



Fund Update as at 31 May 2026

CC JCB Active Bond Fund (APIR: CHN0005AU)

Fund Performance

Returns	1 month	3 months	FYTD	1 year	3 years p.a.	5 years p.a.	7 years p.a.	Since inception p.a. (03-Aug-2016)
Fund Net Return ¹	1.63%	0.07%	-0.30%	0.53%	1.82%	-0.56%	0.00%	1.16%
Benchmark Return ²	1.64%	0.18%	-0.08%	0.69%	2.26%	-0.17%	0.21%	1.26%

Fund Benefits

Active Management

JCB is a specialist fixed income manager with significant global investment management experience and expertise.

Superior Liquidity and Credit Quality

A domestic high grade bond strategy that invests in Australian Government, semi-Government and supranational bonds (AAA or AA rated securities), providing investors with superior liquidity and credit quality.

Diversification and Income

When bonds are held as part of a broader portfolio of different asset classes, diversification may assist in managing market volatility. Bond securities in general are considered a defensive asset class. The income generated by bond securities is consistent and regular (usually semi-annual).

Fund Facts

Investment Manager	JamiesonCooteBonds Pty Ltd
Structure	AAA or AA rated bond securities issued in Australian dollars
Inception Date	03 Aug 2016 ³
Benchmark	Bloomberg AusBond Treasury 0+ Yr Index
Management Fee	0.45% p.a. ⁴
Administration Fee	0.10% p.a. ⁴
Buy / Sell Spread	0.05% / 0.05%
Distributions	Semi-annual
Fund Size	AUD \$558 million ⁵

Platform Availability

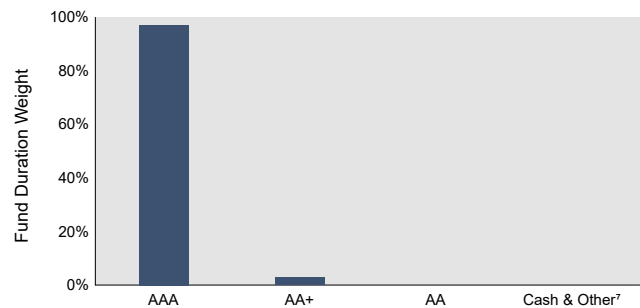
AMP MyNorth	Asgard	Ausmaq
Aust Money Market	BT Panorama	Colonial First Wrap
HUB24	Implemented Portfol	Macquarie Wrap
Mason Stevens	MLC Navigator	MLC Wrap
Netwealth	PowerWrap	Praemium
uXchange	Xplore Wealth	

Fund Characteristics

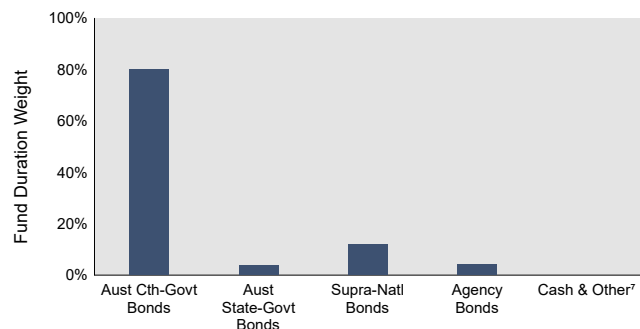
Characteristics ⁶	Fund	Benchmark ²
Modified Duration (yrs)	5.27	5.17
Yield to Maturity (%)	4.87	4.65
Weighted Ave. Credit Rating	AAA	AAA
Cash Weighting (%)	1.50	n/a

Source: JamiesonCooteBonds Pty Ltd.

Allocation by Rating (Duration Weight)⁶



Allocation by Sector (Duration Weight)⁶



Further Information

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¹ Performance is for the CC JCB Active Bond Fund (APIR: CHN0005AU), also referred to as Class A units, and is based on month end unit prices before tax in Australian Dollars. Net performance is calculated after management fees and operating costs. Individual Investor level taxes are not taken into account when calculating returns. This is historical performance data. It should be noted the value of an investment can rise and fall and past performance is not indicative of future performance. ² Benchmark refers to the Bloomberg AusBond Treasury 0+ Yr Index. ³ Inception Date for performance calculation purposes. ⁴ All figures disclosed include the net effect of GST and RITC. ⁵ Fund size refers to the CC JCB Active Bond Fund ARSN 610 435 302. ⁶ Refer to Definition of Terms. ⁷ Cash & Other includes cash at bank, outstanding settlements and futures margin accounts.



JAMIESON COOTE BONDS

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CC JCB Active Bond Fund (APIR: CHN0005AU)

Market Review & Outlook

Throughout the month, bond markets remained caught between geopolitical uncertainty and softening macroeconomic momentum. The strong correlation between oil prices and bond yields, intensified by the Middle East conflict, highlights that any sustained rally in bonds is likely contingent on energy prices moderating toward futures expectations.

