young (EY), and by their related network firms:

	Year ended 30 June 2025 \$	For the period from 29 March 2023 to 30 June 2024 \$
EY and related network firms		
<i>Audit and other assurance services</i>		
Audit of financial statements	17,000	14,000
Audit of compliance plan	6,256	6,600
Total services provided by EY	23,256	20,600

The fees for audit and other assurance services and non-audit services are paid by the Responsible Entity out of the management fees and costs it receives.

7 Distribution to unitholders

Distributions are payable at the end of each financial year. Such distributions are determined by reference to the net taxable income of the Fund.

There were no distributions declared for the year ended 30 June 2025 and period ended 30 June 2024.

8 Cash and cash equivalents

	30 June 2025 \$'000	As at 30 June 2024 \$'000
Cash at bank	8,274	1,096
Total cash and cash equivalents	8,274	1,096

9 Financial assets at fair value through profit or loss

	30 June 2025 \$'000	As at 30 June 2024 \$'000
Financial asset at fair value through profit or loss		
Unlisted investment fund	692,154	394,928
Total financial assets at fair value through profit or loss	692,154	394,928

An overview of the risk exposures and fair value measurements relating to financial assets at fair value through profit or loss is included in Note 3 and Note 4 to the financial statements.

10 Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, and the relevant activities are directed by means of contractual arrangements. An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. The Fund considers all investments in managed investment schemes ("investee funds") to be structured entities. The Fund invests in managed funds for the purpose of capital appreciation and earning investment income.

The Fund's maximum exposure from its interest in investee fund which has been assessed to be structured entity is equal to the total fair value of its investment in the investee funds which are disclosed below.

Once the Fund has disposed of its shares in an investee fund, it ceases to be exposed to any risk from that investee fund.

Name	Fair value of investments 2025 \$'000	Interest held 2025 %	Fair value of investments 2024 \$'000	Interest held 2024 %
KKR Private Markets Equity Fund SICAV SA – I	692,154	8.11%	394,928	11.11%

The Fund has exposures to structured entities through its trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset. Exposure to trading assets are managed in accordance with financial risk management practices as set out in Note 3, which includes an indication of changes in risk measures compared to prior period.

11 Receivables

	30 June 2025 \$'000	As at 30 June 2024 \$'000
Interest receivable	18	32
GST receivable	43	43
Total receivables	61	75

12 Payables

	30 June 2025 \$'000	As at 30 June 2024 \$'000
Management fees payable	423	235
Redemptions payable	8,263	561
Total payables	8,686	796

13 Net assets attributable to unitholders

The Fund's units are classified as a liability as they do not meet the definition of a financial liability to be classified as equity set out in Note 2(c).

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	Year ended 30 June 2025		For the period from 29 March 2023 to 30 June 2024	
	Units '000	Amount \$'000	Units '000	Amount \$'000
Class A				
Opening balance	192,854	208,035	-	-
Applications	110,419	126,768	194,372	199,528
Redemptions	(12,157)	(14,314)	(1,518)	(1,600)
Increase/(decrease) in net assets attributable to unitholders	-	30,679	-	10,107
Closing balance	291,116	351,168	192,854	208,035
Class B				
Opening balance	190,432	206,005	-	-
Applications	131,098	151,468	192,561	199,956
Redemptions	(10,730)	(12,710)	(2,129)	(2,225)
Increase/(decrease) in net assets attributable to unitholders	-	32,228	-	8,274
Closing balance	310,800	376,991	190,432	206,005
Total				
Opening balance	383,286	414,040	-	-
Applications	241,517	278,236	386,933	399,484
Redemptions	(22,887)	(27,024)	(3,647)	(3,825)
Increase/(decrease) in net assets attributable to unitholders	-	62,907	-	18,381
Closing balance	601,916	728,159	383,286	414,040

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right in the underlying assets of the Fund. There are two separate classes of units (2024: two) and each unit within the same class has the same rights attracting to it as all other units within the same class.

The Responsible Entity may allow the redemption of units from time to time. As such, the amount expected to be settled within twelve months after the end of the reporting date cannot be reliably determined.

Capital risk management

The Fund manages its net asset attributable to unitholders as capital, notwithstanding that net assets attributable to unitholders are classified as a liability. Refer to Note 3(e) for details of how the Fund manages its units.

14 Related party transactions

(a) Responsible Entity

The Responsible Entity and Investment Manager of the Fund is Channel Investment Management Limited, whose ultimate holding company is Channel Capital Pty Ltd.

The following fees are charged by the Responsible Entity:

(b) Key management personnel

(i) Responsible Entity

Key management personnel includes persons who were directors of Channel Investment Management Limited at any time during the financial year as follows:

Name	
Glen Holding	Executive Director
Sandra Birkenleigh	Non-Executive Chair
Bede King	Non-Executive Director
Karen Prentis	Non-Executive Director

No other person had authority and responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly during the financial year.

