JAMIESON COOTE BONDS

CC JCB Dynamic Alpha Fund (APIR: CHN8607AU)
Fund Update as at 31 July 2026

Fund Performance

Returns	1 month	3 months	6 months	FYTD	1 year	3 years p.a.	5 years p.a.	Since inception p.a. (30-Dec-2019)
Fund Net Return[1]	0.14%	1.15%	1.73%	0.14%	3.42%	3.94%	2.94%	3.15%
Benchmark Return[2]	0.37%	1.10%	2.09%	0.37%	3.96%	4.19%	3.18%	2.45%

Fund Benefits

Active Management

The CC JCB Dynamic Alpha Fund is designed as an absolute return product, that aims to deliver stable and consistent returns over time - regardless of share and bond market movements. JCB applies a range of hand-picked risk-controlled investment strategies to a universe of global high grade sovereign bonds (i.e. anchored by G7 nations, as well as Australia). It offers a high level of liquidity in Government issued instruments, without corporate credit exposure.

Access

The Fund provides access to investment knowledge, markets, opportunities and risk management systems that individual investors may not be able to obtain on their own.

Diversification and Income

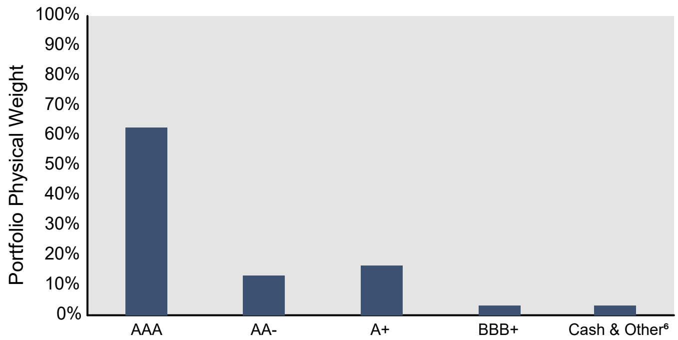
When bonds are held as part of a broader portfolio of different asset classes, diversification may assist in managing market volatility. Bond securities in general are considered a defensive asset class.The income generated by bond securities is consistent and regular (usually semi-annual).

Fund Characteristics

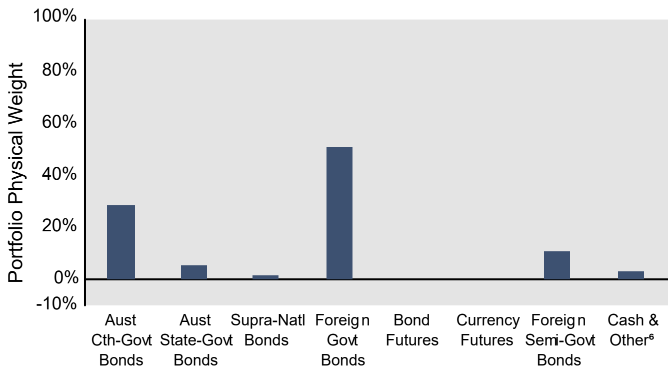
Characteristics	Fund
Modified Duration (yrs)	0.46
YTM + Hedging Effect (%)	5.20
Weighted Ave. Credit Rating	AA+

Source: JamiesonCooteBonds Pty Ltd.
See Definition of Terms.

Asset Allocation by Credit Rating (Physical Weight)



Asset Allocation by Sector (Physical Weight)



Fund Facts

Investment Manager	JamiesonCooteBonds Pty Ltd
Portfolio Managers	Charles Jamieson & Chris Manuell
Style	Global absolute return bond fund - concentrating on actively managing global high grade sovereign bonds
Objective	Outperform the RBA Cash Rate by 2.50% p.a. (after fees) over rolling 3 year periods
Inception Date	30-Dec-2019[3]
Benchmark	RBA Cash Rate Total Return Index
Management Fee	0.58% p.a.[4]
Administration Fee	0.10% p.a.[4]
Buy/Sell Spread	0.05% / 0.05%
Distributions	Quarterly
Fund Size	A$67.5m[5]

[1] Performance is for the CC JCB Dynamic Alpha Fund (APIR: CHN8607AU), also referred to as Class A units, and is based on month end unit prices in Australian Dollars. Net performance is calculated after management fees and operating costs. Individual investor level taxes are not taken into account when calculating net 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 RBA Cash Rate Total Return Index. The comparison to the RBA Cash Rate is displayed as a reference to the target return for the Fund and is not intended to compare an investment in the Fund to a cash holding. [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 Dynamic Alpha Fund (APIR: CHN8607AU). [6] Cash & Other includes cash at bank, outstanding settlements and futures margin accounts.