The conflict poses a clear downside risk to growth, primarily through higher energy prices, which act as a tax on consumers and businesses, compressing real incomes and demand. If sustained, this shock risks prolonging inflationary pressures and delaying the easing cycle, increasing the likelihood that an initial inflation impulse evolves into a broader growth slowdown.

Importantly, the impact extends beyond energy alone. Disruptions to key trade routes and infrastructure are tightening global supply conditions, while elevated uncertainty around the duration and potential escalation of the conflict is weighing on business confidence and investment. The shock is increasingly broad-based, with pressures building across energy, industrial inputs and food. Even as trade flows stabilise, there is likely to be a lag before supply conditions fully normalise, prolonging the drag on activity.

Against this backdrop, the potential shift in US monetary policy is increasingly relevant. Kevin Warsh's appointment as US Federal Reserve Chair may signal a tilt toward a more accommodative stance, with growing political pressure for rate cuts and a willingness to lean on productivity gains as justification for easing. Despite concerns around institutional independence, the broader policy bias suggests the Federal Reserve may move earlier than previously anticipated.

Domestically, fixed income delivered strong relative performance for the month, supported by elevated starting yields and improved valuations, while early signs of economic softening are emerging through weaker housing market activity, softer demand and moderating labour market momentum. With market pricing already reflecting a limited tightening bias, any further policy response is likely to be measured and driven by near-term inflation outcomes rather than a sustained hiking cycle.

At the same time, a meaningful disinflationary impulse is emerging through electricity prices, which are expected to decline and reverse their recent contribution to inflation. Combined with recent tax changes and softer demand conditions, this gives the RBA scope to pause and assess, with risks increasingly balanced between holding policy steady and shifting toward easing over time.

While elevated yields continue to provide attractive carry and valuation support for fixed income, conviction in outright duration calls should remain tempered. The path of yields is likely to remain highly sensitive to developments in energy markets and geopolitics, with growth risks building but not yet definitively realised. As such, a diversified approach that prioritises income generation and risk management over timing interest rate moves is likely to be appropriate.



JAMIESON COOTE BONDS

Fund Update as at 31 May 2026

CC JCB Active Bond Fund (APIR: CHN0005AU)

Fund Review

For the month ending May, the CC JCB Active Bond Fund - Class A units (the Fund) returned 1.63% (after fees), underperforming the Bloomberg AusBond Treasury (0+Yr) Index.

During the month, inflation concerns were top of mind for investors, and markets reacted to stronger-than-expected US core CPI data and persistently elevated energy prices linked to the Middle East conflict. This put pressure on global bond markets, as investors priced a higher-for-longer rate environment and the risk of additional tightening by central banks to control inflationary pressures. Yields increased across the US, Europe and Japan, reflecting the view that inflationary shocks were becoming more persistent rather than transitory. However, as prospects for a lasting US-Iran peace agreement showed signs of improvement, bond yields in global markets partially retraced lower into the end of the month.

Australia saw a combination of global pressures and domestic policy tightening early in the month, followed by a period of relative stability through to the end of the month. The RBA delivered a third consecutive rate hike in May (to 4.35%), citing ongoing inflationary pressures and elevated inflation above the target band, which initially put upward pressure on yields and reinforced expectations for further tightening. However, later in the month, the softer headline domestic inflation print together with signs of labour market vulnerabilities, including the rising unemployment rate, pared back further expectations of rate hikes, which led to a partial decline in yields.

Against this backdrop, we maintained a tactical approach to duration and curve management. The portfolio maintained a slightly long duration profile through the month, and continued to generate returns from carry and roll-down, particularly in longer dated Australian Commonwealth Government Bonds (ACGB). We increased the portfolio's ESG exposure, primarily via the new green 10-year ACGB issue. Positions in supranational and semi-government bonds were actively rotated, as improving reports of a prospective US-Iran peace agreement in the Middle East supported risk sentiment and kept credit spreads relatively tight. The portfolio held moderate spread exposure in New South Wales Treasury Corporation, Western Australian Treasury Corporation, South Australian Government Financing Authority, and the World Bank Group.

Definition of Terms:

Modified Duration - is a systematic risk or volatility measure for bonds. It measures the bond portfolio's sensitivity to changes in interest rates.

Yield to Maturity - is the total return anticipated on the portfolio if the bond holdings were held until their maturity.

Weighted Average Credit Rating - is a measure of credit risk. It refers to the weighted average of all the bond credit ratings in a bond portfolio.

Duration Weight - refers to the portion of the overall duration attributable to the segment (i.e. credit rating or sector), as a percentage of overall portfolio duration. Contribution to duration is calculated by multiplying an instrument's duration by the percentage weight of the instrument in the portfolio. This calculation includes the contribution to duration by holding futures

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