

ALCapital

ALC Market Neutral Fund

Monthly report – December 2025

Returns	1 Month	3 Months	6 months	9 months	12 months p.a.	Since inception p.a.*
ALC Market Neutral Australian Equities Fund	-2.75%	-6.84%	-14.37%	-15.10%	-9.82%	7.13%
Performance Benchmark	0.42%	1.24%	2.49%	3.74%	5.00%	5.00%
Out (Under) Performance	-3.16%	-8.07%	-16.86%	-18.85%	-14.82%	2.13%

Performance is reported net of all fees. Returns greater than one year are annualized. Historical performance shows the ongoing performance both of a different fund previously managed by the AL Capital that operated with the same strategy and investment management team as the ALC Market Neutral Australian Equities Fund. This information has been provided for illustrative purposes only. Past performance is not a reliable indicator of future returns.

*The inception date of the ALC Market Neutral Australian Equities Fund is 31/01/2024, and inception date of the Strategy is 30/11/2019. Since inception performance is shown at the Strategy inception date, annualized

Month in review

The ALC Market Neutral Australian Fund detracted 2.75% in December, against the performance benchmark of 0.42%.

The ASX 200 in December, gained 1.30% as sector performance where: Materials gained 6.34%, financials 3.4% and the other sectors had moderate strength

Key contributors & detractors

The Fund finished the period lower, with performance primarily driven by the long book, which detracted -1.88%. Weakness was concentrated in Technology (-0.64%), Utilities (-0.48%), and Consumer Cyclical (-0.45%), which were the largest drags on returns. These losses more than offset modest positive contributions from Communication Services (+0.25%) and additional support from Consumer Cyclical (+0.19%).

The short book also detracted -0.11%, driven mainly by losses in Materials (-1.00%). This was partially cushioned by gains from shorts in Technology (+0.26%) and Consumer Cyclical (+0.31%). While some short positions helped absorb long-side volatility, their contribution was insufficient to offset the magnitude of losses in the long portfolio over the month.

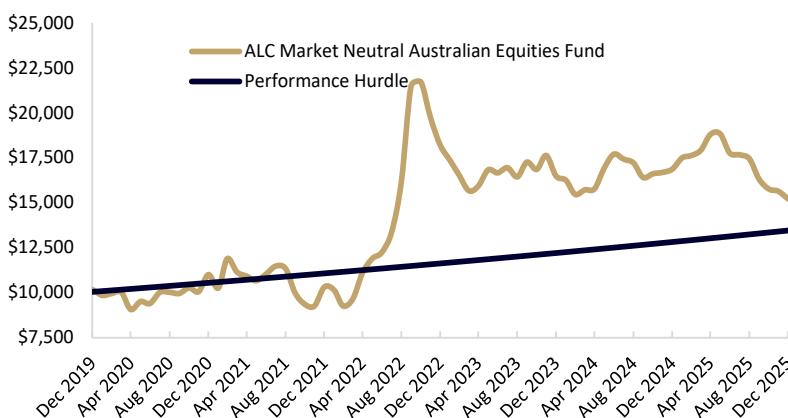
Outlook and Positioning

The Fund continues to rebalance monthly, on quantitative factors including Price Momentum, Earnings Momentum, Quality, Valuation and Sentiment. In December, the largest long positions are in Infratil LTD(IFT-ASX), Katoon Energy ORD (KAR-ASX) and Nine Entertainment Co Holdings (NEC-ASX).

Fund Facts	
Fund Inception	31/1/2024
Strategy Inception	30/11/2019
Management Fee	2% p.a. of the NAV (including GST less RITCs)
Performance Fee	20% over performance benchmark
Buy/Sell Spread	0.2% / 0.2%
Portfolio Manager	Vincent Hua

