

Endowment Fund

This is a medium risk fund, which suits a long-term investor who wishes to

Receive a regular income

Preserve the real value of their capital

Invest ethically

Fund Description

The Fund has been designed to meet the investment needs of organisations aligned in values with the Anglican Church, such as Churches, Charities and Schools who have a long-term investment perspective and want to invest within an ethical investment framework.

The Fund aims to produce a distribution paid semi-annually, with any capital growth reflected in the unit price.

At at 30 June 2026 the fund held over \$150.1 million in net assets. Competitive management fees are paid at the fund level before returns are calculated.

Performance

Despite significant volatility in Q1 of 2026, financial markets posted positive returns for the 6 months to 30 June 2026 with global* shares ending Q2 having posted their largest percentage increase since 2020. Australian** shares posted positive returns but underperformed international equities.

The Endowment Fund achieved a total return of 7.6% for the year ending 30 June 2026 underperforming the CPI benchmark return which was driven by higher than expected inflation over the period.

Distributions paid to investors have been maintained, providing investors with consistency of distributions for budgeting and cashflow, with the year providing distributions of 4.55%p.a. together with 3.15%p.a. in capital growth.

*MSCI ACWI Index

**S&P/ASX 300 Accumulation Index

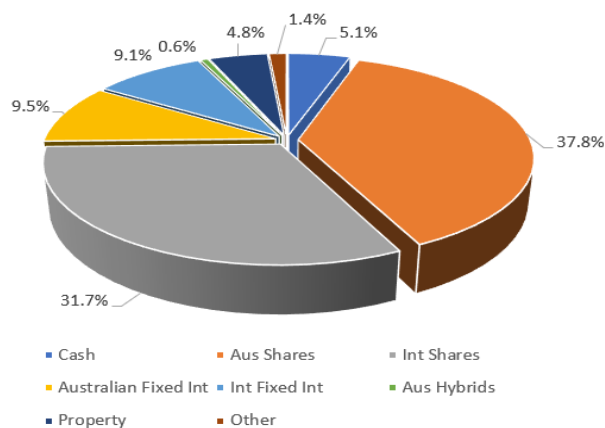
5-Year Historical View

Since June 2021 the Fund has achieved a total return of 6.0%p.a. after fees.

The Fund is scheduled to pay a half yearly distribution of 3.55 cents per unit (CPU) for the 30 June 2026 half.

Unit price as of 30 June 2026 is \$1.5442.

Asset mix as at 30 June 2026



Annual Fund Returns

as at 30 June 2026

	1 Year	3 Years	5 Years	10 Years	Since Inception
Distribution					
Actual	4.80%	5.30%	5.20%	5.30%	5.30%
Target	4.65%	5.00%	5.00%	5.00%	5.00%
Total Return					
Actual	7.6%	9.7%	6.0%	6.7%	7.6%
Target	8.2%	7.9%	9.3%	8.1%	7.9%

- Income returns are based on % of Funds Under Management.
- Total Return are Net returns, Including Management Fees.
- Calculation of Total Return assumes that all distributions are reinvested.
Past performance is not a guarantee of future performance.
- Since Inception date is 1 January 2000.
- The unit price as at 30th June 2026 is 1.5442

Fund distribution: cents per unit



News and Other Information about your Investment

12 months ended 30 June 2026

The 2025/2026 financial year was characterised by high levels of volatility with geopolitical tensions, oil supply shocks, and uncertainty around US trade policy contributing to market swings.

However, despite the volatility, global share markets ultimately delivered strong returns. Artificial intelligence (AI) remained a major driver of global market performance, with strong investor enthusiasm for AI-related companies and infrastructure. Emerging markets, particularly South Korea, were among the strongest performers, while the major US technology companies also recorded significant gains.

US shares reached record levels, with the S&P 500 returning 21.9% over the financial year. Australian shares delivered positive but more modest returns with mining and materials stocks among the strongest performers, supported by higher prices for commodities including gold and lithium and continued demand for copper and uranium.

