

# Digital Income Fund

## Digital Income Class – Class A Units

### Monthly performance report

December 2025

### Fund facts

<b>Investment manager:</b>	Digital Asset Funds Management
<b>Objective:</b>	Deliver returns by capturing volatility and arbitrage opportunities in digital asset currencies.
<b>Benchmark:</b>	RBA Cash Rate
<b>Investment style:</b>	Market neutral
<b>Investment timeframe:</b>	+3 years recommended

\* Please read the Information Memorandum for details.

<b>Inception date:</b>	1 May 2021
<b>Minimum investment:</b>	\$100,000 (wholesale only)
<b>Distributions:</b>	Quarterly
<b>Liquidity:</b>	Monthly (15 days' notice)
<b>Management fee*:</b>	2% p.a.
<b>Performance fee*:</b>	25% (quarterly, RBA Cash Rate hurdle, high-water mark)

### Market commentary

- December marked a quiet end to the year for cryptocurrency markets, with major coins Bitcoin (BTC) and Ethereum (ETH) trading in narrow ranges around the levels where they had settled in late November.
- As at 31 December 2025 BTC was trading at around US\$88,000 and ETH was trading at US\$3,000.
- Institutional investor activity provided no clear market direction, with strong flows both in and out of the growing number of cryptocurrency exchange traded funds.
- BTC broadly followed wider market sentiment, ebbing and flowing in line with macroeconomic news before activity slowed into a quieter festive period than previously seen in digital currencies.

### Fund performance

	Digital Income Class	RBA Cash Rate
1 month	0.08%	0.30%
3 months	3.29%	0.90%
6 months	6.81%	1.83%
Year to date	14.64%	3.92%
12 months	14.64%	3.92%
3 year returns (p.a.)	17.58%	4.11%
<b>Annual return since inception</b>	<b>21.77%</b>	<b>2.92%</b>
<b>Total return since inception</b>	<b>150.83%</b>	<b>14.39%</b>

Inception date is 1 May 2021.

Past performance is not an indicator of future performance.

### Monthly performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
<b>2021</b>	–	–	–	–	28.16	0.83	2.19	2.62	2.86	1.85	3.72	4.36	<b>53.67%</b>
<b>2022</b>	0.23	0.38	0.53	0.28	0.35	1.03	0.19	0.15	0.08	0.35	–4.14	1.10	<b>0.42%</b>
<b>2023</b>	1.05	0.54	0.71	0.90	0.11	0.23	0.44	1.42	0.37	0.97	0.06	1.16	<b>8.24%</b>
<b>2024</b>	3.41	0.89	1.06	9.38	0.12	1.69	2.67	2.57	0.40	0.26	1.14	4.05	<b>30.98%</b>
<b>2025</b>	2.19	2.86	0.89	0.95	0.04	0.22	1.66	1.21	0.49	2.72	0.47	0.08	<b>14.64%</b>

Inception date is 1 May 2021. Past performance is not an indicator of future performance. All figures quoted in Australian dollars. Returns are net of fees and expenses and assume reinvestment of distributions.

## Key benefits of the Digital Income Class



### Absolute returns

55 out of 56 positive months.<sup>^</sup>



### Market neutral

Bitcoin and Ethereum futures exposure aims to be fully hedged. Returns are generated from volatility, not market direction.



### Resilience

Positive returns in every month when the S&P 500\* and ASX 200\*\* declined since inception. Average outperformance ~4.5% per month.<sup>^</sup>



### Diversification

Low/negative correlation since inception with:

- MSCI World Index (-0.28)
- S&P 500 (-0.28)
- ASX 200 (-0.26)
- Bitcoin (-0.16)
- Gold (-0.10)
- Australia 3-Year Bond (0.03)



