

INCOME PARTNERS MANAGED VOLATILITY HIGH YIELD BOND FUND - CLASS 2

Fund Manager's Report - 30 Jun 2026

IMPORTANT INFORMATION

- Income Partners Managed Volatility High Yield Bond Fund (the "Fund") invests primarily in high yield debt instruments, which are below investment grade or unrated. The Fund will invest in high yield debt instruments, and as a result may be subject to substantial credit/counterparty risk, credit rating related risks, interest rates risk, liquidity risks, and valuation risks. The investments held by the Fund may fall in value and therefore your investment in the Fund may suffer losses.
- The Fund's managed volatility strategy may not achieve the desired results under all circumstances. While the Fund's manager will endeavor to manage the Fund such that it does not exceed its pre-determined annualized volatility target, there is no guarantee that such targets can be reached in all market conditions. Managed volatility does not necessarily mean lower risk and the Fund may still suffer losses.
- The Fund is denominated in RMB, and RMB is currently not freely convertible and is subject to exchange controls and restrictions. There is no guarantee that RMB will not depreciate. If you convert Hong Kong Dollar or any other currency into RMB so as to invest in the Fund and subsequently convert the RMB redemption proceeds back into Hong Kong Dollar or any other currency, you may suffer a loss if RMB depreciates against Hong Kong Dollar or other currency. In addition, the underlying investments in the Fund may be denominated in currencies other than RMB. The NAV may be affected favorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in the exchange rate controls.
- The Fund invests in the Greater China region and in the China market and there is subject to emerging market risk including political, economic, legal, regulatory and liquidity risks.
- The Fund may invest in derivative transactions such as swaps, futures and forwards for hedging purposes. There is no guarantee that the hedging techniques will be effective.
- In respect of the distribution Units of the Fund (save for Class 2C Dis (USD) Units), the Fund's manager currently intends to make monthly dividend distribution. However, the distribution amount of dividend rate is not guaranteed. In respect of the Class 2C Dis (USD) Units, the Fund's manager makes non-discretionary monthly distributions. For certain classes of Units of the Fund, the Fund's manager may at its discretion pay distributions out of the capital of the Fund. The Fund's manager may also, at its discretion, pay distributions out of gross income, while paying all or part of the fees and expenses of the capital of the Fund, resulting in an increase in distributable income for payment of distributions by the Fund. Therefore the Fund may effectively make payment of dividend out of capital. Payment of distributions out of capital represents a return or withdrawal of part of the amount they originally invested of from any capital gains attributable to the original investment. Any such distributions may result in an immediate reduction of the net asset value per unit of the Fund.
- Investment involves risk. Past performance is not a guarantee or a reliable indicator of future results and no guarantee is being made that similar returns will be achieved in the future.
- In making investment decisions, investors should not rely solely on the information in this report and should read the offering document of the Fund of further details including the risk factors. This document does not constitute an offering document.

Share Class	NAV per share ²	Dividend per share	Annualized Dividend Yield ⁴
2A Acc (USD)	\$129.74		
2A Dis (USD)	\$40.80	\$0.26	7.9%
2B Acc (RMB)	¥136.86		
2B Dis (RMB)	¥42.76	¥0.22	6.3%
2C Dis (USD) ⁵	\$44.67	\$0.26	7.0%
2D Acc (HKD)	\$79.08		
2D Dis (HKD)	\$40.47	\$0.25	7.6%
2E Dis (AUD)	\$50.11	\$0.30	7.7%
2F Acc (AUD-H)	\$89.89		
2F Dis (AUD-H)	\$46.89	\$0.29	7.7%
2G Acc (USD-H)	\$97.37		
2G Dis (USD-H)	\$42.25	\$0.27	7.9%
2I Dis (SGD-H)	\$45.43	\$0.22	6.0%
2L Dis (HKD-H)	\$44.78	\$0.25	6.9%

H = Hedged currency share class

Record Date: 30 Jun 2026

Ex-Dividend Date: 2 Jul 2026

Payment/Reinvestment Date: 6 Jul 2026

Please see www.incomepartners.com for details of historical dividend information for all applicable share classes.

