

i Capital International Value Fund ARSN 134 578 180



Quarterly Investment Report
For the period 1 October 2025 to 31 December 2025

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Investment Objective

To achieve long-term capital appreciation

Who should invest?

Investors seeking a value investing style, exposure to the global stock markets, who are able to adopt a long-term outlook and endure performance fluctuations

Entry Fee

Nil

Withdrawal Fee

Nil

Exit Fee

Nil

Transfer Fee

Nil

Bid/Offer Spread

Nil

Performance Fee

20.50% p.a. only chargeable if the following three criteria are met in the same period

1. Market value exceeds 6% annual rate of return *and*
2. Market value exceeds 6% annual compound rate of return *and*
3. Both annual and annual compound returns must still be above 6% if a performance fee is chargeable

Management Fee

Approx. 1.5375% p.a. of the NAV

Administration Cost

Approx. 1.4492% p.a. of the NAV. These expenses are paid as and when they occur.

Other Expenses

As our direct investor, no commission or additional fees associated with distributors or financial advisers are applicable to you.

A number of other expenses can be paid from the fund if incurred. However, we decided not to recover these expenses from the Fund, e.g.

- Printing of quarterly and annual reports
- Costs associated with establishing the fund
- Professional assistance operating the fund
- Independent performance verification.

ICIVF AT A GLANCE

Inception Date	1 July 2009
Minimum Investment (AUD)	\$20,000
Additional Investment (AUD)	\$2,000
Income Distribution	Annually (if any)

The table below gives an example of how the fees and costs in the Fund are charged based on your investment over a one year period. The example does not include the performance fee that may apply to your investment as we do not have a reasonable basis for estimating the performance fee.

Example	Fee charged per year for an investment balance of \$50,000.00.
Management Fee	$\$50,000.00 \times 1.5375\% = \768.75
Administration Cost	$\$50,000.00 \times 1.4492\% = \724.62
Total Fee Per Year	\$1,493.37

PERFORMANCE REVIEW

By 31 December 2025, the Fund has, from its inception in July 2009, delivered an annual compound return of 2.84%, net of expenses. Comparative benchmark figures are shown in **figure 4** and **table 1**.

During the 1 October 2025 to 31 December 2025 quarter, the Fund returned -8.81% after fees. For the

1-year ending 31 December 2025, the Fund returned 14.57% after fees which compares with the returns of MSCI ACWI Index and ASX200 in AUD (benchmark) of 11.97% and 6.80%. Furthermore, the Fund has risen by 36.77% from its lowest point of A\$0.5905 as at 31 October 2022 (excluding distributions), as compared with the benchmark's returns of 65.92% and 26.97%.

MARKET REVIEW AND OUTLOOK

It takes 2 Trumps fully armed with tariffs, trade restrictions, sanctions, persecuting Huawei, grabbing TikTok, etc to bring imports from China into the US back to the level when China entered the World Trade Organisation in 2001 (**figure 1**).

In those 25 odd years, China has gone a full circle in her trade with the United States. With the 2 Trumps, as he demanded in both instances, China's exports to the US have plunged, from US\$48.1 bln in Nov 2017 to only US\$20.951 bln in Nov 2025 (**figure 2**). Yet,

Figure 1 Share of US Imports From China (Seasonally Adjusted)