(c) Key management personnel compensation

Key management personnel do not receive any remuneration directly from the Fund. They receive remuneration from Channel Capital Pty Ltd, the parent entity of Channel Investment Limited, in their capacity as Directors or employees of the Responsible Entity. Consequently, the Fund does not pay any compensation to its key management personnel. Payments made from the Fund to the Responsible Entity do not include any amounts attributable to the compensation of key management personnel.

(d) Key management personnel loan disclosures

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their personally related entities at any time during the reporting year.

14 Related party transactions (continued)

(e) Responsible Entity fees and other transactions

(i) Management fees and costs

Under the terms of the Fund Constitution, the Responsible Entity is entitled to receive management fees, calculated by references to the net assets value (NAV) of the Fund as follows:

- Class A: 0.50% per annum of the NAV of the Fund referable to the Class A units
- Class B: 0.25% per annum of the NAV of the Fund referable to the Class B units

The amount of the above fee can be negotiated or rebated for wholesale clients. The management fee is calculated and accrued monthly in the Fund's unit price and is generally paid monthly in arrears.

Normal operating expenses of the Fund (other than the abnormal or extraordinary expenses, indirect costs and transaction costs) that would otherwise be recoverable from the Fund are paid out of the management fee.

The Fund incurs various abnormal and extraordinary expenses upon establishment of the Fund (including, but not limited to, legal, taxation, due diligence and other costs). The Responsible Entity will charge a fund establishment fee equal to an amount up to \$262,656 (net of GST and RITC), which will be paid from the Fund assets over a period of up to three years starting from the issue of the first units in the Fund.

The transactions during the year and amounts payable at year end between the Fund and the Responsible Entity were as follows:

	Year ended 30 June 2025 \$	For the period from 29 March 2023 to 30 June 2024 \$
Management fees for the year incurred by the Fund with the Responsible Entity	2,104,281	854,997
Aggregate amounts payable to the Responsible Entity at the end of the year	423,080	235,024
Establishment fee incurred by the Fund with the Responsible Entity (included in Other Expenses)	101,888	159,363

(ii) Performance fees

Although the Responsible Entity is entitled to receive a performance fee under the terms of the Fund's Constitution, no such fee is currently charged.

(f) Related party unitholdings

Channel Investment Management Limited and its related parties did not hold any units in the Fund as at 30 June 2025 and 30 June 2024.

(g) Investments

The Fund did not hold any investments in other schemes managed by Channel Investment Management Limited or its related parties.

(h) Other transactions within the Fund

From time to time directors of Channel Investment Management Limited or their director related entities, may invest in or withdraw from the Fund. These investments or withdrawals are on the same terms and conditions as those entered into by other Fund investors.

Apart from those details disclosed in this note, no key management personnel of the Responsible Entity have entered into a material contract with the Fund during the year and there were no material contracts involving directors' interests existing at year end.

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

	Year ended 30 June 2025 \$'000	For the period from 29 March 2023 to 30 June 2024 \$'000
(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities		
Profit/(loss) for the year	-	-
Increase/(decrease) in net assets attributable to unitholders	62,907	18,381
Payments for purchase of financial assets at fair value through profit or loss	(268,896)	(375,723)
Net (gains)/losses on financial assets at fair value through profit or loss	(64,686)	(19,205)
(Increase)/decrease in receivables	14	(75)
Increase/(decrease) in payables	188	235
Net cash inflow/(outflow) from operating activities	(270,473)	(376,387)

16 Events occurring after the reporting period

No significant events have occurred since the end of the year which would impact on the financial position of the Fund as disclosed in the statement of financial position as at 30 June 2025 or on the results and cash flows of the Fund for the year ended on that date.

17 Contingent assets and liabilities and commitments

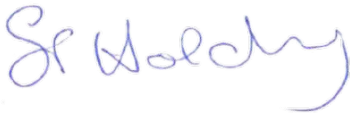
There are no outstanding contingent assets, liabilities or commitments as at 30 June 2025 and 30 June 2024.

Directors' declaration

In the opinion of the Directors of the Responsible Entity:

- (a) the financial statements and notes set out on pages 5 to 20 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Fund's financial position as at 30 June 2025 and of its performance for the year ended on that date.
- (b) 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
- (c) Note 2(a) confirms that the financial statements also comply with IFRS Accounting Standards as issued by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the Directors of Channel Investment Management Limited, as the Responsible Entity of the Fund.



Glen Holding
Director
Channel Investment Management Limited

Brisbane
23 September 2025



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Independent auditor's report to the unitholders of KKR Private Equity (K-PRIME) Fund (AUD)

Opinion

We have audited the financial report of KKR Private Equity (K-PRIME) Fund (AUD) (the "Fund"), which comprises the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including material accounting policy information, 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 2025 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 Channel Investment Management Limited (Responsible Entity) are responsible for the other information. The other information is 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.

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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 of the Responsible Entity 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 of the Responsible Entity.
- ▶ Conclude on the appropriateness of the directors of the Responsible Entity of the Fund's 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.



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We communicate with the directors of the Responsible Entity 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

Ernst & Young

Rohit Khanna

Rohit Khanna
Partner
Sydney
23 September 2025