

ARSN 677 446 034

INVESTMENT OBJECTIVE AND STRATEGY

The investment objective of Barings Liquidity Investment Strategy ('BLIS') is to generate floating rate investment returns that exceed the RBA Overnight Cash Rate plus 1.50% to 2.00% (net of fees and costs) over rolling 12-month periods. BLIS is designed for investors seeking a strategy with a focus on capital preservation, above cash returns and an ability to actively manage their liquidity allocation.



Capital Stability ¹	Liquidity Management	Higher Income Potential
An actively managed portfolio of highly-rated, floating-rate, securitised assets, which have shown capital stability historically.	Aims to provide unitholders with quick access to their capital, with withdrawal proceeds generally available within five business days.	Aims to distribute quarterly income above the potential returns available on traditional cash products. ²

FUND PERFORMANCE

LATEST RETURN³ (%)

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	Incept ⁶
Gross return (before fees)	0.51	1.94	3.20	6.80		6.92
Net return (after fees) ⁴	0.46	1.80	2.92	6.16		6.25
Excess Return (after fees) ⁵	0.14	0.84	0.92	1.94		2.01

Financial Yr	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	YTD
2025–26	0.80	0.46											1.26
2024–25		0.34 ⁷	0.36	0.70	0.45	0.54	0.46	0.60	0.51	(0.04)	0.63	0.53	5.19

Past performance is not an indicator of future performance. The value of an investment and its return may rise and fall with changes in the market.

¹Return of capital and target return are not guaranteed. The investment objective is not a forecast, it is only an indication of what the investment strategy of BLIS aims to achieve. It may not be achieved.

²BLIS aims to distribute quarterly income. Distributions are not guaranteed and may be subject to the Responsible Entity's discretion. Positive distributions may not represent a positive return.

³1 mth, 3 mth, 6mth returns as of 31 August 2025. 1yr and since inception returns as of 15 August 2025.

⁴Net return (after fees) is calculated using pre-distribution month end withdrawal unit prices and assumes distribution reinvestment.

⁵Arithmetic spread to RBA Cash Rate.

⁶Inception date is 16 August 2024.

⁷Partial month, from 16 to 31 August.

⁸Estimated based on the Fund having a gross asset value attributable to the Units of A\$200 million.

⁹Running yield is the weighted average coupon income of the portfolio (including cash) relative to clean market prices as at the report date. Running yield only reflects the fund's coupon income and does not take into account capital gains/losses on receipt of principal.

¹⁰Discount margin is the weighted average expected return of the portfolio (including cash) above the reference rate (1-month BBSW) as at the report date.

¹¹Wtd Avg Curr LVR refers to the weighted average current loan to value ratio (LVR). It is the ratio of the current loan balance to the property valuation for residential mortgage in the RMBS portfolio, weighted first by loan balance and then by the fund's investment in each bond.

ABOUT THE MANAGER

Barings Australia Pty Ltd, a subsidiary of MassMutual, is a global investment manager sourcing differentiated opportunities and building portfolios across public and private fixed income, real estate and specialist equity markets. Barings is one of the world's leading asset managers, managing over USD\$456+ Billion AUM, with 2,000+ professionals globally.*

Barings Australia Pty Ltd has appointed Gryphon Capital Investments Pty Ltd ("Gryphon") which is part of the Barings group as Sub-Advisor of the Fund.

*as of June 30, 2025

SNAPSHOT

Asset	Fixed Income, floating rate
NAV	A\$343.2m
Unit Price	A\$1.024
Management Fees and Costs ⁸	0.58%
Performance Fee	None
Distributions	Quarterly
Unit Pricing	Daily

CHARACTERISTICS

Average Credit Rating	AAA
Running Yield ⁹	5.41%
Discount Margin ¹⁰	1.58%
RBA Cash Rate	3.60% pa
Interest Rate Duration	0.04 years
Credit Spread Duration	2.32 years
RMBS / ABS Exposure	78% / 22%

UNDERLYING MORTGAGE STATISTICS

Num Underlying Loans	65,844
Wtd Avg Loan Balance	A\$449,512
Wtd Avg Curr LVR ¹¹	65%
Wtd Avg Seasoning	29 months
Wtd Avg Interest Rate	6.80%
Loans 90+ Days in Arrears	0.81%

FURTHER INFORMATION AND ENQUIRIES

Client Service
ClientserviceAustralia@barings.com.au
+61 2 8272 5000

Jonathan Baird
Head of Wealth Distribution, Australia
jonathan.baird@barings.com

John Nicoll
Director, Wealth Distribution, Australia
john.nicoll@barings.com

Zoe Cowley
Associate Director, Australian/NZ Distribution
zoe.cowley@barings.com

continued overleaf...