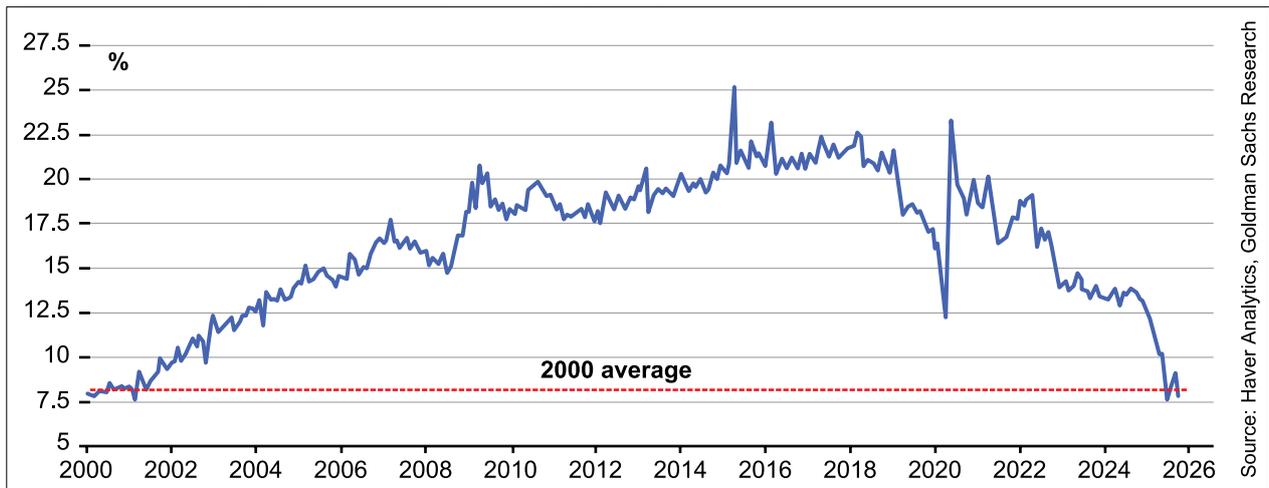


Figure 2 US Imports From China (US\$ bln)

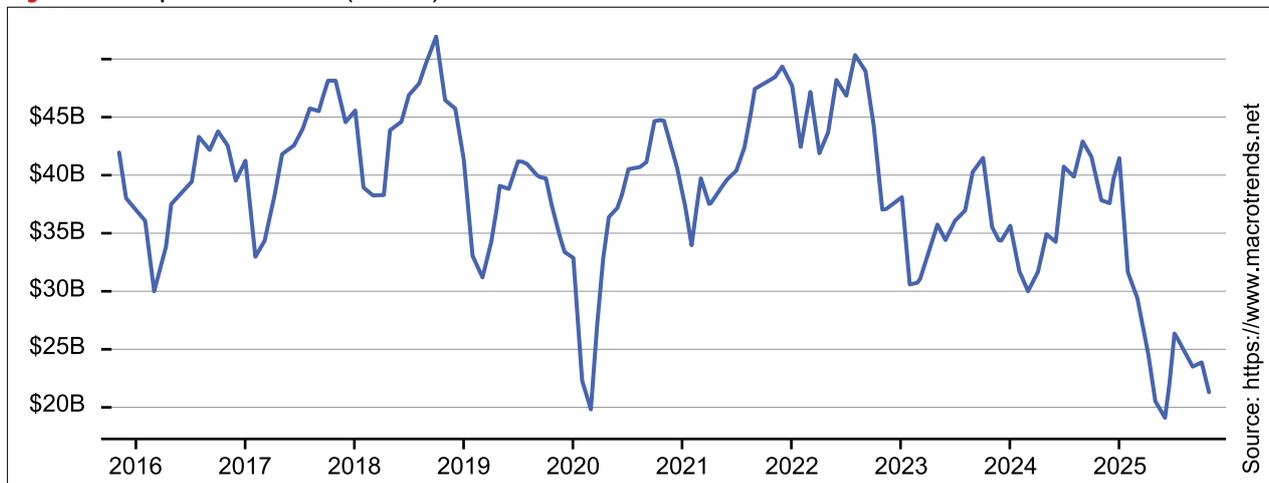


Figure 3



China still generates trade surpluses with the United States. What else does Trump 2.0 want from China?

While the United States is still trying to decouple from China after Trump 1.0 and Joe Biden failed, the world's 2nd largest economy has already achieved de facto decoupling from the United States quietly and effectively (figure 3). Years ago, many would have thought that such a process is impossible and if it happens, China's economic growth would be severely impacted. In the said 25 years, China's economy has instead grown from US\$1.223 trillion in 2000 to US\$19.4 trillion in 2025. China achieved an average rate of 8% annually in her GDP growth from 2000 to 2025. At the same time, China's GDP per capita has grown by leaps and bounds. What is China's secret?