Risk Measures	1 Year	3 Years	Since Inception
2B Acc (RMB)			
Annualized Volatility ⁶	3.10%	5.56%	10.03%
Sharpe Ratio ⁶	0.55	0.05	-0.05

Fund Characteristics

Yield to Maturity in RMB ^{7,9}	3.2%
Yield to Maturity in USD ^{8,9}	5.7%
Modified Duration (years)	3.8
Average Credit Rating ¹⁰	BBB- (Issuer) / BB+ (Bond)
Number of bond holdings	42

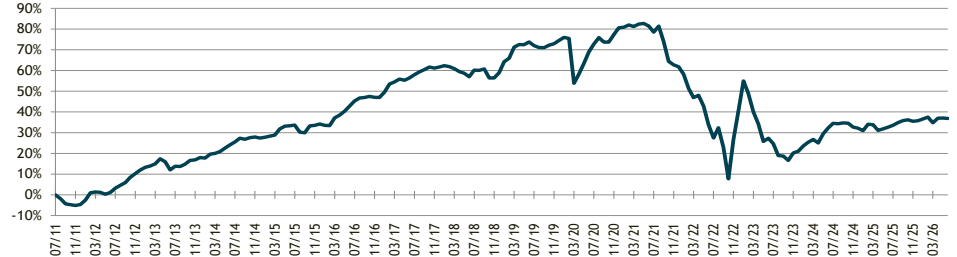
Top 10 Holdings¹¹: 47.2% of NAV

Petroleos Mexicanos	5.5%
Barclays PLC	5.2%
HKT Limited	5.1%
Rakuten Group Inc	5.1%
Sun Hung Kai & Co BVI Ltd	5.1%
Evergreen Marine Asia Pte Ltd	4.9%
Vodafone Group PLC	4.6%
Far East Horizon Ltd	4.3%
Well Link Life Insurance Co Ltd	3.9%
Hyundai Capital America	3.6%

INVESTMENT OBJECTIVE

The Fund seeks to maximize total investment returns, comprising capital appreciation and interest income by primarily investing in high yield debt instruments that are below investment grade or unrated. It aims to deliver high yield returns with a reduced level of volatility compared against the broader high yield market through an active managed volatility strategy by using both quantitative and qualitative measures. The Fund has a geographical focus on Greater China and Asia.

TOTAL RETURN^{2,3}: CLASS 2B ACCUMULATION (RMB)



CUMULATIVE PERFORMANCE AND CALENDAR YEAR PERFORMANCE²

Share Class	Year-to-date (YTD)	1 Year	3 Years (Annualized)	5 Years (Annualized)	Since Inception (Annualized)	2021	2022	2023	2024	2025	Inception Date (dd/mm/yy)
2A Acc (USD)	3.64%	8.83%	4.75%	-6.41%	1.76%	-8.23%	-20.22%	-16.37%	5.94%	8.00%	27/07/11
2A Dis (USD)	3.66%	8.85%	4.76%	-6.40%	1.75%	-8.24%	-20.21%	-16.34%	5.93%	7.98%	03/08/11
2B Acc (RMB)	0.80%	3.18%	2.42%	-5.48%	2.12%	-10.41%	-13.08%	-13.94%	9.16%	2.76%	27/07/11
2B Dis (RMB)	0.81%	3.20%	2.42%	-5.48%	2.13%	-10.41%	-13.08%	-13.94%	9.17%	2.76%	27/07/11
2C Dis (USD) ⁵	3.64%	8.84%	4.77%	-6.40%	1.86%	-8.23%	-20.22%	-16.35%	5.96%	7.99%	10/08/11
2D Acc (HKD)	4.42%	8.73%	4.76%	-6.23%	-2.77%	-7.69%	-20.23%	-16.20%	5.31%	8.23%	21/02/18
2D Dis (HKD)	4.42%	8.75%	4.77%	-6.22%	-2.75%	-7.71%	-20.23%	-16.19%	5.33%	8.25%	09/02/18
2E Dis (AUD)	0.46%	3.14%	3.40%	-4.80%	-1.50%	-2.26%	-14.74%	-16.46%	16.00%	0.46%	04/05/18
2F Acc (AUD-H)	2.02%	5.79%	3.71%	-5.38%	-0.99%	-13.35%	-14.59%	-13.40%	10.74%	3.57%	13/10/15
2F Dis (AUD-H)	2.08%	5.59%	4.09%	-5.18%	-3.67%	-13.35%	-14.62%	-13.40%	10.76%	4.65%	02/05/19
2G Acc (USD-H)	1.79%	5.68%	4.96%	-4.30%	-0.25%	-13.12%	-13.70%	-11.98%	11.77%	5.84%	13/10/15
2G Dis (USD-H)	1.77%	5.67%	4.99%	-4.28%	-0.35%	-13.10%	-13.69%	-11.94%	11.81%	5.85%	19/10/15
2I Dis (SGD-H)	0.70%	2.92%	2.72%	-5.71%	-3.99%	-13.10%	-14.03%	-13.18%	9.86%	2.82%	24/04/19
2L Dis (HKD-H)	1.22%	3.93%	3.87%	-5.23%	-3.45%	-13.24%	-14.29%	-12.64%	10.63%	3.99%	17/04/19

