REALM HIGH INCOME FUND

AUGUST 2025

REALM INVESTMENT HOUSE

FUND OBJECTIVE

The Realm High Income Fund is a fixed income strategy, that invests in domestic asset backed securities, bank-issued securities and corporate & government bonds. The objective of the Fund is to deliver investors a consistent return (net of fees and gross of franking) of 3% over the RBA cash rate through a market cycle.

FUND DETAILS

Distribution Frequency: Monthly
Liquidity: Daily
Buy/Sell: 0.05% / 0.05%
Inception Date: 26.9.2012
Fund size: AUD $2.40 billion
Management Fees (Net of GST):
Ordinary Units - 1.1182%
Wholesale, Adviser, & mFunds Units - 0.7175%
Direct Minimum Investment:
Ordinary, Adviser Units - $25,000
Wholesale Units -$1,000,000
mFund Units - $10,000

Zenith RECOMMENDED

Recommended Lonsec Research

NET PERFORMANCE

Period	Ordinary Units* (incl. franking)	Wholesale Units* (incl. franking)	RBA Cash Rate* Return
1 Month	0.51%	0.56%	0.31%
3 Month	2.24%	2.35%	0.94%
6 Months	2.93%	3.15%	1.96%
1 Year	7.48%	7.92%	4.13%
3 Years p.a	8.70%	9.14%	3.93%
5 Years p.a	5.66%	6.09%	2.45%
10 Years p.a	4.85%	5.30%	1.91%
Since Inception p.a*	5.17%	5.34%	2.05%

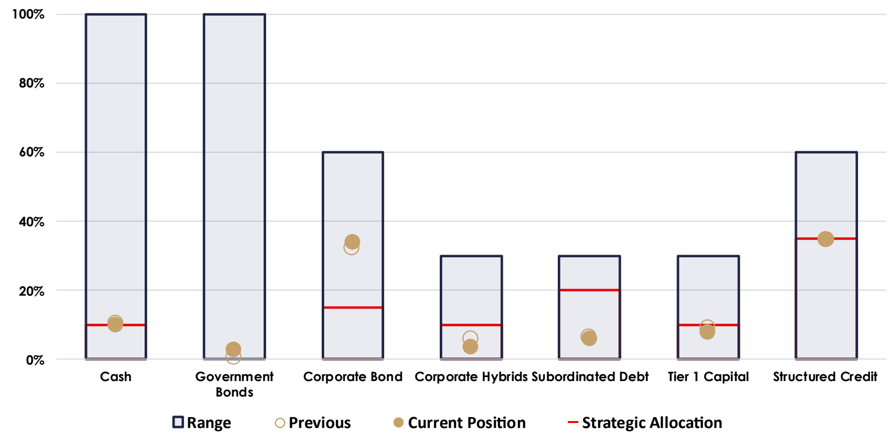
* Past performance is not indicative of future performance. *Ordinary units Inception 26 September 2012. Wholesale units Inception 2 October 2013.

FUND STATISTICS

Running Yield	5.98%
Yield to Maturity	5.99%
Volatility†	1.13%
Interest rate duration	1.30
Credit duration	3.51
Average Credit Rating	BBB+
Number of positions	410
Average position exposure	0.22%
Worst Month*	-1.99%
Best Month*	2.09%
Sharpe ratio∂	2.10

Calculated on Ordinary Units unless otherwise stated. *Since Inception 26 September 2012.
†Trailing 12 Months Calculated on Daily observations. ∂Since Inception Calculated on Daily observations

SECTOR ALLOCATION

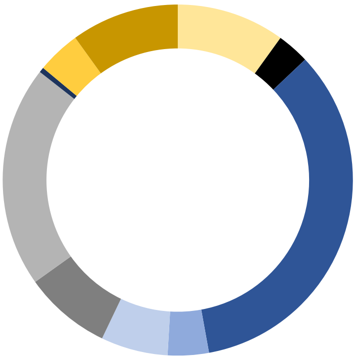


REALM HIGH INCOME FUND

AUGUST 2025

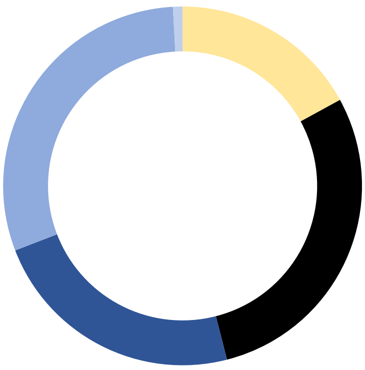
REALM INVESTMENT HOUSE

PORTFOLIO COMPOSITION



- Cash (9.98%)
- Government Bonds (2.98%)
- Corporate Bond (34.19%)
- Corporate Hybrid (3.79%)
- Subordinated Debt (6.19%)
- Tier 1 Capital (8.03%)
- ABS Public (20.42%)
- ABS Private (0.47%)
- RMBS Private (4.01%)
- RMBS Public (9.96%)