COMMENTARY

PERFORMANCE

August saw BLIS complete its first twelve months of successfully delivering returns to investors focused on liquidity and capital stability. Annualised since inception, excess return to the end of the month was 2.01%, affirming the fund's ability to perform at the upper bound of its return target of RBA plus 1.50% to 2.00%. Net performance for the month was 46 bps, 15 bps over the August monthly RBA return of 31 bps. Returns are likely to fall slightly over the next month as the impact of the RBA's most recent interest rate reduction flows through to coupons.

LIQUIDITY CONDITIONS

Conditions in the Australian RMBS market were largely unchanged in August with tight margins and continuing high demand across all rating levels. There was an even \$4bn of RMBS issuance across 4 deals, including a deal from a major bank who was returning to the market for the first time in six years. September looks set to be even busier with at least seven (and likely more) deals in the pipeline. As you would expect, BLIS is long cash in the face of a supply deluge in the coming months.

TRADING ACTIVITY

Market-wide tightening of margins has left some positions at the limits of their intrinsic value. Recent fund trading has focused on switching out of these holdings, capturing the available value, and using the resulting cash to invest in new issues in the primary market, currently trading at a discount to more seasoned deals. We continue to monitor for further opportunities and have built a reasonable cash buffer which we will look to deploy on upcoming deals.

RV METRICS

Australian RMBS spreads were largely unchanged through August, with consistent pricing seen across primary deals. Relative value to bank debt remained steady as spreads on bank debt securities were also largely unchanged. Despite impressive recent performance, AA RMBS debt continues to command twice the spread (145 bps¹ vs 73 bps²) available in the transparent but overpopulated vanilla bank market for an average of two years less credit duration. One notch down, the edge remains with single-A RMBS debt at around 165 bps³ compared to the 140 bps to be made from T2 bank debt⁴, again with little more than half the credit duration.

CREDIT QUALITY

Consistency is key when it comes to credit quality, and the highly granular RMBS collateral securing BLIS provides for a stable underlying loan portfolio from month to month. As we turned over the portfolio this month, the number of residential mortgages securing the fund increased from ~60k to ~66k. This resulted in a \$4k improvement in the average loan balance, from \$454k to \$450k, while LVR was constant at 65%, and both seasoning (28 to 29 months) and average interest rate (6.81% to 6.80%) remained stable.

Loans in arrears by 90+ days made up 81 bps of the fund, while similar arrears across the market as compiled by S&P were at 1.11%⁵, with a significant fall in the 90+ arrears of non-conforming mortgages this month. The reduced RBA rate will continue to benefit those mortgagees feeling the cost of living squeeze.

¹ RMBS Issuance BKWTL6

² ANZ, 2 Sep 25

³ RMBS Issuance BKWTL6

⁴ ANZ 2 Sep 25

⁵ S&P, as at 31 Aug 2025, data for June 2025

continued overleaf...

PARTIES

Responsible Entity

One Managed Investment Funds Limited
ACN 117 400 987 AFSL 297 042

Manager

Barings Australia Pty Ltd
ACN 140 045 656 AFSL 342 787

Sub-Advisor

Gryphon Capital Investments Pty Ltd
ACN 167 850 535 AFSL 454 552

Registry

One Registry Services Pty Ltd
ACN 141 757 360

AVAILABLE PLATFORMS INCLUDE

AMP North
Ausmaq/Clearstream
BT Panorama
CFS Edge
HUB24
Macquarie Wrap
Mason Stevens
Netwealth
Praemium

FURTHER INFORMATION AND ENQUIRIES

Client Service

ClientserviceAustralia@barings.com.au
+61 2 8272 5000

Jonathan Baird

Head of Wealth Distribution, Australia
jonathan.baird@barings.com

John Nicoll

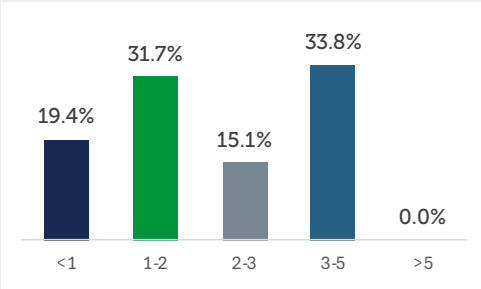
Director, Wealth Distribution, Australia
john.nicoll@barings.com