JCB

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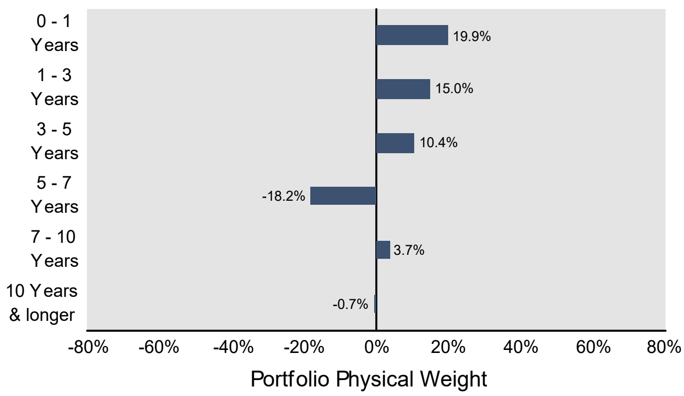
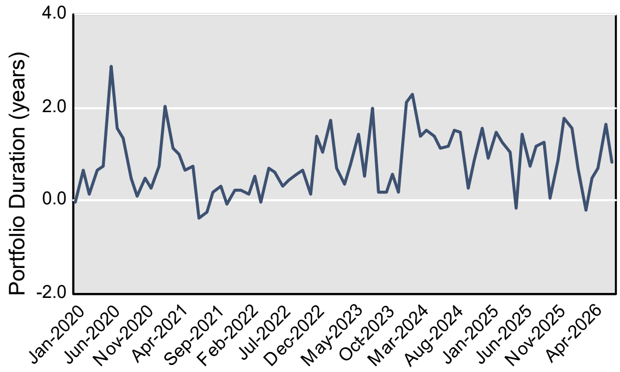
Asset Allocation by Duration (Physical Weight)*



Historic Portfolio Duration#



Data shown is for underlying assets of the CC JCB Dynamic Alpha Fund (APIR: CHN8607AU)

*Asset allocation totals (Duration Band) are the net position of physical bond and bond futures exposure and will be positive or negative depending on the portfolio positioning as selected by JCB.

JAMIESON COOTE BONDS

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Fund Review

For the month ending July, the CC JCB Dynamic Alpha Fund – Class A units (the Fund) returned 0.14% (after fees), underperforming the RBA Cash Rate Total Return Index.

July commenced with markets evaluating the fragility of the ceasefire agreement after June was dominated by the US-Iran truce deal. The month was characterised by alternating periods of military escalation and diplomatic engagement between the US and Iran, resulting in heightened volatility across energy and bond markets. As the month progressed, markets focused primarily on the inflationary implications of higher oil prices, with Australian bond yields becoming increasingly correlated with movements in Brent crude although the MOVE Index remained rangebound. Against this backdrop, central banks generally maintained a hawkish bias, with the US Federal Reserve (US Fed) holding interest rates at 3.50-3.75%, the RBNZ delivering a 25 basis point hike and the ECB signalling further tightening.

In the US, the US Fed left interest rates unchanged at the July meeting with 3 hawkish dissents. Policymakers increasingly emphasised flexibility and data dependence as uncertainty surrounding energy prices and inflation increased, leaving markets to infer the likely policy path from economic data and geopolitical developments rather than explicit central bank guidance. Resilient employment, persistent inflation and renewed energy price pressures contributed to a sharp repricing higher in Treasury yields, with the US 30-year yield rising above 5.2%, its highest level since 2007.

Australian data on the other hand painted a picture of a gradually slowing but still resilient economy. Household spending continued to outperform expectations, while labour market conditions softened only modestly, with unemployment remaining around 4.4%. The key development was a weaker-than-expected Q2 inflation outcome, which showed a further easing in underlying price pressures and reduced the case for additional RBA tightening.

In Europe, the ECB maintained a cautious hawkish bias, balancing moderating inflation against renewed energy-price risks arising from Middle East tensions. In Japan, the BoJ left policy unchanged but adopted a modestly more hawkish tone, acknowledging that further policy normalisation may be required should inflation remain persistent.

Portfolio commentary

The Dynamic Alpha Fund was actively traded during July as global bond yields moved higher. Portfolio activity focused on increasing New Zealand and Canadian sovereign exposure, adding selected semi-government and supranational holdings. Within ACGBs, holdings in several 2036-39 benchmark lines were reduced, while exposure was added selectively in the October 2036 and March 2047 maturities. A substantial initial allocation to the NZGB May 2038 was progressively reduced through the second half of the month, while shorter New Zealand maturities were increased. Overall, the month's activity increased geographic diversification and selected spread exposure while maintaining a flexible and actively hedged duration profile.

