MONTHLY UPDATE

Fund Objective: The Artesian Corporate Bond Fund (Fund) will invest in a diversified portfolio of liquid, predominately investment grade fixed and floating rate corporate bonds. The Fund aims to provide returns above the RBA cash rate +2.75% throughout all interest rate cycles. Note the target return is not a forecast. It is merely an indication of what the Fund aims to achieve over the medium term on the assumption that credit markets remain relatively stable throughout the investment timeframe. The Fund may not be successful in meeting the target return. Returns are not guaranteed.

	FUND PERFORMANCE - CLASS B UNITS								
AS AT 30TH JUNE 26	1 month	3 months	6 months	1 year	2 year (p.a.)	3 year (p.a.)	4 year (p.a.)	5 year (p.a.)	Since Inception (p.a.)
GROSS FUND RETURN	0.81%	2.08%	2.89%	6.12%	6.68%	7.40%	6.98%	4.98%	4.93%
NET FUND RETURN	0.75%	1.89%	2.51%	5.33%	5.89%	6.60%	6.18%	4.20%	4.14%
RBA CASH RATE	0.35%	1.04%	1.97%	3.84%	4.04%	4.11%	3.82%	3.08%	2.10%
ACTIVE RETURN (net Fund return - RBA cash rate)	0.40%	0.85%	0.54%	1.49%	1.85%	2.49%	2.36%	1.13%	2.04%

The 1m, 3m, 6m, 1yr, 2yr, 3yr, 4yr, 5yr and since inception net returns for Class A Units are 0.73%, 1.88%, 2.46%, 5.22%, 5.77%, 6.48%, 6.06%, 4.10% & 4.03% respectively. Past performance should not be taken as an indicator of future performance. Net of fees performance is based on end of month redemption prices after the deduction of fees and expenses and the reinvestment of all distributions. Gross performance is the net return with fees and expenses added back.

	OTHER BENCHMARK COMPARISONS								
AS AT 30TH JUNE 26	1 month	3 months	6 months	1 year	2 year (p.a.)	3 year (p.a.)	4 year (p.a.)	5 year (p.a.)	Since Inception (p.a.)
BLOOMBERG AUSBOND CREDIT FRN 0+ YR Index	0.46%	1.40%	2.44%	4.88%	5.10%	5.28%	4.96%	3.88%	3.15%
BLOOMBERG AUSBOND COMP 0-3 YR Index	0.54%	1.60%	1.86%	2.62%	4.08%	4.18%	3.51%	2.20%	2.15%

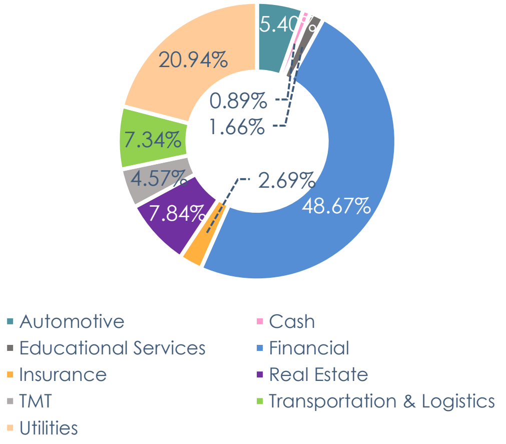
PORTFOLIO UPDATE

June was shaped by the partial unwind of Middle East driven energy pressures, even as central banks continued to grapple with the inflationary fallout. The RBA left the cash rate on hold at 4.35%, pausing after three rate hikes earlier this year to assess how much of the cumulative tightening had flowed through to the economy. The Board noted that financial conditions had tightened materially and that signs of slowing economic activity were beginning to emerge. In Europe, the ECB tightened policy for the first time since 2023, raising its deposit rate by 25bps to 2.25% after eurozone inflation accelerated to 3.2% in May, while core inflation also increased to 2.5% from 2.2%. In the United States, the Fed left rates unchanged at 3.50% to 3.75% in Kevin Warsh's first meeting as Chair. However, the accompanying dot plot adopted a more hawkish tone, with the median 2026 policy rate projection rising to 3.8% from 3.4% in March. Midway through the month, a US brokered peace agreement reopened the Strait of Hormuz, providing some relief to oil prices following months of conflict-driven spikes. Despite this easing in energy markets, growth indicators across developed economies remained soft.