The United States took a superficial and the easy way out – Trump and Biden imposed tariffs, restrictions, sanctions and many more. China's thinking was different – she fundamentally transformed and reformed her economy such that no single export destination, no matter how large, can shut Chinese products out, either directly or indirectly. China took the difficult and longer-term approach – she fundamentally transformed and reformed her economy so that the Chinese companies can make top quality products at highly competitive prices on highly competitive terms. In short, China's Communist Party made China's economy the most competitive in the world.

To do so, China has to undergo continuous reforms and transformations, often painful. China's approach can be best summed up with this age-old advice the parents of Tan Teng Boo gave him – do not blame others for being smart, blame yourself for being stupid. China decided that she has to do whatever it requires in order to be always better, no matter how difficult or unpopular it may be. In my commentary, I have advised that there are many solid reasons for the present bull run in Chinese stocks to continue for many more years. The above is one additional bullish reason.

At the time of writing this commentary, the *i* Capital International Value Fund still has a substantial amount of its NAV invested in Chinese stocks. I still strongly recommend investors to invest into the *i* Capital International Value Fund. Its NAV can be viewed at either www.funds.icapital.biz or www.capitaldynamics.com.au.

Best wishes.

陳鼎武

Tan Teng Boo
Managing Director
Capital Dynamics (Australia) Limited
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18th February 2026

FUND PERFORMANCE 1

Figure 4 Total return (%)

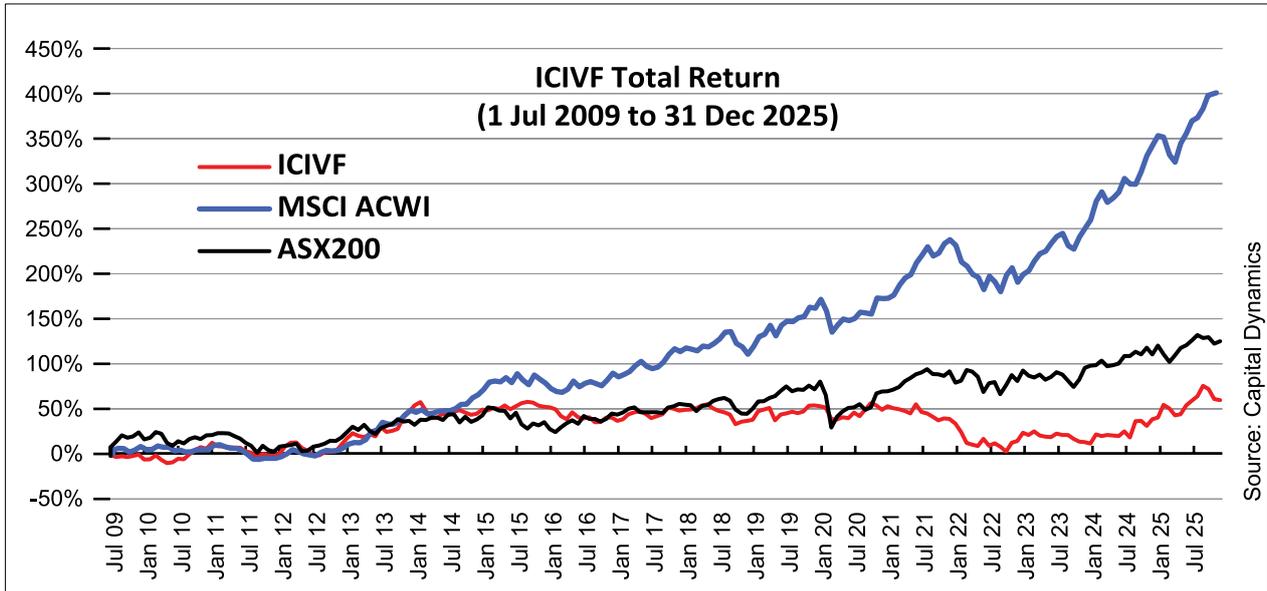


Table 1 Cumulative Total Return and Compound Return

	Cumulative Total Return (%)			Compound Return (%)
	1-Year-Return	2-Year-Return	Since Inception	Since Inception
ICIVF (AUD)	14.57%	39.02%	58.77%	2.84%
MSCI ACWI (AUD)	11.97%	41.25%	396.98%	10.20%
ASX200 (AUD)	6.80%	14.80%	124.94%	5.03%