CREDIT DURATION PROFILE



- At Call to 6 Months (17.04%)
- 6 Months to 3 Years (28.98%)
- 3 Years to 5 Years (23.12%)
- 5 Years to 10 Years (30.00%)
- 10 Years + (0.86%)

FUND UPDATE

Cash and Short-Term Liquidity: ↑ The allocation to highly liquid assets (cash and government bonds) increased from 11.22% to 12.96%. This reflected reduced allocations to corporate hybrids, subordinated debt and T1 capital, which was partly offset by an increased allocation to corporate bonds.

Corporate Bond, Corporate Hybrids & Subordinated Debt: ↓ Weighting to corporate bonds, corporate hybrids and subordinated debt decreased from 44.76% to 44.17%. Credit spreads were mixed in August with Australian cash credit finishing tighter while US and European spreads were impacted by macro weakness. The fund continued to take profit on existing corporate hybrid and subordinated debt positions with proceeds reinvested into opportunities presenting better relative value. This included USD corporate bonds and several notable primary offerings, including EUR Tier 2 and AUD senior unsecured offerings from CBA and a 20-year Tier 2 from ANZ – the first at that tenor to be issued in the Australian market.

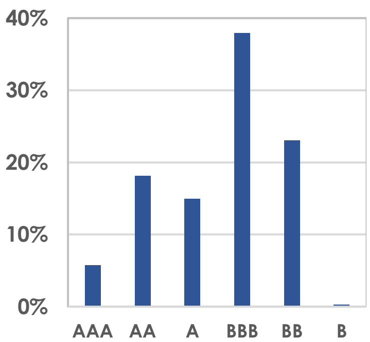
Interest Rate Duration Position: ↑ IRD positioning increased from 1.10 to 1.30 years as the term structure steepened. Bond implied volatility finished the month unchanged after initially moving higher on the disappointing jobs data early in the month but then retreating on increased likelihood of a September Fed cut which was reinforced by Powell's dovish pivot at Jackson Hole. It moved higher again after the end of month as long-end global yields rose on fiscal sustainability concerns. US yields fell by 15bps from 4.37% to 4.22% driven by lower real yields. US 10-yr break-evens rose only slightly despite Core PCE price inflation for July coming in at 2.9% yoy, which was in line with expectations but well above the Fed's target. At the time of writing, the market is pricing 100% probability of a Fed cut on September 17, and this was supported by weak August employment data released on September 5. Australian 10-year yields rose from 4.26% to 4.27%.

REALM HIGH INCOME FUND

AUGUST 2025

ISSUER DOMICILE

CREDIT QUALITY



PORTFOLIO ESG RISK LIMITS

Sector	Portfolio Exposure	Portfolio Limit
Fossil Fuels	9.2%	10%
Non-Renewable & Nuclear Energy	0.00%	10%
Alcohol	0.00%	10%
Gambling	0.00%	10%

As at the end of the month, the swaps market expects the Fed and RBA to cut 2.2 and 3.1 more times respectively over the course of 2025.

Residential Mortgage-Backed Securities (RMBS): ↓ Weighting to RMBS securities decreased from 14.19% to 13.97% over the month. Structured credit markets continued to rally over the month, with a large pipeline of new transactions now lining up to launch and settle before the Christmas break. These transactions continue to be substantially oversubscribed, especially the mezzanine (A-BBB rated) and junior mezzanine (Sub investment grade) notes. This continues to drive pricing tighter across all tranches within the capital structure.

With respect to market performance, Prime arrears as reported by S&P's SPIN index for July improved 5bps to 0.84%. Nonconforming arrears increased 9bps to 3.87%. Arrears on auto loans as reported by S&P for the same period improved 7bps to 1.34%. All results remain strong in comparison to both market expectations and historic index levels.

Tier 1 Capital: ↓ Weighting to T1 capital decreased from 9.18% to 8.03%. It was a tale of two halves for Global T1's as spreads tightened during the first half of the month, allowing the fund to take profits across various T1 positions. The second half of the month saw a weaker macro backdrop along with a re-escalation of political instability in France which resulted in an underperformance of T1 spreads. Despite macro weakness, the fundamental strength of banks was reiterated during the month with the 2025 European Banking Authority (EBA) stress test results indicating CET1 ratios of European Banks will remain comfortably above required hurdles in severely stressed scenarios. Primary market issuance underwhelmed reflective of broader market weakness, with Allianz being the only notable issuer for the month - the fund did not participate in the deal due to expensive valuations. Domestically, Tier 1 securities tightened throughout the month particularly as the RBNZ sought consultation on a potential change to treatment of Tier 1 securities. The outperformance of OTC Tier 1 securities allowed the fund to take profit on its positions.

