LEON Income Fund

RAIF V.C.I.C. PLC

December 2025

USD share class | NAV per share: 1063,66

LEON MFO Investments

The Fund's objective is to generate long-term capital gains and income from investments in corporate and sovereign bonds. The Fund follows a strategy with a focus on efficient allocation among different bond types through the economic cycle. The Fund is not benchmark-constrained and it is flexible in terms of duration, sector or country allocation. The portfolio is mainly invested in high-quality bonds with average portfolio rating above BB, based on a proven in-house research process.

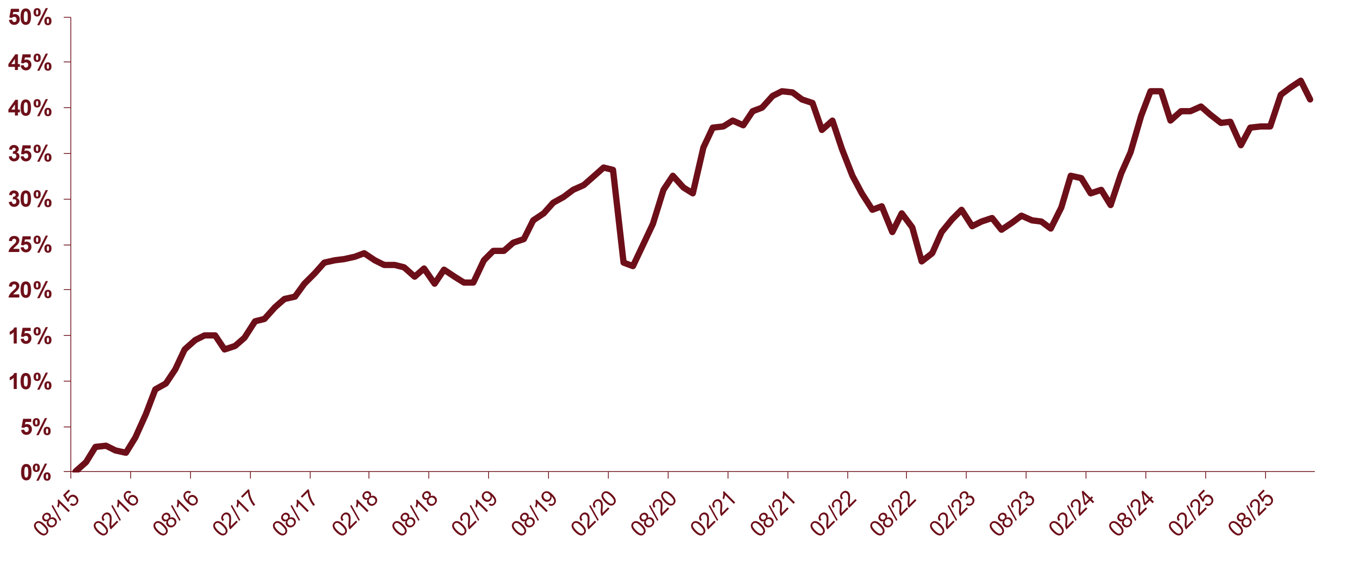
Target Portfolio Attributes

Number of positions	30-40
Average credit rating	BB or higher
Position limit	<5% per issuer
Sector limit	<30% per industry
Country limit	>50% US <10% per other countries
Leverage	None

Fund Terms

Legal form	Cyprus-domiciled RAIF, V.C.I.C.
Share classes	EUR (CYF000002198), FX-hedged USD (CYF000002347)
Bloomberg codes	EUR-hedged class: LENIFRA CY USD class: LENIFRB CY
Min Investment	USD 150.000 / EUR 125.000
Launch Date	March 2022
Liquidity	Monthly redemptions, no penalties
Fund manager	LEON MFO Investments Limited (regulated by CySEC, License No. AIFM 37/56/2013)
Depositary	EFG Luxembourg
Fund Admin	PricewaterhouseCoopers
Fees	Management fee: 1,0% of AUM p.a. Perf. fee: 10% (3% hurdle, HWM)

