

Digital Income Fund

Digital Income Class – Class A Units

Monthly performance report

February 2026

Fund facts

Investment manager:	Digital Asset Funds Management
Objective:	Deliver returns by capturing volatility and arbitrage opportunities in digital asset currencies.
APIR code:	QWF8508AU
Benchmark:	RBA Cash Rate
Investment style:	Market neutral

Investment timeframe:	+3 years recommended
Inception date:	1 May 2021
Minimum investment:	\$100,000 (wholesale only)
Distributions:	Quarterly
Liquidity:	Monthly (15 days' notice)
Management fee*:	2% p.a.
Performance fee*:	25% (quarterly, RBA Cash Rate hurdle, high-water mark)

* Please read the Information Memorandum for details.

Market commentary

- ▲ In the first week of February, Bitcoin (BTC) fell by more than 30%. Most of that decline occurred on 5 February, making it one of the fastest declines on record.
- ▲ This drop was mainly caused by broader market pressures driven by a reduction in leverage, rather than a full panic sell-off. Liquidations in the futures market were around average levels during this time.
- ▲ After this sharp and busy start, activity slowed down significantly. Although BTC's price fell, volatility was lower than in previous bear markets. For the rest of the month, there were very few opportunities to supplement the very low yields on offer.

Fund performance

	Digital Income Class (%)	RBA Cash Rate (%)
1 month	0.14	0.32
3 months	0.40	0.92
6 months	4.14	1.83
Year to date	0.32	0.62
12 months	9.41	3.83
3 years (p.a.)	17.08	4.13
Total return since inception	151.63	15.10
Compound annual return since inception	21.04	2.95

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
2021	-	-	-	-	28.16	0.83	2.19	2.62	2.86	1.85	3.72	4.36	53.67%
2022	0.23	0.38	0.53	0.28	0.35	1.03	0.19	0.15	0.08	0.35	-4.14	1.10	0.42%
2023	1.05	0.54	0.71	0.90	0.11	0.23	0.44	1.42	0.37	0.97	0.06	1.16	8.24%
2024	3.41	0.89	1.06	9.38	0.12	1.69	2.67	2.57	0.40	0.26	1.14	4.05	30.98%
2025	2.19	2.86	0.89	0.95	0.04	0.22	1.66	1.21	0.49	2.72	0.47	0.08	14.64%
2026	0.18	0.14											0.32%

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

57 out of 58 positive months.[^]



Market neutral

Bitcoin and Ethereum futures exposure aims to be fully hedged. Strategy seeks to provide returns generated from volatility, not market direction.



Resilience

Historically, fund has delivered positive returns in every month when the S&P 500* and S&P/ASX 200** declined since inception. Average outperformance is 4.31% per month.[^]



Diversification

Low/negative correlation since inception with:

- MSCI World Index (-0.28)
- S&P 500 (-0.28)
- S&P/ASX 200 (-0.26)
- Bitcoin (-0.16)
- Gold (-0.11)
- Australia 3-Year Bond (0.02)



Portfolio strength

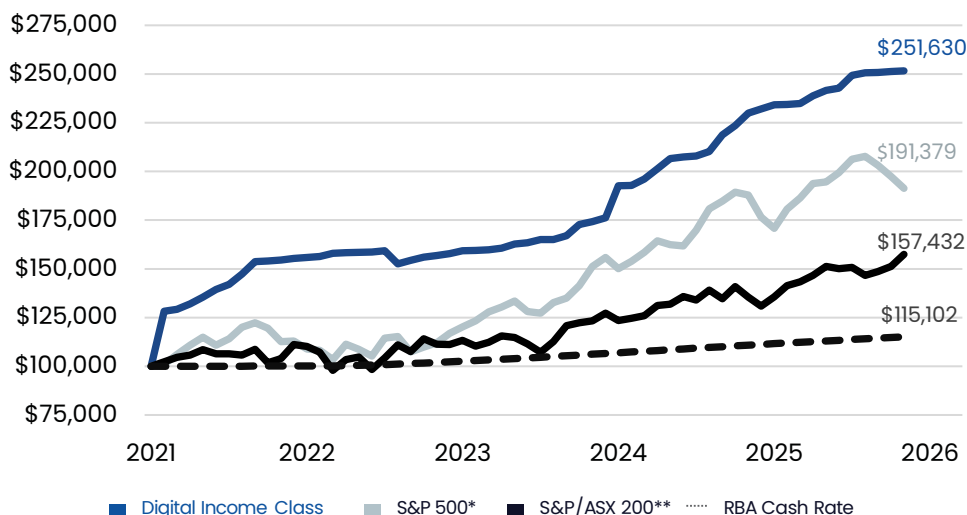
High Sharpe Ratio (1.47) – strong returns for level of risk taken since inception.

Fund commentary

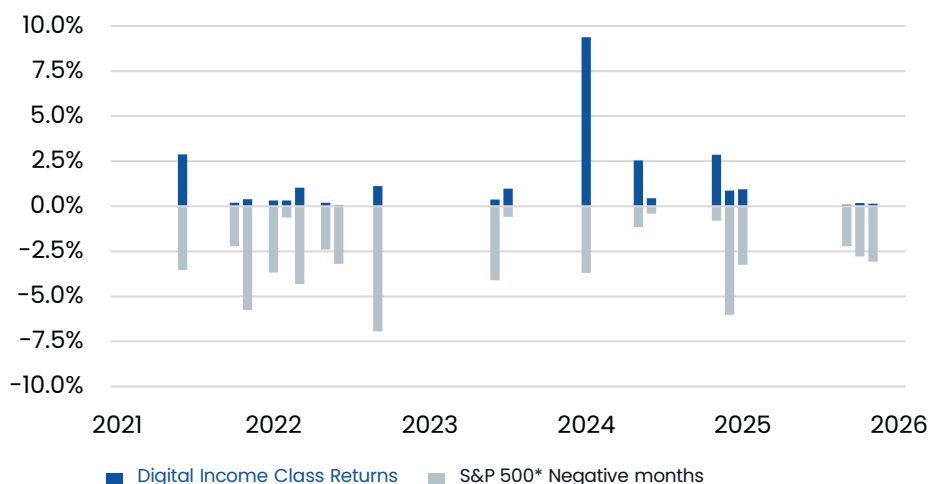
- ▲ The Digital Income Class (the Fund) rose 0.14% over the month of February, bringing its 12-month performance to 9.41% net of fees.
- ▲ Trading conditions in February were very similar to January. The month started off busy but quickly slowed down, leaving few opportunities to supplement the very low yields on offer.
- ▲ Since inception in May 2021, the Fund has delivered a total return of 151.63% (net of fees and assuming reinvestment of distributions), equal to a compound annual return of 21.04%.
- ▲ Since inception nearly 5 years ago, the Fund has recorded only one negative monthly return in its 58-month history.
- ▲ Since inception in May 2021, the S&P 500 Total Return Index (in AUD) and the S&P/ASX 200 Accumulation Index has recorded 20 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 4.30% and 4.32% per month, respectively.

Performance

Digital Income Class vs S&P 500*, S&P/ASX 200** and RBA Cash Rate[^]



Digital Income Class during S&P 500* negative months[^]



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.

[^] Past performance is not an indicator of future performance.

* S&P 500 Total Return Index in AUD.

** S&P/ASX 200 Accumulation Index.

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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

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Investment Manager:

Digital Asset Funds Management Pty Ltd

Distribution Partner:

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Administrator and Registrar:

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Digital Coin Manager:

Fireblocks Ltd

Auditors:

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Ratings

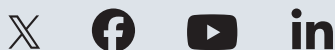


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