Asset Backed Securities (ABS): ↑ ABS allocation increased from 20.71% to 20.89%. These assets are typically very short dated, continue to offer healthy yields and remain highly sought after by market participants.

Targeted risk across the Fund: ↑ Targeted portfolio risk increased from 2.00% to 2.04%. This reflected a slight increase in interest rate duration from 1.10yrs to 1.30yrs concurrent with an increase in credit duration from 3.43yrs to 3.51yrs.

REALM HIGH INCOME FUND

REALM INVESTMENT HOUSE

AUGUST 2025

PLATFORM AVAILABILITY

- Australian Money Market (Retail Units)
- AMP North
- BT Wrap
- BT Panorama
- Credit Suisse
- Crestone
- First Wrap
- HUB24
- IOOF Pursuit/Expand
- Macquarie Wrap
- Mason Stevens
- Netwealth
- Powerwrap
- Praemium
- uXchange
- Xplore Wealth
- mFund: RLM03

OTHER FUND DETAILS

Responsible Entity: One Managed Investment Funds Ltd

Custodian: State Street Australia Limited

Unit Pricing and Unit Price History: https://www.realminvestments.com.au/ourproducts/Realm-high-income-fund/

FUND OVERVIEW

Risk sentiment remained positive in August, buoyed by a dovish pivot from Fed Chair Powell. At Jackson Hole, Powell acknowledged that the balance of risks between employment and inflation had shifted following July's weak payrolls report, and that a rate cut may soon be warranted.

Equity markets rallied on this development, with the S&P 500 advancing 1.9% over the month. European equities rallied more modestly, particularly in France where political instability weighed. French PM Bayrou lost a vote of no-confidence on 8 September, although financial markets were relatively unmoved. In credit markets, the Bloomberg US Corporate Baa-rated Option Adjusted Spread widened 3bps to 0.98%.

US bond yields fell sharply, led by the short end as rate cut expectations firmed. The US dollar fell 2.3% in sympathy with the fall in Treasury yields, while gold (+4.8%) finished the month at record highs amid the dollar weakness and on mounting concerns over Fed independence. President Trump again ramped up his attacks on Fed officials, this time attempting to remove Fed Governor Cook over mortgage fraud allegations. Cook will challenge the decision in court. The RBA, as widely anticipated, delivered a 25bp rate cut at its August meeting. The BoE also cut rates by 25bps, albeit in a narrowly split vote following two rounds of voting.

The main economic release was August nonfarm payrolls, which showed further signs of weakness in the US labour market. Inflation data revealed that tariff impacts are starting to flow through to prices, although corporations have largely absorbed them thus far. The legality of Trump's tariffs was also brought back into the spotlight after the US Court of Appeals for the Federal Circuit ruled them to be unlawful. The case will now proceed to the Supreme Court.

The fund achieved a solid result (0.56%) in August, outperforming the RBA Cash Rate (0.31%). Contributions to the outperformance were broad but led by Structured Credit and Corporate Bonds.

The portfolio's yield to maturity decreased to 5.99% (p6.23%) as domestic credit spreads tightened during the month. Interest rate duration was extended to 1.30 years (p1.1) as the yield curve steepened, while credit duration rose to 3.51 (p3.43). The overall credit rating remained unchanged at BBB+.

The portfolio continued to increase its overweight position in Corporate Bonds, driven by relative value considerations. This position has a higher credit quality (BBB+) than we expect to have over the long term, and is largely held in financials, mining, infrastructure and property related issuers.

PLATFORM AVAILABILITY

- Australian Money Market (Retail Units)
- AMP North
- BT Wrap
- BT Panorama
- Credit Suisse
- Crestone
- First Wrap
- HUB24
- IOOF Pursuit/Expand
- Macquarie Wrap
- Mason Stevens
- Netwealth
- Powerwrap
- Praemium
- uXchange
- Xplore Wealth
- mFund: RLM03

OTHER FUND DETAILS

Responsible Entity: One Managed Investment Funds Ltd
Custodian: State Street Australia Limited
Unit Pricing and Unit Price History: https://www.realminvestments.com.au/ourproducts/Realm-high-income-fund/

FUND OVERVIEW

Positions in Corporate Hybrid and Bank T1 were trimmed, meanwhile, leaving both sectors underweight relative to benchmark. Exposure to Structured Credit remained steady at benchmark levels.