FUND PERFORMANCE 2

Table 2 Top 5 performing stocks (current holdings only) (in local currency)

	Quarter ending 31 December 2025 (% of change)
PACIFIC BIOSCIENCE OF CALIFORNIA INC	46.09%
PING AN INSURANCE GROUP OF CHINA LIMITED	22.81%
ICAPITAL.BIZ BERHAD	4.42%
PICO FAR EAST HLDG LTD	1.52%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	1.18%

The table above presents the top 5 performing stocks your fund held at sometime within the referenced quarter. The stocks do not necessarily need to be bought at the start of the quarter (i.e. 1 October 2025), and held till the end of the quarter (i.e. 31 December 2025). Stock performance will only be measured over the specific period that your fund held the stock in the referenced quarter. This means

that, for example, if Hans Laser Technology Industry Group Co. Ltd was bought on 3 October 2025 and sold on 22 December 2025, its performance is only measured over 3 October 2025 to 22 December 2025 and not over the full quarter. Similarly, if it was bought on 21 October 2025 and sold on 23 December 2025, its performance is measured over the period 21 October 2025 to 23 December 2025.

FUND PERFORMANCE 3

Table 3 shows the percentage gain or loss of each company held by your Fund as at 31 December 2025. This table assumes no impact from currency movements or constant exchange rates.

Table 3 Percentage gain or loss arising from stock price changes.

Security	Average Cost (A\$)	Price Dec 2025 (A\$)	% Change
ALIBABA GROUP HOLDING LTD	16.10	26.20	62.74%
CONCORD NEW ENERGY	0.05	0.04	-19.96%
FRENCKEN GROUP LTD	1.48	1.53	3.57%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	9.63	8.81	-8.43%
ICAPITAL.BIZ BERHAD	1.08	0.88	-18.53%
K2 ASSET MANAGEMENT HOLDINGS	0.28	0.08	-70.96%
MUNTERS GROUP AB	27.55	27.79	0.90%
PACIFIC BIOSCIENCE OF CALIFORNIA INC	36.80	2.41	-93.44%
PICO FAR EAST HLDG LTD	0.44	0.46	5.36%
PING AN INSURANCE GROUP OF CHINA LIMITED	14.71	10.87	-26.10%
REXLOT HOLDINGS LTD	0.10	0.00	-96.88%
SAM ENGINEERING EQUIPMENT	1.53	1.30	-15.24%
SG MICRO CORP	17.40	14.47	-16.83%
XIAOMI CORP	3.65	7.50	105.45%

Table 4 shows the percentage gain or loss arising from currency movements as at 31 December 2025. This table assumes no change in stock prices or constant stock prices.

Table 4 Percentage gain or loss arising from currency movements.

Security	Average Cost (A\$)	Price 2025 (A\$)	% Change
ALIBABA GROUP HOLDING LTD	16.10	16.91	5.01%
CONCORD NEW ENERGY	0.05	0.08	51.97%
FRENCKEN GROUP LTD	1.48	1.55	4.98%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	9.63	9.65	0.28%
ICAPITAL.BIZ BERHAD	1.08	1.18	8.80%
K2 ASSET MANAGEMENT HOLDINGS	0.28	0.28	0.00%
MUNTERS GROUP AB	27.55	27.39	-0.56%
PACIFIC BIOSCIENCE OF CALIFORNIA INC	36.80	42.75	16.19%
PICO FAR EAST HLDG LTD	0.44	0.49	12.36%
PING AN INSURANCE GROUP OF CHINA LIMITED	14.71	16.99	15.47%
REXLOT HOLDINGS LTD	0.10	0.13	29.42%
SAM ENGINEERING EQUIPMENT	1.53	1.63	6.03%
SG MICRO CORP	17.40	17.71	1.78%
XIAOMI CORP	3.65	3.69	0.89%