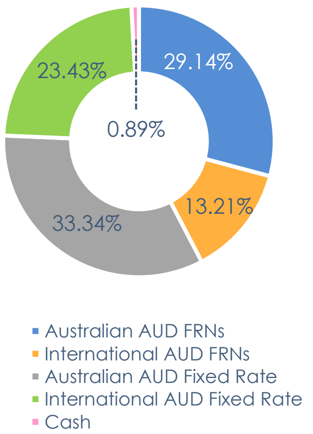
Outperformance came from the Fund's positions in CDC Data Centres, ANZ Banking Group, NSW Electricity Networks, Westpac Banking Group and Macquarie Bank. Underperformance came from the Fund's positions in Adelaide Airport, Volkswagen Financial Services Australia, Scentre Group, Bank Australia and Iberdrola.

PORTFOLIO BREAKDOWN

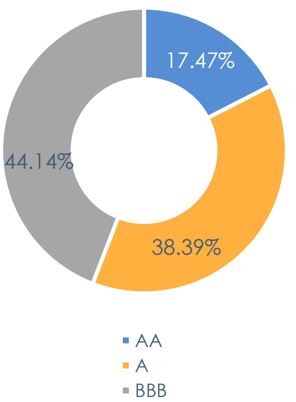
SECTOR BREAKDOWN



REGION & PRODUCT



CREDIT RATING



CREDIT SPREADS

Global credit spreads were mixed in June, with the AUD market slightly outperforming its global peers. On average, Australian dollar investment grade credit spreads tightened by 1bp to 105bps. In comparison, euro denominated spreads widened by 1bp to 80bps, while US dollar spreads widened by 2bps to 74bps. The outperformance of the AUD market was all the more impressive given another considerable month of new issuance, with AUD 16.7b priced during June. Total year to date AUD corporate issuance now stands at a record AUD 102.4b, representing another important step in the continued maturity and liquidity of the domestic credit market. Despite the elevated supply, demand remained robust and new transactions were well absorbed. One notable exception during the month was Judo Bank (no exposure in the Fund), which announced a surprise profit downgrade. The announcement saw subordinated debt spreads widen by approximately 50bps.

AS AT 30TH JUNE 26	PRICE	CHG ON MTH
ITRAXX AUSTRALIA 5YR	0.68%	-0.04%
ITRAXX EUROPE 5YR	0.52%	-0.01%
ITRAXX EUROPE XOVER 5YR	2.45%	-0.14%
CDX US IG 5YR	0.51%	0.01%
CDX US HY 5YR	3.06%	0.06%

FUND METRICS

Although the Fund's metrics did not change materially month on month, we were once again highly active across both the primary and secondary markets. Australian government bond yields continued to rally during June, declining by approximately 17bps across the curve. Whilst the Fund remains underweight relative to its 1yr interest rate duration (IRD) target, with 3yr Australian Government Bond yields at 4.35%, broadly in line with the RBA cash rate, we see limited value in adding further duration at current levels. The Fund's credit duration (CD) remains close to its 4yr target, reflecting our constructive view on investment grade credit valuations. However, should credit spreads continue to tighten, we expect to gradually reduce credit duration as valuations become less compelling. The Fund's running yield declined by 10bps during June as a result of the rally in government bond yields but remains attractive at 5.50%.

AS AT 30TH JUNE 26	FUND	CHG ON MTH
INTEREST RATE DURATION	0.61	-0.01
CREDIT DURATION	4.03	0.02
YIELD TO MATURITY	5.57%	-0.08%
YIELD TO WORST	5.50%	-0.10%
BLOOMBERG COMPOSITE RATING (weighted average)*	A	A

**Using the Morningstar methodology for Average Credit Quality*

NEW ISSUES

As mentioned, June was another exceptionally strong month for AUD primary issuance. We recorded 33 deals from 23 unique issuers, with total issuance reaching AUD 16.7bn. The breadth of issuers coming to market, across both financials and corporates, continues to demonstrate the growing depth and maturity of the Australian credit market.

ISSUER	Issue Date	Issue Size $M	Fixed/ Floating	Maturity	Next Call	Credit Spread EFP/BBSW	Month End Bid Spread	Net Change
COMMERZBANK	03-Jun-26	700	Floating	12-Jun-31	-	1.10%	1.04%	-0.06%
CDC DATA CENTRES	04-Jun-26	650	Fixed	12-Jun-56	12-Jun-31	2.40%	2.17%	-0.23%
CDC DATA CENTRES	04-Jun-26	350	Fixed	12-Jun-56	12-Sep-33	2.40%	2.12%	-0.28%

DISCLAIMER

CONTACTS:

Rory MacIntyre 0434 669 524 rory@artesianinvest.com

David Gallagher 0412 972 070 david@artesianinvest.com