MONTHLY PERFORMANCE²: CLASS 2B ACCUMULATION (RMB)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2026	0.63%	0.64%	-1.96%	1.63%	0.07%	-0.17%							0.80%
2025	-0.86%	2.36%	-0.16%	-2.06%	0.56%	0.61%	0.69%	0.94%	0.73%	0.27%	-0.53%	0.24%	2.76%
2024	2.07%	1.46%	1.10%	-1.35%	3.55%	2.15%	1.72%	-0.19%	0.30%	-0.10%	-1.39%	-0.41%	9.16%
2023	10.20%	-3.94%	-5.91%	-4.20%	-6.30%	1.28%	-2.05%	-4.63%	-0.22%	-1.77%	3.10%	0.68%	-13.94%
2022	-2.26%	-4.34%	-2.91%	0.75%	-3.45%	-6.38%	-4.71%	3.80%	-7.14%	-12.30%	17.57%	10.99%	-13.08%
2021	0.13%	0.62%	-0.41%	0.65%	0.16%	-0.68%	-1.61%	1.60%	-4.04%	-5.54%	-1.01%	-0.57%	-10.41%
2020	0.85%	-0.28%	-12.34%	2.84%	3.29%	3.42%	2.25%	1.77%	-1.23%	-0.01%	2.10%	1.87%	3.51%
2019	3.32%	1.02%	3.26%	0.72%	-0.03%	0.75%	-1.01%	-0.54%	-0.02%	0.70%	0.39%	0.93%	9.79%
2018	0.43%	-0.28%	-0.61%	-0.89%	-0.51%	-1.04%	2.04%	-0.12%	0.48%	-2.72%	-0.03%	1.64%	-1.68%
2017	1.74%	2.65%	0.67%	0.90%	-0.38%	0.70%	0.98%	0.89%	0.68%	0.77%	-0.30%	0.30%	10.00%
2016	-0.49%	-0.10%	2.76%	1.04%	1.33%	1.80%	1.68%	0.96%	0.18%	0.35%	-0.31%	-0.05%	9.50%
2015	0.32%	0.38%	0.40%	2.37%	0.97%	0.15%	0.26%	-2.55%	-0.24%	2.58%	0.20%	0.49%	5.35%
2014	-0.25%	1.59%	0.38%	0.69%	1.40%	1.30%	1.11%	1.40%	-0.36%	0.57%	0.31%	-0.43%	7.95%
2013	1.18%	0.58%	0.88%	2.16%	-1.24%	-3.38%	1.60%	-0.16%	0.99%	1.60%	0.25%	0.95%	5.40%
2012	2.21%	3.60%	0.43%	-0.23%	-0.91%	0.91%	2.03%	1.34%	1.26%	2.42%	1.60%	1.58%	17.41%
2011								-1.88%	-2.50%	-0.41%	-0.40%	0.50%	-4.63%

Unless stated otherwise, all data as of 30 June 2026. Source: Income Partners, fund performance is calculated on NAV to NAV basis in denominated currency with dividends re-invested. Performance is presented on a net-of-fees basis. Past performance is not indicative of future results.