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Fund Update as at 31 July 2026

Market Review & Outlook

Global markets spent July navigating the balance between near-term inflation risks and a longer-term disinflationary outlook. Geopolitical developments, particularly in the Middle East, temporarily heightened concerns around energy security and inflation, while evolving central bank communication added a further layer of uncertainty to policy expectations. Despite these challenges, market pricing increasingly reflected the view that periodic inflation shocks are unlikely to derail the broader moderating growth environment, although they may continue to contribute to higher volatility and elevated bond yields.

Geopolitics remained a key driver of sentiment, with the Middle East conflict representing the most significant source of market uncertainty during the month. Concerns initially centred on the potential disruption of oil and LNG flows through the Strait of Hormuz and broader Middle Eastern shipping routes, resulting in a temporary rise in energy prices and inflation expectations. However, as the month progressed, markets increasingly viewed the inflationary impact as transient rather than structural. Diplomatic engagement resumed, military activity moderated from mid-month highs, and oil prices retraced despite the absence of a formal resolution. As a result, investors became less concerned about a prolonged supply shock and more focused on the broader implications for energy security and global supply chains.

Alongside these developments, central banks entered a period of increased policy uncertainty. Policymakers, particularly in the United States, signalled a reduced reliance on explicit forward guidance and a greater emphasis on incoming economic data.

Japan remained an important focus during July following intervention by authorities to support the Japanese yen after a prolonged period of weakness. The move reflected concerns around imported inflation and triggered a sharp reversal in crowded short-yen positioning. Beyond Japan, a stronger yen has implications for global markets by reducing the attractiveness of carry trades and potentially moderating demand for higher-yielding overseas assets, including US Treasuries. The episode reinforced the importance of Japanese capital flows and foreign exchange developments in shaping global financial conditions. Australia, meanwhile, continues to compare favourably with many developed market peers, benefiting from lower levels of political polarisation and fewer domestic economic imbalances despite remaining exposed to the same global inflation, geopolitical and growth dynamics affecting international markets.

The current environment continues to present attractive opportunities despite ongoing uncertainty. While geopolitical risks, energy security concerns and shifting policy expectations are likely to remain important drivers of market volatility, the repricing in sovereign bond yields over recent years has materially improved income generation and prospective long-term return potential.

Further Information

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Platform Availabilty

AMP MyNorth	Ausmaq	Aust Money Market
BT Panorama	Colonial First Wrap	HUB24
Implemented Portfolios	Macquarie Wrap	Mason Stevens
Netwealth	Powerwrap	Praemium
Xplore Wealth		

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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 (YTM) is the total return anticipated on the portfolio if the holdings were held until their maturity. The quoted YTM includes the use of leverage. While leverage can enhance returns in favourable market conditions, it also introduces significant risks which may adversely affect the performance of the Fund. To understand the risks of investing in the Fund, please refer to the Information Memorandum which is available upon request.

YTM + Hedging Effect - is the total return anticipated on the portfolio if the bond holdings were held until their maturity, including the cost or benefit associated with the currency hedge.

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.

Channel Investment Management Limited ACN 163 234 240 AFSL 439007 ('CIML') is the Responsible Entity and issuer of units in the CC JCB Dynamic Alpha Fund ARSN 637 628 918 ('the Fund'). The appointed Investment Manager is JamiesonCooteBonds Pty Ltd ACN 165 890 282 AFSL 459018 ('JCB'). Neither CIML or JCB, their officers, or employees make any representations or warranties, express or implied as to the accuracy, reliability or completeness of the information contained in this report and nothing contained in this report is or shall be relied upon as a promise or representation, whether as to the past or the future. Past performance is not a reliable indication of future performance. This information is given in summary form and does not purport to be complete. Information in this report, should not be considered advice or a recommendation to investors or potential investors in relation to holding, purchasing or selling units in the Fund and does not take into account your particular investment objectives, financial situation or needs. Before acting on any information you should consider the appropriateness of the information having regard to these matters, any relevant offer document and in particular, you should seek independent financial advice. Readers are cautioned not to place undue reliance on forward looking statements. Neither CIML nor JCB have any obligation to publicly release the result of any revisions to these forward looking statements to reflect events or circumstances after the date of this report. For further information and before investing, please read the Product Disclosure Statement available at www.channelcapital.com.au. A Target Market Determination for the Fund is available at www.channelcapital.com.au.