REALM HIGH INCOME FUND

JANUARY 2026

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 $2.64 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	0.39%	0.43%	0.30%
3 Month	0.87%	0.97%	0.89%
6 Months	2.62%	2.83%	1.80%
1 Year	5.99%	6.40%	3.81%
3 Years p.a.	8.05%	8.50%	4.04%
5 Years p.a.	5.65%	6.08%	2.74%
10 Years p.a.	4.99%	5.43%	1.97%
Since Inception p.a.*	5.17%	5.35%	2.10%

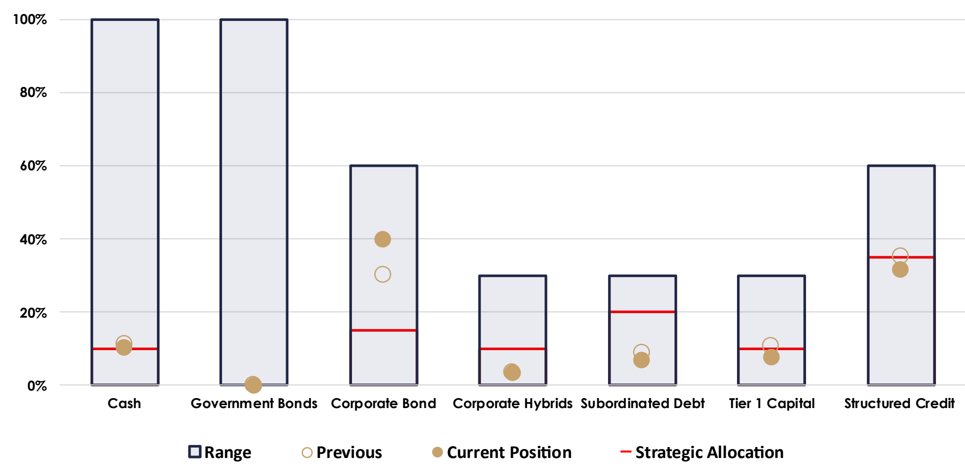
* Past performance is not indicative of future performance. *Ordinary units Inception 26 September 2012. Wholesale units Inception 2 October 2013.

FUND STATISTICS

Running Yield	5.96%
Yield to Maturity	5.76%
Volatility†	1.13%
Interest rate duration	1.32
Credit duration	2.84
Average Credit Rating	BBB+
Number of positions	477
Average position exposure	0.20%
Worst Month*	-1.99%
Best Month*	2.09%
Sharpe ratio∂	2.12

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

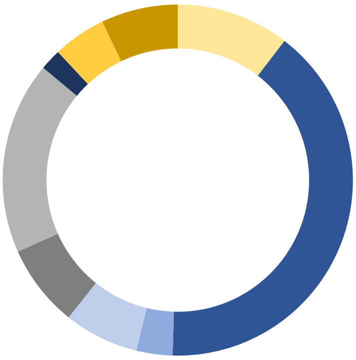
SECTOR ALLOCATION



REALM HIGH INCOME FUND

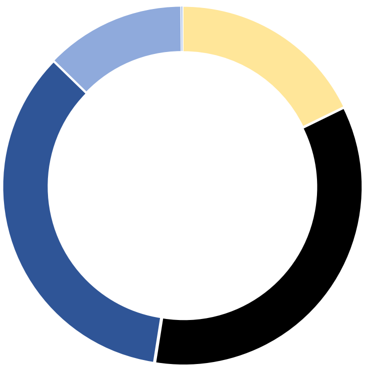
JANUARY 2026

PORTFOLIO COMPOSITION



- Cash (10.43%)
- Government Bonds (0.00%)
- Corporate Bond (40.04%)
- Corporate Hybrid (3.34%)
- Subordinated Debt (6.90%)
- Tier 1 Capital (7.61%)
- ABS Public (17.73%)
- ABS Private (1.96%)
- RMBS Private (4.90%)
- RMBS Public (7.09%)

CREDIT DURATION PROFILE



- At Call to 6 Months (17.77%)
- 6 Months to 3 Years (34.73%)
- 3 Years to 5 Years (34.78%)
- 5 Years to 10 Years (12.58%)
- 10 Years + (0.14%)

FUND UPDATE

Cash and Short-Term Liquidity:

↓ The allocation to highly liquid assets (cash and government bonds) decreased from 11.25% to 10.43%. This reflected reduced allocations to T1 Capital, Subordinated Debt and RMBS/ABS, offset by higher allocations to Corporate Bonds.

