i Capital International Value Fund ARSN 134 578 180

Q4

Quarterly Investment Report
For the period 1 April 2026 to 30 June 2026

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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.
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*1.5375%=$768.75
Administration Cost	$50,000.00*1.4492%=$724.60
Total Fee Per Year	$1,493.35

PERFORMANCE REVIEW

By 30 June 2026, the Fund has, from its inception in July 2009, delivered an annual compound return of 4.55%, net of expenses. Comparative benchmark figures are shown in **figure 1** and **table 1**.

During the 1 April 2026 to 30 June 2026 quarter, the Fund returned 39.97% after fees. For the 1-year ending 30 June 2026, the Fund returned 39.02% after fees which compares with the returns of MSCI ACWI Index and ASX200 in AUD (benchmark) of 15.47% and 2.77%. Furthermore, the Fund has risen by 104.31% from its lowest point of A$0.5905 as at 31 October 2022 (excluding distributions), as compared with the benchmark's returns of 76.37% and 27.90%.

MARKET REVIEW AND OUTLOOK

In a major trend unnoticed by investors and analysts, China's stock markets, which are relatively young, have entered a new phase of growth and development. The days when they went up and down in a boom and bust fashion like in 2007 and 2015 are over.

In my previous talks on China, I have explained that the current phase in China's stock market development, starting from around 2021/2022, is similar to what happened to the NYSE in the Nineteen Thirties, in the sense that China's stock markets are going through a game changing phase that the NYSE experienced in the Nineteen Thirties. To recapitulate what I said previously, before that, the NYSE would also experience the same speculative boom and bust cycles that are seen in China's stock markets. In the Nineteen Thirties, the US government intervened and structurally reformed the NYSE and America's capital market. The NYSE was not the same again after that.

China's economic, scientific and technological developments have achieved huge strides. They have, on the whole, achieved or surpassed global standards. To sustain these, China needs to tackle another important foundation area – China's capital market, especially her stock markets. A robust, broad, deep and healthy capital market is essential for China to sustain her onward march at the economic, scientific and technological levels. It is not just about the number or type of companies listed. Investor confidence, especially from domestic investors, is the other important pillar in having a robust and healthy stock market. Markets that experience boom and bust cycles will only produce speculative investors and such an environment will not be an enabler of economic, scientific and technological developments.

The role of the government is seldom appreciated in developing a robust, broad, deep and healthy stock market. Economic and financial history shows that without government intervention and support, the NYSE would have collapsed a long time ago. The same can be said for the London and European stock markets. Even in the 21st century, the Tokyo stock market was on prolonged government support. China's experience will not be different.

Recently, China's central government intervened to stabilise the country's US$15 trillion stock market. The China Securities Regulatory Commission (CSRC) pledged to arrest equity declines and state entities conducted concerted buying, after AI and semiconductor stocks in global markets like the NASDAQ, Seoul, Tokyo and Taipei tumbled, and impacted similar stocks in Shanghai and Shenzhen.

"The CSRC will adhere to coordinated measures to prevent the risks on the capital market, strengthen the regulatory oversight and promote the high-quality development to strive for the stable operation of the market," said Wu Qing, chairman of the CSRC and the regulator would *"unwaveringly keep a transparent, fair and open market order to let investors share the benefits of economic growth and the high-quality growth of capital market."*

Wu made the comment in Beijing in the meeting with attendees, who called for more measures to guide the entry of long-term capital, promote larger dividend payouts from listed companies and regulate both quantitative trading and AI adoption. The CSRC convened a meeting with eight investor representatives on Monday, 20 July 2026 to gather feedback on ensuring capital market stability, according to a statement on the regulator's website.

China's state buyers mainly consist of Central Huijin, a unit of the country's sovereign wealth fund, China Securities Finance, and the National Council for Social Security Fund. Two central government-backed conglomerates said on Sunday night, 19 July, that they had spent about RMB60 bln buying yuan-denominated stocks to stem the decline, and a slew of listed companies unveiled plans for buy-backs or increases in stock holdings.

China Reform Holdings said that it spent more than RMB50 bln buying mainland-listed stocks through a relending programme by the central bank, adding that it would continue to increase holdings of companies owned by the central government. China Chengtong Holdings Group said in a separate statement that it had bought nearly RMB10 bln of Chinese stocks recently via two units, and would continue to buy both stocks and exchange-traded funds tied to central government-owned enterprises and technology companies.