### Portfolio strength

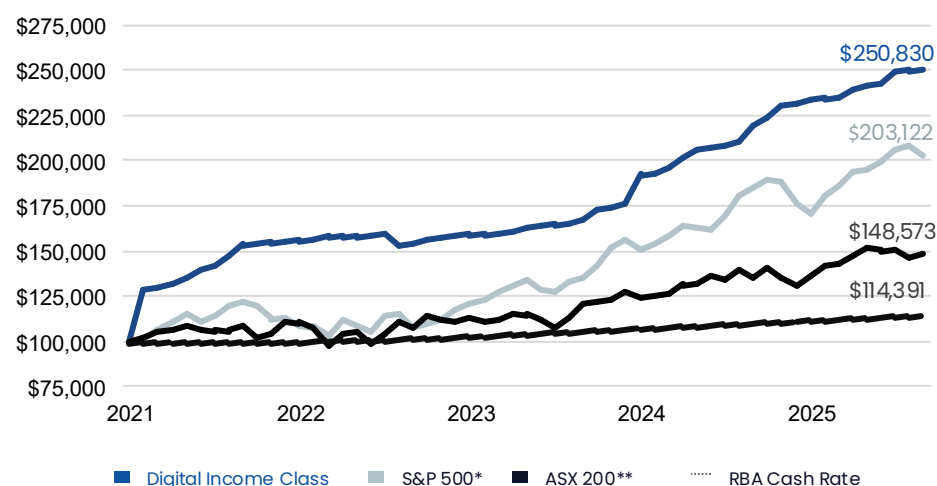
High Sharpe Ratio (1.50) – strong returns for level of risk taken since inception.

## Fund commentary

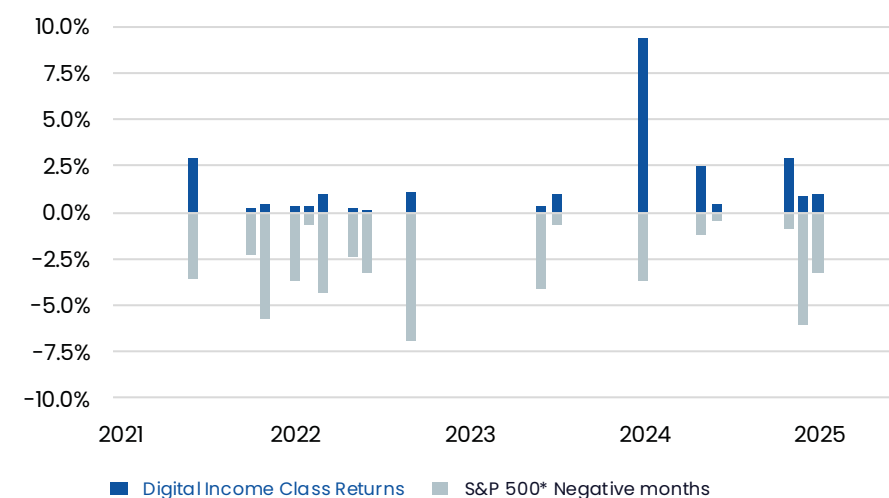
- ▲ The Digital Income Class (the Fund) rose 0.08% over the month of December, bringing its 12-month performance to 14.64% net of fees.
- ▲ Trading opportunities were limited due to the quiet end to the year in cryptocurrency markets. However, low market yields still allowed the Fund to generate a small positive return.
- ▲ Since inception in May 2021, the Fund has delivered a total return of 150.83% (net of fees and assuming reinvestment of distributions), equal to an annualised return of 21.77% p.a.
- ▲ Since inception more than 4.5 years ago, the Fund has recorded only one negative monthly return in its 56-month history.
- ▲ Since inception in May 2021, the S&P 500 Total Return Index and the S&P/ASX 200 Accumulation Index has recorded 17 and 22 negative monthly returns, respectively. During each of those negative months, the Digital Income Class rose and outperformed the S&P 500 Total Return Index and the S&P/ASX 200 Accumulation Index by an average of 4.56% and 4.31% per month, respectively.

## Performance

### Digital Income Class vs S&P 500\*, ASX 200\*\* and RBA Cash Rate<sup>^</sup>



### Digital Income Class during S&P 500\* negative months<sup>^</sup>



Source: DAFM, PinPoint Macro Analytics, Macrobond, S&P Global.

Inception date: 1 May 2021. All figures are in AUD. Returns are net of fees and expenses and assume reinvestment of distributions.

<sup>^</sup> Past performance is not an indicator of future performance.

\* S&P 500 Total Return Index in AUD.

\*\* S&P/ASX 200 Accumulation Index.

## Contact details

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### For international investors

The Digital Income Class is accessible via Lime Street Capital SPC, a USD-based Cayman Islands Segregated Portfolio Company. For details contact [info@dafm.io](mailto:info@dafm.io)

## Service providers

### Trustee:

Quay Wholesale Fund Services Pty Ltd

### Investment Manager:

Digital Asset Funds Management Pty Ltd

### Distribution Partner:

Montgomery Investment Management Pty Ltd

### Administrator and Registrar:

Ascent Fund Services (Singapore) Pte. Ltd

### Digital Coin Manager:

Fireblocks Ltd

### Auditors:

BDO

## Ratings

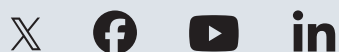


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