1. Source: Lianhe Ratings Global Limited, an international credit rating company, has assigned 'BBBf' Fund Credit Quality Rating ("FCQR") to Income Partners Managed Volatility High Yield Bond Fund at on November 2025

2. This document contains fund performance or NAV numbers which may be subject to amendments and further verification by the fund administrator. The fund administrator, rather than the manager, publishes the official fund NAV. Any performance numbers contained herein should not be relied on as official or final NAV of the Fund.

3. The total return chart above shows the Fund's total return performance since inception.

4. Annualized Dividend Yield: [(1 + distribution per unit / ex-dividend NAV) ^ distribution frequency] - 1. Yield figures are estimates and are based on the latest dividend distribution and the ex-dividend NAV of the previous month.

Yield figures are for reference only. Positive dividend yield does not imply positive return. Dividend rate is not guaranteed and distributions may be paid from capital. In respect of the Class 2C (USD) Distribution Units, pay out non-discretionary monthly distributions at a fixed percentage of 7% per annum. The 7% annualized yield is calculated as follows: (total dividend paid or to be paid over the current calendar year / last available net asset value of the Fund in the prior calendar year) x 100%.

5. The calendar performance figures are calculated from share class launch dates to calendar year-end.

6. Based on monthly returns. The Sharpe Ratio is calculated as annualized return minus risk free rate (RFR) divided by annualized standard deviation. RFR is the simple average of 1 year CNH cross-currency swap rate.

7. Yield to Maturity in RMB applies to all Unhedged share classes in RMB (2B), USD (2A), HKD (2D), AUD (2E), SGD (2H), EUR (2J), as investors are exposed to RMB risk.

8. Yield to Maturity in USD applies to all Hedged share classes in USD-Hedged (2G), AUD-Hedged (2F), HKD-Hedged (2L), SGD-Hedged (2I), EUR-Hedged (2K), RMB (USD Exposure) (2X) as investors are not exposed to RMB risk.

9. Where applicable, workout dates are used for the calculation of yield to maturity for callable bonds (sourced from Bloomberg). When calculating average YTM of the Fund, we conservatively use zero yield for defaulted bonds. For bonds with YTM that is greater than 80%, we conservatively apply current yield in place of YTM.

* The fund is approved by The Hong Kong Securities and Futures Commission (SFC) for public offering in Hong Kong.

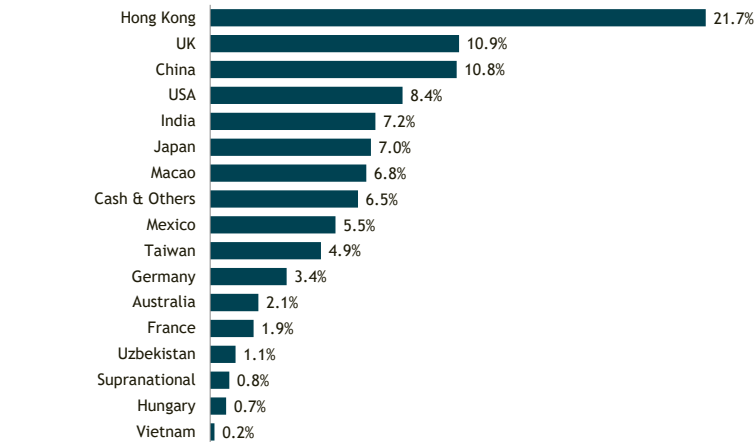
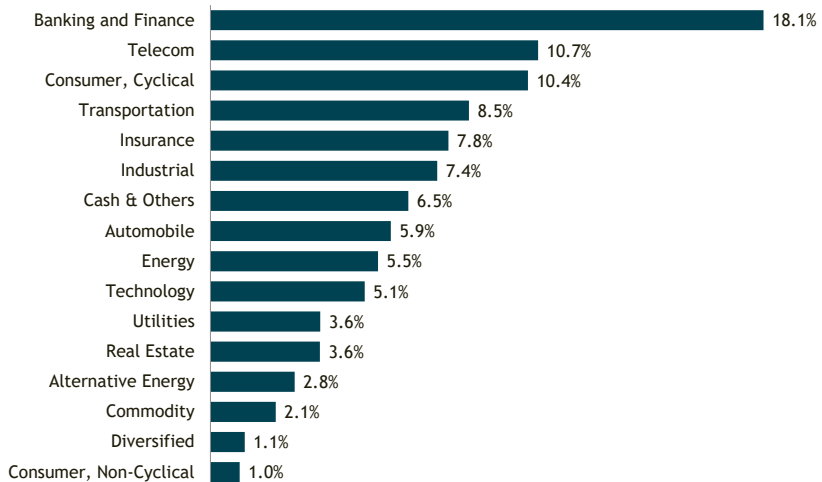
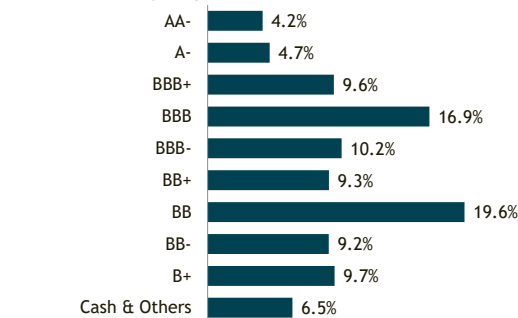
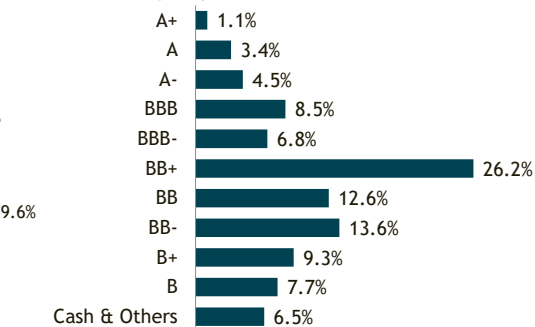
* The fund is recognized under the Mainland-Hong Kong Mutual Recognition of Funds (MRF) scheme for distribution in mainland China.