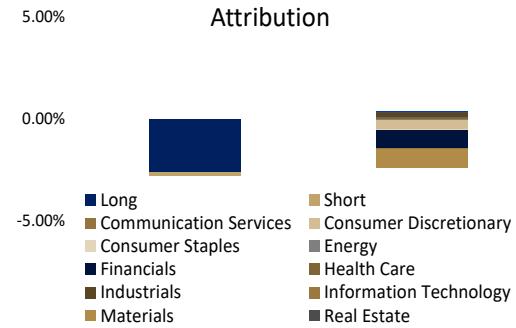
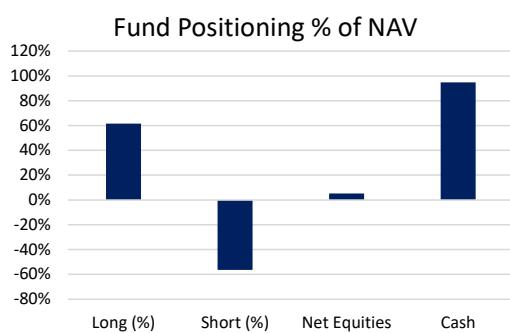
Portfolio Characteristics	
Long (%)	59%
Short (%)	-54%
Net (%)	5%
Number of Longs	17
Number of Shorts	36
Weights avg	\$14759.43 mio
Market Cap	

ALC Market Neutral Australian Equities Fund Growth of \$10,000

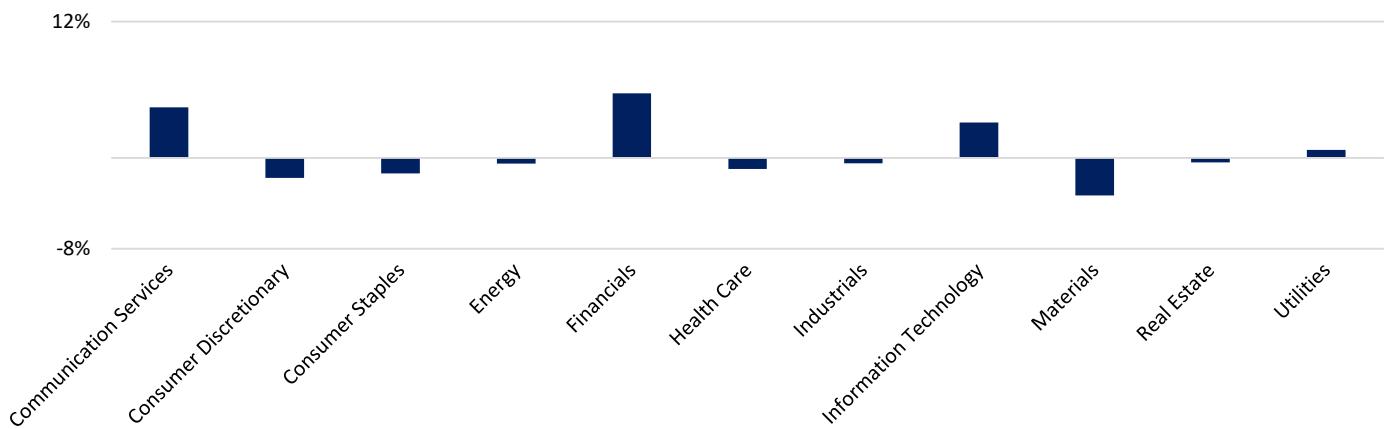


Portfolio Statistics	
Beta ¹	0.000
Upside Capture ¹	25%
Downside Capture ¹	-26%

¹ Portfolio statistics shown from Monthly performance since Fund Inception 31/01/2024.



Sector Exposure



Fund Strategy

The ALC Market Neutral Australian Equities Fund targets absolute returns independent of market direction. The strategy blends quantitative factor models to identify long and short opportunities across ASX-listed equities. Portfolio construction is driven by signals including valuation, momentum, and quality. Positions are dynamically adjusted to maintain market neutrality, with strict controls on sector, factor, and single-stock risk. The portfolio is actively managed, aiming to capture alpha while preserving capital across market cycles.

Meet the Manager



Vincent Hua
PORTFOLIO MANAGER
E: vincent.hua@alcapital.com.au

Vincent Hua is a seasoned banking and investment expert with 30 years of experience. He has held top roles at major global banks such as Lehman Brothers, Commonwealth Bank, Shinsei Bank, and Westpac. In the last 12 years, he has managed numerous direct investments in different sectors worldwide, including resources, retail, infrastructure, logistics, and financial services. He co-founded the Mason Stevens Group and held the roles of CEO and CIO for over ten years.

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Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298), AFSL 240975, is the Responsible Entity for the ALC Active Australian Equities Fund ("the Fund"). Equity Trustees is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT).

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ALC Active Australian Equities Fund's Target Market Determination is available <https://www.eqt.com.au/insto>. A Target Market Determination describes who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.