

Australian Ethical is one of Australia's leading ethical fund managers. By investing responsibly in well-managed ethical companies, we deliver competitive financial performance to our clients and positive change to society and the environment. Since our inception in 1986, our Ethical Charter has guided all investment decisions and underpinned our business practices. Every year 10 per cent of our profits* are distributed to charitable organisations and social impact initiatives through The Australian Ethical Foundation.

Investment objective

To provide long-term growth accompanied by high levels of risk through investment in overseas companies. The Fund aims to track MSCI World Index ex Australia (AUD) Net, before taking into account fees and expenses over a 3 year period.

Price information

Pricing frequency: Daily
Buy/Sell spread: 0.05%/0.05%

Fund facts

Class size: \$5.76m
Benchmark: MSCI World Index ex Australia (AUD)
Asset class: Equity
Inception date: 13/06/2007
Minimum investment timeframe: 7 Years
Risk level: High

Identifiers

ISIN code: AU60AUG00069
APIR code: AUG0006AU

Distributions

Frequency: 2
Dates: 30/06, 31/12

Fees

Management costs - PDS: 0.99%
Minimum initial investment: \$1,000
 \$500 with a Regular investor plan
Additional transactional and operational costs: 0.01%

A full explanation of all the fees and costs that you may be charged for investing in the Fund is provided in the Fund's Product Disclosure Statements available from our website australianethical.com.au

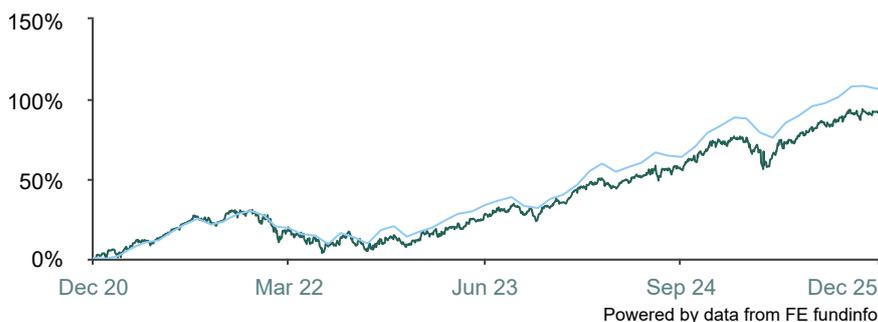
*(after tax, before bonus expense)

**The Benchmark was the MSCI Global Climate to 30 June 2016 and is the MSCI World ex Australia from thereafter.

Investment strategy

The opportunity to invest in a diversified portfolio of companies listed on international stock exchanges, which meet the Australian Ethical Charter.

Cumulative performance (as at 31/12/2025)



■ Australian Ethical International Shares
 ■ Benchmark**

Performance (as at 31/12/2025)

	1m	3m	6m	1y	3y	5y	10y	Since inception (ann.)
Fund	-0.6%	3.0%	8.1%	11.0%	21.0%	13.9%	10.9%	6.1%
Benchmark**	-0.9%	2.6%	8.8%	12.5%	22.1%	15.6%	13.0%	9.2%

Calendar Performance (as at end 2025)

	CY2025	CY2024	CY2023	CY2022	CY2021
Fund	11.0%	27.6%	25.2%	-16.5%	29.1%
Benchmark**	12.5%	31.2%	23.2%	-12.5%	29.6%

Source: FE fundinfo.

Total returns are calculated using the sell (exit) price, net of management fees and gross of tax as if distributions of income have been reinvested at the actual distribution reinvestment price. The actual returns received by an investor will depend on the timing, buy and exit prices of individual transactions. Return of capital and the performance of your investment in the fund are not guaranteed. Past performance is not a reliable indicator of future performance. Figures showing a period of less than one year have not been adjusted to show an annual total return. Figures for periods of greater than one year are on a per annum compound basis. The current benchmark may not have been the benchmark over all periods shown in the above chart and tables. The calculation of the benchmark performance links the performance of previous benchmarks and the current benchmark over the relevant time periods.