PORTFOLIO INFORMATION

Table 5 Percentage of assets held as cash

	Cash (%)	Equities (%)
End of Sep 25	7.72%	92.28%
End of Oct 25	6.62%	93.38%
End of Nov 25	6.60%	93.40%
End of Dec 25	8.97%	91.03%

Table 6 Top 5 holdings as at 31 December 2025

	62.21%
ALIBABA GROUP HOLDING LTD	18.66%
PICO FAR EAST HLDG LTD	12.25%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	11.74%
PING AN INSURANCE GROUP OF CHINA LIMITED	11.61%
CONCORD NEW ENERGY	7.96%

Table 7 Portfolio breakdown for equities by region as at 31 December 2025 (in AUD)

	100.00%
Hong Kong	64.59%
China	17.19%
Sweden	8.74%
Singapore	5.87%
Malaysia	2.55%
United States	1.02%
Australia	0.04%

FUND INFORMATION

About *i* Capital International Value Fund

The *i* Capital International Value Fund invests in listed securities in Australia and internationally.

The strategy is driven by an intelligently eclectic “Bamboo value investing” philosophy with an emphasis on the margin of safety created by stock selections based on divergences between market prices and the underlying intrinsic values of the companies.

The objective of Capital Dynamics (Australia) Limited (CDAL) is to seek long-term capital appreciation whilst reducing the margin of error when investing. This is achieved with a rigorous, innovative and well-defined value investing approach.

Unlike conventional value investing, CDAL adopts a bottom-up approach to portfolio construction, overlaid with a macro view. The objective of CDAL is to obtain a sound investment framework that allows for a clear perspective of how economies, markets and sentiment interact and how this interaction influences its investments.

About the Group

Capital Dynamics is an independent global fund manager and investment adviser, not tied to any bank, insurer, stockbroker or political organisation.

Our managed funds and investment advisory service are all directly accessible by individual, corporate and institutional investors around the world, and we also offer individually managed accounts to wholesale investors. Currently we manage over US\$300m, from our offices in Kuala Lumpur, Hong Kong, and Sydney. Our investment advisory service is provided via *i* Capital newsletter, a weekly publication, and www.icapital.biz. It is available in English and Chinese.

Philosophies

Independence, intelligence and integrity drive all business and investment decisions at Capital Dynamics. Integrity is central to our corporate culture, and to our loyal clients of many years, our word has proven to be our bond. Capital Dynamics has some of the most stringent compliance policies in the industry.

As a global fund manager, our “Bamboo value investing” philosophy is unique, and has enabled Capital Dynamics to generate sustained superior returns. Based on long-only investment principles, our value investing approach is given flexibility with the addition of macroeconomic factors and further investment intelligence from our team of fund managers and analysts. We go behind the commercial veneer of companies, travelling globally to research first hand.

GLOSSARY

NOTES

Past performance is not a reliable indicator of future performance. Performance is calculated in Australian dollars, net of ongoing fees and expenses and assumes reinvestment of distributions.

Capital Dynamics (Australia) Limited (CDAL) (ABN 53 129 846 260 | AFSL 326283) is the responsible entity and issuer of *i* Capital International Value Fund (“Fund”). The Product Disclosure Statement (“PDS”), the Additional Information Booklet (“AIB”) dated 30 September 2023 and the Target Market Determination (“TMD”) dated 30 November 2023 are the current offer documents for the Fund. You can obtain a copy of the PDS, AIB and TMD from CDAL’s website www.capitaldynamics.com.au, or contact CDAL at 1300 798 655, or email CDAL at info@capitaldynamics.com.au.

Before making any investment decision you will need to consider your particular investment needs, objectives and financial circumstances. You should also consider the PDS in deciding whether to acquire, or continue to hold, units in the Fund.

Disclaimer: The information in this Quarterly Investment Report is not intended to provide advice. It has not been prepared taking into account any particular investor’s or class of investor’s investment objectives, financial situation or needs, and should not be used as the basis for making investment, financial or other decisions. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. None of CDAL nor any of its related entities guarantees the performance of the Fund or the repayment of capital or any particular rate of return or any distribution.

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