China Reform and China Chengtong are both state-backed investment holding companies focusing on the management of state-owned assets, with combined total assets of at least a massive RMB1.7 trillion. The two entities last conducted similar stock buying in April 2025, when US President Donald Trump rolled out tariffs on "Liberation Day", causing the Chinese markets to plunge alongside global equities. The CSI 300 rose about 30% in the following 12 months after the intervention.

Separately, a flurry of state shareholders also announced plans to either increase their stakes in their listed subsidiaries or buy back their shares, including Shanghai-listed China Railway Rolling Stock Corporation and Aluminium Corporation of China. In addition, China Pacific Insurance said that it would boost its investments in stocks and was preparing for interim dividend issuance, while carmaker SAIC Motor said that its state parent company has pledged not to reduce its stake in the next six months.

On 26 May 2014, president Xi Jinping said :

"We should make good use of the roles of both the market, the "invisible" hand, and the government, the "visible" hand. The market and the government should complement and coordinated with each other to promote sustained and sound social and economic development"

The speedy Chinese government intervention and support are welcomed and expected by myself. It is the right step to take. It shows that the central government in Beijing not only understands the critical role played by her onshore stock markets and Hong Kong in sustaining China's economic development but that role has to evolve.

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, which are in the early stages of a secular bull run. As a result of this, 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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25th July 2026

FUND PERFORMANCE 1

Figure 3 Total return (%)

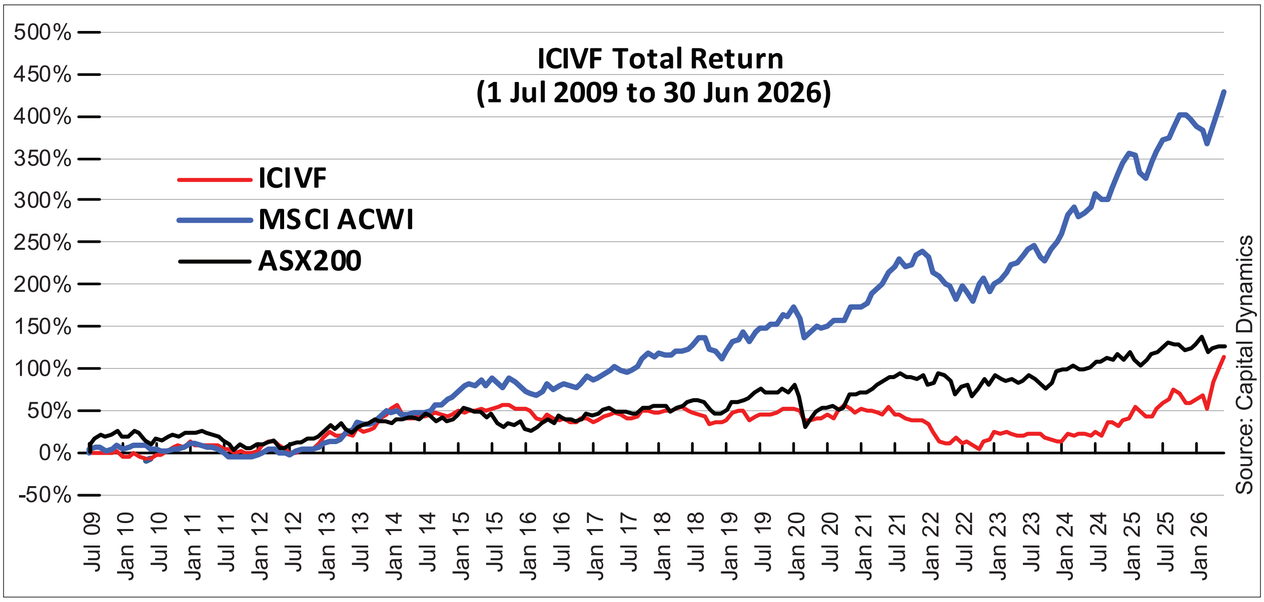

Table 1 Cumulative Total Return and Compound Return

	Cumulative Total Return (%)			Compound Return (%)
	1-Year-Return	2-Year-Return	Since Inception	Since Inception
ICIVF (AUD)	39.02%	76.46%	113.01%	4.55%
MSCI ACWI (AUD)	15.47%	34.68%	428.26%	10.28%
ASX200 (AUD)	2.77%	13.02%	126.61%	4.93%

FUND PERFORMANCE 2

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

	Quarter ending 30 June 2026 (% of change)
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	144.96%
SG MICRO CORP	112.15%
CONCORD NEW ENERGY	63.90%
SAM ENGINEERING EQUIPMENT	59.87%
PACIFIC BIOSCIENCE OF CALIFORNIA INC	27.27%

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 April 2026), and held till the end of the quarter (i.e. 30 June 2026). 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 2 April 2026 and sold on 19 June 2026, its performance is only measured over 2 April 2026 to 19 June 2026 and not over the full quarter. Similarly, if it was bought on 21 April 2026 and sold on 23 June 2026, its performance is measured over the period 21 April 2026 to 23 June 2026.