Overall, the portfolio is conservatively postured and remains well-positioned to take advantage of trading opportunities should they arise. Although drawdowns are possible if trade or geopolitical tensions re-escalate, the likelihood of a negative return over a 12-month period remains low due to the high starting point for Yield to Maturity.

REALM INVESTMENT HOUSE CONTACTS

DISTRIBUTION

Broc McCauley
Head of Distribution
T: 0433 169 668
E: broc.m@realminvestments.com.au

Matthew Blair
Senior Distribution Manager
NSW/QLD
T: 0424 837 522
E: matthew.b@realminvestments.com.au

John Hawkins
Distribution Manager
VIC/WA
T: 0408 841 886
E: john.h@realminvestments.com.au

Finbarr Warren
Distribution Manager
NSW/SA/TAS
T: 0405 543 196
E: finbarr.w@realminvestments.com.au

Rhys Kostopoulos
Client Services
T: 03 9112 1150
E: rhys.k@realminvestments.com.au

LEVEL 3, 30 Collins Street
Melbourne VIC 3000

LEVEL 8, 31 Market Street
Sydney NSW 2000

DISCLAIMER

Realm Investment Management Pty Ltd ACN 158 876 807, a corporate authorised representative (number 424705) of Realm Pty Ltd ACN 155 984 955 AFSL 421336 (Realm) is the investment manager of the Realm High Income Fund (ARSN 159 673 533) (Fund). One Managed Investment Funds Limited (ABN 47 117 400 987) (AFSL 297042) is the responsibility entity of the Fund (OMIFL). The information contained in this document was not prepared by OMIFL but was prepared by other parties. While OMIFL has no reason to believe that the information is inaccurate, the truth or accuracy of the information contained therein cannot be warranted or guaranteed. Anyone reading this report must obtain and rely upon their own independent advice and inquiries. Investors should carefully consider each of the Product Disclosure Statement for the Ordinary Units, mFund Units and Wholesale Units dated 29 September 2022 or the Product Disclosure Statement Adviser Units dated 29 September 2022 (together with the Additional Information Booklet dated 29 September 2022) (PDS) and Target Market Determination (TMD) issued by OMIFL before making any decision about whether to acquire, or continue to hold, an interest in the Fund. Applications for units in the Fund can only be made pursuant to the application form relevant to the Fund. A copy of the PDS for the Ordinary Units, mFund Units and Wholesale Units dated 29 September 2022 and the PDS for the Adviser Units dated 29 September 2022, TMD dated 19 October 2022, continuous disclosure notices and relevant application form may be obtained from https://www.oneinvestment.com.au/realm/ or https://www.realminvestments.com.au/our-products/realm-high-income-fund/. You should also consult a licensed financial adviser before making an investment decision in relation to the Fund. Realm believes that the information contained in this document is accurate when issued. Realm does not warrant that such information or advice is accurate, reliable, complete or up-to-date, and to the fullest extent permitted by law, disclaims all liability of Realm and its associates. This document should be regarded as general information only rather than advice. In preparing this document, Realm did not take into account the investment objectives, financial situation and particular needs of any individual person. The information contained in this document must not be copied or disclosed in whole or in part without the prior written consent of Realm, and Realm accept no liability whatsoever for the actions of third parties in this respect. It is presented for informational purposes only and is not to be construed as a solicitation or an offer or recommendation to buy or sell any securities. Any opinions expressed in this document may be subject to change. Realm is not obliged to update the information. The information must not be used by recipients as a substitute for the exercise of their own judgment and investigation. Neither Realm nor any of their directors, employees or agents accept any liability for any loss or damage arising out of the use of all or part of, or any omission, inadequacy or inaccuracy in, this document. OMIFL and Realm do not guarantee the performance of the Fund or the repayment of any investor's capital. To the extent permitted by law, neither OMIFL nor Realm, including their directors, senior executives, employees, consultants, advisers, officers or authorised representatives, are liable for any loss or damage arising as a result of reliance placed on the contents of this document. Realm only provides services to wholesale clients, as defined in section 761G of the Corporations Act. Past performance is not indicative of future performance. Information in this document is current as at 31st August 2025.

ZENITH DISCLAIMER

The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned June 2024 referred to in this document is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at http://www.zenithpartners.com.au/RegulatoryGuidelines

LONSEC DISCLAIMER

The rating issued 10/2024 is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit lonsec.com.au for ratings information and to access the full report.