Zoe Cowley

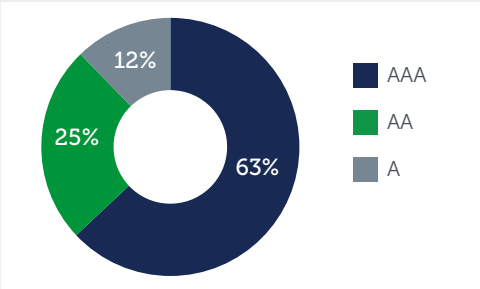
Associate Director, Australian/NZ
Distribution
zoe.cowley@barings.com

PORTFOLIO CONSTRUCTION

CREDIT SPREAD DURATION



RATING BREAKDOWN



Weighted Average Life	AAA	AA	A	Total
0-1 Year	1.7%	7.3%	10.3%	19.4%
1-2 Years	25.7%	4.1%	1.9%	31.7%
2-3 Years	15.1%	–	–	15.1%
3-5 Years	20.4%	13.4%	–	33.8%
>5 Years	–	–	–	–
Total	63.0%	24.7%	12.2%	100.0%

Note: Numbers may not add up due to rounding

DISTRIBUTIONS HISTORY

DISTRIBUTIONS (%)

Financial Yr	Sep	Dec	Mar	Jun	YTD
2024–25	0.73	1.50	1.52	1.37	5.21

PARTIES

Responsible Entity
One Managed Investment Funds Limited
ACN 117 400 987 AFSL 297 042

Manager
Barings Australia Pty Ltd
ACN 140 045 656 AFSL 342 787

Sub-Advisor
Gryphon Capital Investments Pty Ltd
ACN 167 850 535 AFSL 454 552

Registry
One Registry Services Pty Ltd
ACN 141 757 360

AVAILABLE PLATFORMS INCLUDE

AMP North
Ausmaq/Clearstream
BT Panorama
CFS Edge
HUB24
Macquarie Wrap
Mason Stevens
Netwealth
Praemium

FURTHER INFORMATION AND ENQUIRIES

Client Service
ClientserviceAustralia@barings.com.au
+61 2 8272 5000

Jonathan Baird
Head of Wealth Distribution, Australia
jonathan.baird@barings.com

John Nicoll
Director, Wealth Distribution, Australia
john.nicoll@barings.com

Zoe Cowley
Associate Director, Australian/NZ
Distribution
zoe.cowley@barings.com

One Managed Investment Funds Limited (ABN 47 117 400 987) (AFSL 297042) (OMIFL) is the responsible entity of the Barings Liquidity Investment Strategy (ARSN 377 446 034 ("Fund"). Information contained in this document was prepared by Barings Australia Pty Ltd (ACN 140 045 656, AFSL 342787) (Barings Australia). While neither OMIFL nor Barings Australia has any reason to believe the information is inaccurate, the truth or accuracy of the information cannot be warranted or guaranteed. Before making any decision regarding the Fund, investors and potential investors should consider the Product Disclosure Statement (PDS), the Additional Information Booklet and the Target Market Determination (TMD), available at <https://www.oneinvestment.com.au/blis> (Disclosure Material). The Disclosure Material contains important information about investing in the Fund and it is important investors obtain and read the Disclosure Material before making a decision about whether to acquire, continue to hold or dispose of units in the Fund. This document contains general information only and is not intended to be financial product advice. It does not take into account any person's (or class of persons') investment objectives, financial situation or particular needs, and should not be used as the basis for making investment, financial or other decisions. Investors should also consult a licensed financial adviser before making an investment decision in relation to the Fund. This document may contain forward-looking statements based on current expectations, estimates, and projections about the Fund's business and the industry in which the Fund invests. Readers are cautioned not to place undue reliance on these forward-looking statements. Neither OMIFL nor Barings Australia undertakes any obligation to revise any such forward-looking statements to reflect events and circumstances after the date of this publication. Past performance is not indicative of future performance. Neither OMIFL or Barings Australia nor any other person associated with the Fund guarantees or warrants the future performance of the Fund, the return on an investment in the Fund, the repayment of capital or the payment of distributions from the Fund. To the extent permitted by law, no liability is accepted by OMIFL, Barings Australia or their respective directors for any loss or damage as a result of any reliance on this information. Information in this document is current as at 31 August 2025, unless otherwise specified.