



**Melville Douglas Income Fund Limited  
Annual Report and Audited Financial Statements  
Year ended 30 September 2025**

# Melville Douglas Income Fund Limited

## Annual Report and Audited Financial Statements

For the year ended 30 September 2025

<b>Contents</b>	<b>Pages</b>
Administration	2
Report of the Directors	3
Report of the Custodian	5
Investment Manager's Report	6
Independent Auditors' Report	9
Statements of Financial Position	11
Statements of Comprehensive Income	13
Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares	15
Notes to the Financial Statements	17
Portfolio Statement	33
Fund Statistics (Unaudited)	40
Other Information (Unaudited)	44

# Melville Douglas Income Fund Limited

## Administration

### Directors

Michael Farrow<sup>1</sup> (British) (Chairman) (Jersey Resident)  
Michael Laws (British) (South African Resident)  
Oliver Sonnlichler (South African/Austrian)  
David Jardine (British) (Jersey Resident)  
(appointed on 21 November 2024)

### Sub-Custodian and Banker

The Bank of New York Mellon London Branch  
The Bank of New York Mellon Centre  
160 Queen Victoria Street  
London EC4V 4LA  
United Kingdom

### Registered Office

Standard Bank House  
47 - 49 La Motte Street  
St. Helier  
Jersey JE2 4SZ  
Channel Islands

### Administrator

BNY Mellon Fund Services (Ireland)  
Designated Activity Company<sup>2</sup>  
The Shipping Office  
20-26 Sir John Rogerson's Quay  
Dublin 2, D02 Y049  
Ireland

### Manager and Secretary

STANLIB Fund Managers Jersey Limited  
Standard Bank House  
47 - 49 La Motte Street  
St. Helier  
Jersey JE2 4SZ  
Channel Islands

### Independent Auditors

PricewaterhouseCoopers  
One Spencer Dock  
North Wall Quay  
Dublin 1  
Ireland

### Investment Manager

Melville Douglas Investment  
Management (Proprietary) Limited  
30 Baker Street  
Rosebank  
Johannesburg, 2196  
Republic of South Africa

### Legal Adviser

Ogier  
Ogier House  
44 Esplanade  
St. Helier  
Jersey JE4 9WG  
Channel Islands

### Custodian

Apex Financial Services (Corporate) Limited  
IFC 5  
St. Helier  
Jersey JE1 1ST  
Channel Islands

<sup>1</sup> Independent Non-Executive Director.

<sup>2</sup> Effective 3 June 2025, the address of the Administrator changed from One Dockland Central, Guild Street, International Financial Services Centre, Dublin 1, Ireland to The Shipping Office, 20-26 Sir John Rogerson's Quay, Dublin 2, Ireland.

# Melville Douglas Income Fund Limited

## Report of the Directors

The directors submit their annual audited report and financial statements for the year 30 September 2025.

### Incorporation

Melville Douglas Income Fund Limited (the “Company”) is an open-ended investment company incorporated by way of a continuance in Jersey on 31 March 2003 with limited liability under the provisions of the Companies (Jersey) Law 1991 and holds a fund certificate issued pursuant to the Collective Investment Funds (Jersey) Law 1988 and is regulated by the Jersey Financial Services Commission (“JFSC”). It was initially incorporated in the British Virgin Islands under the Mutual Funds Act 1996. The Company is a public company within the meaning of Article 16 of the Companies (Jersey) Law 1991. Participating shares may be issued and redeemed at prices based upon each class’s underlying net asset value.

### Structure

The Company offers investors a choice of classes (each such class being referred to as a “Class Fund”) and the opportunity to switch from one Class Fund to another. As at 30 September 2025 there are three Class Funds (the US Dollar Bond Class, the Sterling Bond Class and the US Dollar Enhanced Income Class). A separate Class Fund is established for each class of participating shares and each Class Fund is managed separately and independently.