* With effect from 1 March 2024, the Fund is an eligible collective investment scheme in the new Capital Investment Entrant Scheme (New CIES) in Hong Kong.

PORTFOLIO OVERVIEW¹²
Geographical Exposure

Fund Details		
Base Currency	RMB	
	2A (USD): USD1,000	
	2B (RMB): RMB10,000	
	2C (USD): USD1,000	
	2D (HKD): HKD10,000	
	2E (AUD): AUD1,000	
	2F (AUD-H): AUD1,000	
	2G (USD-H): USD1,000	
	2H (SGD): SGD1,000	
	2I (SGD-H): SGD1,000	
	2J (EUR): EUR1,000	
	2K (EUR-H): EUR1,000	
	2L (HKD-H): HKD10,000	
Minimum Initial Investment		
	Management Fee: 1.50% p.a.	
	Subscription Charge: Up to 5.00%	
Fees & Charges ¹³		
Dealing Frequency	Daily	
Dividend Frequency	Monthly (Please refer to important information VI)	
Portfolio Manager	Emil Nguy Jack Zhai Jason Wong	
Investment Advisor ¹⁴	Zhong Ou Asset Management International Limited	
Trustee	Cititrust Limited	
Custodian & Administrator	Citibank, N.A., Hong Kong Branch	
Transfer Agent	Citicorp Financial Services Limited	
Share Class	Bloomberg	ISIN
2A Acc (USD)	IRHY2AA HK	HK0000421419
2A Dis (USD)	IPRHY2A HK	HK0000421401
2B Acc (RMB)	IRHY2BA HK	HK0000421435
2B Dis (RMB)	IPRHY2B HK	HK0000421427
2C Dis (USD)	IPRHY2C HK	HK0000421443
2D Acc (HKD)	IRHY2DA HK	HK0000421468
2D Dis (HKD)	IPRHY2D HK	HK0000421450
2E Acc (AUD)	IRHY2EA HK	HK0000421484
2E Dis (AUD)	IPRHY2E HK	HK0000421476
2F Acc (AUD-H)	IRHY2FA HK	HK0000421500
2F Dis (AUD-H)	IPRHY2F HK	HK0000421492
2G Acc (USD-H)	IRHY2GA HK	HK0000421526
2G Dis (USD-H)	IPRHY2G HK	HK0000421518
2H Acc (SGD)	IRHY2HA HK	HK0000421542
2H Dis (SGD)	IPRHY2H HK	HK0000421534
2I Acc (SGD-H)	IRHY2IA HK	HK0000421567
2I Dis (SGD-H)	IPRHY2I HK	HK0000421559
2J Acc (EUR)	IRHY2JA HK	HK0000490018
2J Dis (EUR)	IPRHY2J HK	HK0000490000
2K Acc (EUR-H)	IRHY2KA HK	HK0000490034
2K Dis (EUR-H)	IPRHY2K HK	HK0000490026
2L Acc (HKD-H)	IRHY2LA HK	HK0000490059
2L Dis (HKD-H)	IPRHY2L HK	HK0000490042
Fund AUM	RMB831 million / USD122 million	