Corporate Bond, Corporate Hybrids & Subordinated Debt:

↑ Weighting to corporate bonds and subordinated debt (corporate hybrids and T2 capital) increased from 42.84% to 50.28%. Credit spreads firmed over the month despite heavy primary issuance, particularly from global credit markets. This provided the opportunity to take profits across T2 capital and longer dated senior corporate bonds. Proceeds were largely redeployed into shorter dated senior unsecured debt from the Australian major banks, resulting in a net reduction in portfolio credit duration. Notable AUD issuance included a CBA senior unsecured bond and an Ausnet corporate hybrid, while USD markets saw senior unsecured issuance from NAB, ANZ and Westpac NZ.

Interest Rate Duration Position:

↓ IRD positioning decreased from 1.47 to 1.32 years as the Australian yield curve flattened over the month. The front end of the curve rose on increased expectations of an RBA hike in early February as both jobs and inflation data came through stronger than both market expectations and the most recent RBA forecasts. Australia's 10-year bond yields rose over the month by 6bps to 4.80% driven by higher inflation break-evens. RBA Governor Bullock had previously signaled that the next rate move could be up rather than down if inflation proves persistent. Global yields rose on Japanese PM Takaichi's election pitch to cut the consumption tax on food which added to fiscal deterioration concerns. The Fed left rates on hold as expected on January 28 and Trump announced his Fed Chair nominee as Kevin Warsh on January 30 which saw the USD strengthen and the swaps market retain pricing of 2 Fed rate cuts for 2026. At the time of writing the RBA has hiked rates by 25bps and there are another 1.5 hikes priced for 2026.

REALM HIGH INCOME FUND

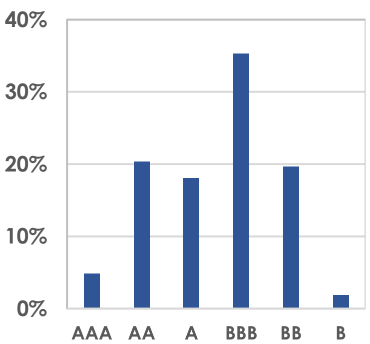
JANUARY 2026

ISSUER DOMICILE

Australian/NZ Domiciled Issuer & Cash (81.26%)

Foreign Domiciled Issuer (18.74%)

CREDIT QUALITY



PORTFOLIO ESG RISK LIMITS

Sector	Portfolio Exposure	Portfolio Limit
Fossil Fuels	6.2%	10%
Non-Renewable & Nuclear Energy	0.00%	10%
Alcohol	0.00%	10%
Gambling	1.2%	10%

Residential Mortgage-Backed Securities (RMBS):
↓ Weighting to RMBS securities decreased from 14.00% to 11.99% over the month. Credit markets remained tight through year-end, with the final transactions of 2025 launching and pricing ahead of the Christmas break. As expected, January has been seasonally quiet, with no new transactions coming to market during the holiday period. Mezzanine and sub-investment grade spreads remain tight, supported by strong investor demand, particularly for shorter-duration credit risk within structured bonds. The secondary market continues to maintain a strong bid, with investors actively seeking middle mezzanine (A–BBB rated) and lower mezzanine (sub-investment grade rated) bonds. While primary issuance has yet to resume, the forward pipeline is substantial, with a large volume of new transactions across prime, non-conforming and bank transactions preparing to launch in the first weeks of February as market participants fully re-engage.