FUND PERFORMANCE 3

Table 3 shows the percentage gain or loss of each company held by your Fund as at 30 June 2026. 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$)	Price Jun 2026 (A$)	% Change
ALIBABA GROUP HOLDING LTD	16.10	17.04	5.81%
CONCORD NEW ENERGY	0.05	0.05	-1.19%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	9.63	32.12	233.72%
ICAPITAL.BIZ BERHAD	1.08	0.83	-23.23%
K2 ASSET MANAGEMENT HOLDINGS	0.28	0.06	-80.04%
MYCRONIC AB NPV POST SPLIT	45.73	48.34	5.72%
PACIFIC BIOSCIENCE OF CALIFORNIA INC	36.80	2.17	-94.11%
PICO FAR EAST HLDG LTD	0.44	0.37	-14.69%
PING AN INSURANCE GROUP OF CHINA LIMITED	14.71	8.52	-42.10%
SAM ENGINEERING EQUIPMENT	1.53	1.78	15.90%
SG MICRO CORP	17.40	30.25	73.85%
XIAMEN FARATRONIC CO LTD	34.67	39.36	13.51%
XIAOMI CORP	3.65	4.13	13.13%
ZHEJIANG JINGSHENG MECHANICAL AND ELECTRICAL CO LTD	10.64	12.41	16.63%

Table 4 shows the percentage gain or loss arising from currency movements as at 30 June 2026. 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$)	Price Jun 2026 (A$)	% Change
ALIBABA GROUP HOLDING LTD	16.10	16.15	0.32%
CONCORD NEW ENERGY	0.05	0.07	45.18%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	9.63	9.57	-0.59%
ICAPITAL.BIZ BERHAD	1.08	1.13	4.22%
K2 ASSET MANAGEMENT HOLDINGS	0.28	0.28	0.00%
MYCRONIC AB NPV POST SPLIT	45.73	45.31	-0.91%
PACIFIC BIOSCIENCE OF CALIFORNIA INC	36.80	41.15	11.84%
PICO FAR EAST HLDG LTD	0.44	0.47	7.34%
PING AN INSURANCE GROUP OF CHINA LIMITED	14.71	16.23	10.32%
SAM ENGINEERING EQUIPMENT	1.53	1.56	1.57%
SG MICRO CORP	17.40	17.56	0.90%
XIAMEN FARATRONIC CO LTD	34.67	35.76	3.12%
XIAOMI CORP	3.65	3.52	-3.61%
ZHEJIANG JINGSHENG MECHANICAL AND ELECTRICAL CO LTD	10.64	11.02	3.56%

PORTFOLIO INFORMATION

Table 5 Percentage of assets held as cash

	Cash (%)	Equities (%)
End of Mar 26	5.42%	94.58%
End of Apr 26	12.11%	87.89%
End of May 26	4.90%	95.10%
End of Jun 26	13.50%	86.50%

Table 6 Top 5 holdings as at 30 June 2026

	65.68%
HANS LASER TECHNOLOGY INDUSTRY GROUP CO LTD	34.56%
ALIBABA GROUP HOLDING LTD	9.45%
CONCORD NEW ENERGY	7.65%
PING AN INSURANCE GROUP OF CHINA LIMITED	7.08%
ZHEJIANG JINGSHENG MECHANICAL AND ELECTRICAL CO LTD	6.95%

Table 7 Portfolio breakdown for equities by region as at 30 June 2026 (in AUD)

	100.00%
China	57.80%
Hong Kong	36.69%
Sweden	2.57%
Malaysia	2.16%
United States	0.76%
Australia	0.02%

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

CSI 300 Index

The CSI 300 Index tracks the performance of the 300 largest and most liquid companies listed on China's Shanghai and Shenzhen stock exchanges.

SAIC Motor

SAIC Motor (Shanghai Automotive Industry Corporation Motor) is one of China's largest automobile manufacturers and a major state-owned enterprise, producing passenger vehicles, commercial vehicles and new energy vehicles.

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 31 March 2025 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 032 756, 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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BY Capital Dynamics

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