H = Hedged currency share class


Industry Exposure

Credit Rating Exposure (Issuer)¹⁰

Credit Rating Exposure (Bond)¹⁰

MANAGER'S COMMENTARY¹⁵

June 2026 delivered constructive performance for the Asian bond market, supported by stabilizing macroeconomic data and resilient demand for income-generating assets. Following recent market recalibrations, regional credit spreads experienced structural tightening. A notable performance divergence between the investment-grade (IG) and high-yield (HY) segments reflected a robust carry environment, as investors prioritized yield optimization amidst global interest rate volatility. The HY segment benefited from improved risk appetite, offering attractive yields around 8% and spreads above 350 basis points over Treasuries, while IG spreads compressed below 100 basis points.

MANAGER'S COMMENTARY (Cont'd)¹⁵

In China, economic growth exhibited a two-speed trajectory as resilient external orders contrasted with softer internal momentum. The official Manufacturing PMI rose to 50.3 in June, returning to expansionary territory on the back of high-tech manufacturing exports. Consumer prices rose 1.0% year-over-year, reflecting subdued domestic demand while the PBOC maintained its 1-year and 5-year LPR at 3.0% and 3.5%, respectively. In the U.S., macro developments remained sensitive to energy costs linked to geopolitical developments. The Federal Reserve maintained the federal funds rate at 3.50%-3.75% at its June meeting. Driven by inflation concerns, the market is now pricing in a higher probability of a rate hike in coming months, keeping global yields volatile.

Driven by these macroeconomic factors, the broader Asia credit market recorded positive returns, primarily driven by income generation. High-yield corporate bonds continued to outperform investment-grade peers throughout June, as spreads tightened significantly on renewed risk tolerance. Conversely, investment-grade bonds faced modest duration headwinds from shifting global rate expectations, though spreads remained well-supported below historical averages. Regionally, select crossover corporates and frontier sovereigns demonstrated fundamental strength. Meanwhile, Chinese property credit experienced idiosyncratic pricing, retailing marginal benefits from improving sentiment following recent urban renewal frameworks and housing policy supports.

Throughout June, the Fund's composition remained stable with minimal trading activity, as we remain highly comfortable with our current asset allocation. To insulate the portfolio from broader market fluctuations, we maintained our strategic hedges at month-end to actively reduce net volatility. Looking forward, we expect interest rate volatility to persist until greater clarity emerges regarding a long-term resolution to Middle East tensions and the Federal Reserve's policy direction under its new chairmanship. The Fund will continue to prioritize an objective, downside-protected strategy, capturing idiosyncratic relative value while ensuring capital preservation.

10. The lower rating among equivalent ratings from S&P, Moody's, Fitch, or other internationally recognized rating agencies will be adopted. For bond holdings that are not rated by S&P, Moody's, Fitch, or other internationally recognized rating agencies, Income Partners will exercise discretion to apply internal credit ratings.

11. Top 10 Holdings is grouped by issuer, the Fund may hold multiple issues from the same issuer.

12. The total exposures may vary due to rounding. The credit rating exposures presented here are based on ratings from S&P/Moody's/Fitch or equivalent ratings from other internationally recognized rating agencies. If S&P/Moody's/Fitch ratings for bond holdings are not available, Income Partners applies its internal credit ratings.

13. For other fees and charges, please refer to the offering documents.

14. The Fund utilizes the advisory services of Zhong Ou Asset Management International Limited. Income Partners is solely responsible for all related costs. No costs will be borne by the Fund.

15. Index or benchmark data are for reference purposes only and no comparability or relevance is warranted or implied.

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