Australian Ethical International Shares Fund

Fund Profile - 31 December 2025

Australian Ethical



Top 10

NVIDIA CORPORATION	5.7%
APPLE INC	5.2%
MICROSOFT CORP	4.6%
ALPHABET INC-CL A	4.3%
BROADCOM INC	2.0%
META PLATFORMS INC	2.0%
VISA INCORPORATED CLASS A SHARES	1.4%
MASTERCARD INC CLASS A	1.4%
LILLY (ELI) & CO	1.2%
THE BANK OF NEW YORK MELLON CORPORATION	1.0%

Ratings and awards

RIAA Certification:



Why invest ethically?

Portfolio diversification: Diversify your portfolio by investing in companies and sectors not well covered by other fund managers and brokers.

Help build a better world: Invest in the new, low-carbon economy, fund medical and technology breakthroughs, efficient transport and more.

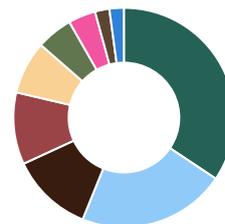
Promote human rights: We strive to avoid any investment in companies involved in the poor treatment of asylum seekers or the exploitation of workers through poor working conditions.

Need Help?

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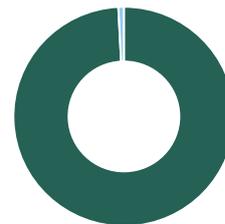
Sector allocation

Information Technology	34.4%
Financials	21.7%
Industrials	12.0%
Communication Services	10.6%
Health Care	7.8%
Real Estate	5.3%
Consumer Discretionary	4.0%
Utilities	2.1%
Other	2.1%



Asset allocation

International Shares	99.2%
Cash	0.8%



Australian Ethical International Shares Fund

Fund Profile - 31 December 2025

Commentary

Global equity markets delivered another strong year in 2025, with the MSCI World ex Australia Index rising by 12.53% and finishing near record highs. The International Shares Fund delivered a solid result, closely tracking its benchmark while maintaining strict adherence to Australian Ethical's investment charter. The International Shares Fund (Retail) (the 'Fund') returned 10.99% net of fees over the year.

The year was marked by sharp swings: early optimism following President Trump's policy agenda gave way to a steep correction in February and March as aggressive tariff announcements triggered risk-off sentiment and an unwind in momentum trades. Confidence returned mid-year after a pause in tariff escalation and reciprocal reductions, driving a V-shaped recovery and broad-based gains into year-end. Geopolitical tensions – from Russia-Ukraine to Middle East flare-ups – added episodic volatility, but ceasefire agreements and stabilising trade talks helped restore sentiment. In December, the US Federal Reserve delivered a 25bps cut and signalled a cautious approach to further easing in 2026, supporting equities while keeping rate expectations fluid.

From a global style perspective, Momentum and Growth remained dominant drivers of equity gains, though late-year factor rotations favoured cyclicals and select Value cohorts. Large caps continued to outperform despite expectations for a small-cap resurgence. The Technology sector again led the market, with AI (Artificial Intelligence) remaining a defining theme. Early-year exuberance around AI gave way to a sharp correction as competitive pressures from China's DeepSeek challenged US leadership, before rebounding later in the year as capital spending on AI infrastructure accelerated. Valuations stayed elevated versus historical norms, particularly in US Tech, reinforcing the need for discipline and diversification.

From a regional perspective, European equities enjoyed a particularly strong year with markets, including Austria, Spain, Italy and Finland, closing up more than 40% (in AUD terms). At the country level, stock selection in France and the Netherlands positively contributed to performance with Financials such as Societe Generale SA and ING NV posting strong returns as Europe's continuing recovery led investors to seek cyclical value stocks. Conversely, stock selection in the US detracted from performance, partly due to our position in Fiserv Inc, which announced an earnings downgrade under new management.

From a sector perspective, our underweight exposure to Consumer Discretionary and Staples assisted performance. In particular Amazon Inc, which is not held by the Fund for ethical reasons, underperformed the broader market as investors favoured higher-growth AI names. The Fund's overweight exposure to Financials also assisted performance. Meanwhile, stock selection in Industrials and IT negatively contributed to performance.

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