Bond markets were also volatile as changing inflation expectations and geopolitical developments influenced central bank policy.

Outlook

Looking ahead to the remainder of 2026 and into 2027, we maintain a cautiously constructive outlook for global markets. The global economy demonstrated considerable

resilience in the first half of 2026 however, the focus is now moving to sustaining that resilience, with economic growth expected to be more restrained.

While the US economy is expected to remain relatively strong, with real GDP growth forecast to stay above 2%, the outlook for Australia is more subdued. We expect below-trend economic growth through the remainder of 2026 and into 2027, with higher interest rates weighing on consumer spending and confidence.

Following the completion of a recent Strategic Review the fund is reducing its target distribution rate to a more sustainable level of 4.00% per annum.

Blaine Fitzgerald

Head of AFM

Our partners in managing your money
Fund Asset Consultant

Russell Investments
Fund managers we work with include

First Sentier Investors PINESTONE ASSET MANAGEMENT ausbil

COHEN & STEERS BlueBay Asset Management COOLABAH CAPITAL INVESTMENTS

numeric investors limited liability company NUVEEN ASSET MANAGEMENT

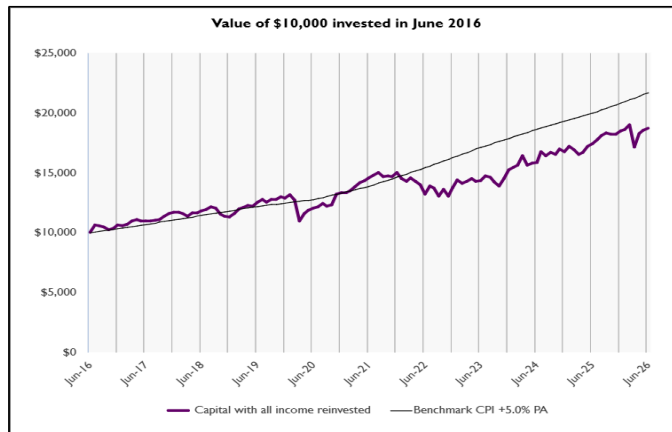
Brandywine GLOBAL

Dimensional PLATYPUS

To find out more, please contact

Anglican Funds Management
18 King William Road, North Adelaide, 5006

Telephone: National 1300 059 305 | Direct (08) 8305 9305
Email enquiries@anglicanfundsmanagement.com.au
or visit www.anglicanfundsmanagement.com.au



Important Information: The AFM Endowment Fund is a charitable investment fundraiser whose activities meet the requirements of ASIC Corporations (Charitable Investment Fundraisers) Instrument 2016/813 (the ASIC Instrument). The ASIC Instrument provides exemption from various fundraising, managed investment, and licensing provisions of the Corporations Act 2001 for qualifying charitable investment fundraisers. Neither AFM, the Synod itself, nor its products, nor promotional material and offer documents have been examined or approved by ASIC. By issuing interests in the Fund, the Synod promotes the charitable purposes of the Anglican Church in the Diocese of Adelaide by providing an income stream directly to missional activities, while providing governance and stewardship of Church capital. Investment in the Fund is only intended to attract investors whose primary purpose is to support the charitable purposes of the Anglican Church in the Diocese of Adelaide. The Synod is required by law to notify investors: that its products and their offering are not subject to the usual protections for investors under the Corporations Act or regulation by ASIC; investors may be unable to get some or all of their money back when the investor expects, or at all; and the investment is not comparable to investments with banks, finance companies or fund managers. The Fund is not prudentially supervised by the Australian Prudential Regulation Authority therefore, an investor in the Fund will not receive the benefit of the financial claims scheme or the depositor protection provisions in the Banking Act 1959. The Identification Statement lodged and accepted by ASIC may be viewed on the AFM website. AFM is an activity of the Synod of the Diocese of Adelaide of the Anglican Church of Australia Inc. ABN 63 198 215 958 ARBN: 655 122 133