With respect to market performance, Prime arrears as reported by S&P's SPIN index for December weakened by 1bp to 0.74%. Non-conforming arrears weakened to 3.84%. Auto arrears improved to 1.11% for the month, from 1.19% the prior month. All results remain strong in comparison to both market expectations and historic index levels.

Tier 1 Capital:
↓ Weighting to T1 capital decreased from 10.76% to 7.61%. Global T1 credit spreads continued to firm over the month, providing the opportunity to take profits on remaining Global T1 exposures to European Insurance and CAD banks. We now wait for a better opportunity to re-enter Global T1s as valuations have reached very expensive levels. Domestically, ASX-listed T1 credit spreads widened over the period which provided the opportunity to increase allocations. We remain constructive on Aussie Bank T1s as the sector will be gradually phased out toward 2032.

Asset Backed Securities (ABS):
↓ ABS allocation decreased from 21.15% to 19.69%. 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 reduced from 1.99% to 1.71%. This reflected a reduction in both interest rate duration (from 1.47 years to 1.32 years) and credit duration (from 3.03 years to 2.84 years).

REALM HIGH INCOME FUND

REALM | INVESTMENT HOUSE

JANUARY 2026

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

January was a volatile month for financial markets as geopolitical tensions escalated. The US carried out military strikes in Venezuela, threatened tariffs on the EU in its pursuit of Greenland, and threatened Iran with military action. Despite this, risk assets generally performed well.

Equity markets rallied after President Trump walked back his tariff threat at Davos, with the S&P 500 finishing up 1.4% over the month. The Nikkei 225 advanced 5.9% after Prime Minister Takaichi announced a snap election and pledged to suspend Japan's food consumption tax. In credit markets, the Bloomberg US Corporate Baa-rated Option Adjusted Spread tightened 6bps to 0.91% despite strong issuance volumes.

Global bond yields rose further in January, led by JGBs amid mounting concerns over Japan's fiscal sustainability. The BoJ kept rates on hold as expected and maintained a hawkish bias. In the US, bond yields rose mid-month after Trump downplayed the idea of dovish-leaning Kevin Hassett being the next Fed Chair. He later nominated Kevin Warsh as his preferred pick. The Fed also left rates on hold as expected. In Australia, short-end bond yields rose sharply after inflation and jobs data came in stronger than expected. The RBA subsequently hiked rates by 25bps.

Precious metals continued to rally amid heightened geopolitical uncertainty, with gold surging 13.3% and silver 18.9%. In contrast, the US dollar declined 1.4% to a four-year low as Trump's latest tariff back-and-forth revived concerns about the unstable nature of US trade policy. WTI oil prices rose 13.6% after tensions between the US and Iran escalated.
The fund achieved a solid result (0.43%) in January, outperforming the RBA Cash Rate (0.30%). Contributions to the outperformance were broad but led by Corporate Bonds and Structured Credit.

The portfolio's yield to maturity decreased to 5.76% (p5.95%) as exposure to Structured Credit was reduced during the month. As the Australian yield curve flattened, interest rate duration was shortened to 1.32 years (p1.47). Credit duration also fell to 2.84 years (p3.03) as the portfolio rotated into shorter-dated corporates. The portfolio credit rating remained unchanged at BBB+.

Portfolio activity saw a rotation into Corporate Bonds, driven by relative value considerations. The Corporate Bond exposure is now considerably overweight but has a higher credit quality (BBB+) than we expect to have over the long term. It is primarily held in domestic financials, mining, infrastructure and property related issuers.

The portfolio reduced exposure to Structured Credit, Tier 1 Capital and Subordinated Debt, with all three sectors now underweight relative to benchmark.

REALM HIGH INCOME FUND

JANUARY 2026

REALM INVESTMENT HOUSE

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

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 limited 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
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

James Young
Distribution Manager - QLD
T: 0401 064 035
E: james.y@realminvestments.com.au

Jack Dawson
Client Services
T: 03 9112 1150
E: jack.d@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 January 2026.

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.