Net Performance (USD Share Class)*



Net Performance (USD Share Class)*

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since incept.
2025	0,4	-0,6	-0,7	0,1	-1,8	1,4	0,0	0,0	2,5	0,5	0,6	-1,4	1,0	41,0
2024	-0,2	-1,3	0,4	-1,3	2,7	1,7	3,0	1,9	0,0	-2,2	0,7	-0,1	5,3	39,6
2023	0,9	-1,5	0,5	0,3	-1,0	0,6	0,6	-0,4	-0,2	-0,5	1,8	2,6	3,8	32,5
2022	-2,2	-2,2	-1,5	-1,3	0,3	-2,2	1,6	-1,3	-3,0	0,8	1,9	1,1	-7,8	27,7
2021	0,1	0,4	-0,4	1,2	0,2	0,9	0,3	-0,1	-0,5	-0,3	-2,0	0,7	0,5	38,5
2020	0,8	-0,2	-7,7	-0,3	2,0	1,8	2,9	1,2	-1,0	-0,5	3,9	1,6	4,1	37,8
2019	2,0	0,8	0,0	0,7	0,3	1,7	0,6	0,9	0,4	0,6	0,4	0,7	9,5	32,4
2018	0,3	-0,6	-0,5	0,0	-0,1	-0,9	0,7	-1,3	1,2	-0,6	-0,5	0,0	-2,3	20,9
2017	0,8	1,7	0,2	1,1	0,8	0,2	1,2	0,9	0,9	0,3	0,1	0,2	8,6	23,7
2016	-0,2	1,6	2,5	2,4	0,7	1,4	2,0	0,9	0,5	-0,0	-1,4	0,3	11,2	13,8
2015									1,1	1,7	0,1	-0,6	2,4	2,4

* Until March 2022 it is net performance of similar strategy managed by the Fund's team on individual accounts, afterward - LEON Income Fund official track record.

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Monthly Commentary

Bond Markets.The beginning of the year has been marked by negative performance in the sovereign debt markets of several developed economies. Since the end of 2025, yields on 10-year government bonds have increased by 15 basis points to 4.3%. The main driver of this move has been heightened geopolitical tensions between the U.S. and Europe following President Trump's statements regarding the potential "annexation" of Greenland. Investors are pricing in a scenario in which political frictions could lead to lower demand for U.S. Treasuries or potential sell-offs in the future. We believe the risk of coordinated Treasury sales by the European Union is low, and that the recent weakness in U.S. government bonds is temporary. Another notable development has been the rise in Japanese government bond yields. The yield on 40-year JGBs exceeded 4% for the first time since their launch in 2007, while 20-year yields reached 3.35%. With the ratio of GDP to net government debt at approximately 250%, rising inflation, and a weakening USD/JPY, we view Japan's economic challenges as structural and therefore remain on the sidelines. On the macro front, U.S. December inflation data came in broadly in line with expectations: headline inflation was 0.3% month-over-month and 2.7% year-over-year, while core inflation stood at 0.2% month-over-month and 2.6% year-over-year, slightly below consensus. Combined with signs of cooling in the labor market, this should support long-duration U.S. Treasuries over the medium term.

Portfolio. Since the beginning of the year, we have made no significant changes to the portfolio. The allocation to risk assets stands at 46% of total assets, with the remainder invested in long-duration U.S. government bonds. As the first weeks of 2026 have shown, market volatility remains elevated. Therefore, the majority of the corporate bond portfolio has maturities of less than three years, allowing us, in the event of a market sell-off, to sell them without a material discount and reinvest in higher-yielding assets.

Key Characteristics	
# of positions	19
Duration	9,6
Average Rating	A
YTM %	6,1
Current Yield %	4,0
Net return since incept., % p.a.*	3,4
Sharpe Ratio since inception *	0,69

* Until March 2022 it is net performance of similar strategy managed by the Fund's team on individual accounts, afterward - LEON Income Fund official track record.

Country (%)	
US	58,3
Europe	25,1
Argentina	6,6
Turkey	3,2
South Africa	3,1
Colombia	2,9
Cash	0,8
Australia	0,0
Mexico	0,0
Israel	0,0
Total	**100,0**

Sector (%)	
Sovereign	50,0
Oil & Gas	9,8
Consumer	8,3
Materials	6,5
Industrials	4,7
Telecom	4,0
Transport	3,9
Tech	3,4
Auto	3,1
Food	2,9
Total	**100,0**

Top 10 Holdings (%)	
UNITED STATES TREASURY	50,0
CMA CGM S.A.	5,3
VEON Ltd.	4,0
Paramount Global	3,6
Vedanta Resources	3,4
Telegram Group	3,4
YPF S.A	3,4
Odfjell	3,3
Aydem Energy	3,2
Tecpetrol S.A.	3,2
Total	**82,7**

Duration (%)	
0 to 3 years	14,0
3 to 5 years	29,5
5 to 10 years	5,6
Cash	0,8
Less than 0	0,0
10+ years	50,0
Total	**100,0**

Credit Quality (%)	
AAA	0,0
AA	50,0
A	2,7
BBB	0,0
BB	33,1
B	10,0
Cash	0,8
Lower than B	0,0
Not rated	3,4
Total	**100,0**

Contacts

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Risk Disclosure Statement