The assets, liabilities, income and expenses attributable to each class of participating share are applied to the Class Fund established for that class. If they are not attributable to any particular class of participating shares, they are allocated between all the Class Funds in such manner as the directors deem to be equitable. The Company is a single legal entity. As a result, although the assets, income, earnings, liabilities and expenses attributable to each Class Fund will be segregated and kept separate from those attributable to other Class Funds, in the event of the Company not being able to meet its liabilities attributable to any particular Class Fund out of the assets of such Class Funds, the excess liabilities may have to be met out of the assets attributable to other Class Funds.

### Objective and investment policy

The objective of the Class Funds is to provide a return in excess of its benchmark in US Dollars and Sterling respectively, whilst seeking to maintain a high degree of capital preservation, by investing primarily in quality global fixed interest securities, and, where in the opinion of the Investment Manager, direct investment in fixed interest securities will not achieve sufficient diversification to achieve the Class Fund’s objective, in other collective investment schemes, money market instruments and cash that will maximise total returns in Base Currency. For the avoidance of doubt the Class Fund may also invest in collective investment schemes investing in real estate (including buildings) or interests in real estate (including options or rights in respect of real estate) and make other investments which are not prohibited by the investment restrictions set out in the prospectus.

### Results and dividends

The Company currently does not intend to distribute income and capital gains realised by the Company on its investments by way of dividend. Accordingly, income on investments and increases in the capital value of the investments of the Company will be reflected in the value of the participating shares. The results for the year are disclosed in the Statements of Comprehensive Income.

### Directors

The directors of the Company during the year and subsequently are set out on page 2.

Michael Laws and Oliver Sonnichler are executives of Melville Douglas Investment Management (Proprietary) Limited, David Jardine is a director of the Manager and Michael Farrow is an independent non-executive director.

No director has a service contract with the Company or holds any interest in the capital of the Company.

# Melville Douglas Income Fund Limited

## Report of the Directors (continued)

### Registered Office

The registered office is as disclosed on page 2.

### Statement of Directors' Responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable Jersey law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice "UK GAAP"), including Financial Reporting Standard ("FRS") 102 "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 102").

The Companies (Jersey) Law 1991 requires the directors to prepare the financial statements for each financial year, which give a true and fair view of the state of affairs of the Company and of the profit and loss of the Company for that year. In preparing those financial statements, the directors should:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The directors confirm that they have complied with all the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

So far as the directors are aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

### Connected Persons

The directors are satisfied that there are arrangements in place to ensure that transactions with connected persons entered into during the year were carried out as if negotiated at arm's length and were in the best interests of shareholders.

### Independent Auditors

PricewaterhouseCoopers Ireland have indicated their willingness to continue in office. A resolution to reappoint PricewaterhouseCoopers Ireland as independent auditors of the Company will be proposed at the annual general meeting. A copy of the Notice of the Annual Form of Proxy General Meeting is attached and forms part of these financial statements.


### Secretary

The Secretary of the Company during the year ended 30 September 2025 and subsequently was STANLIB Fund Managers Jersey Limited.

### By Order of the Board

**STANLIB Fund Managers Jersey Limited**

Company Secretary  
21 January 2026



GVP.

# Melville Douglas Income Fund Limited

## Report of the Custodian

To the members of Melville Douglas Income Fund Limited.

The Custodian is responsible for the safekeeping of all the property of the Company which is entrusted to it, as prescribed in the Custodian Agreement.

Under the principles of the Guide to open-ended unclassified collective investment funds offered to the general public (the "OCIF Guide"), issued by the Jersey Financial Services Commission, the Custodian has a duty to take reasonable care to ensure that the methods adopted by the Company's Manager in respect to the pricing of, and dealing in, shares in the Company are compliant with the Company's principal documents.

It is the opinion of Apex Financial Services (Corporate) Limited in respect of the year ended 30 September 2025 that to the best of our information, knowledge and belief, that in all material respects, the Manager managed the Class Funds in that year:

- a) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the Articles of Association and Prospectus and;
- b) otherwise in accordance with the provisions of the Management and Custodian Agreements.



**Apex Financial Services (Corporate) Limited**  
**Custodian**  
**21 January 2026**



# Melville Douglas Income Fund Limited

## Investment Manager's Report

For the year ended 30 September 2025

### US Dollar Bond Class (the "Class Fund")

#### Class Fund Review

The objective of the Class Fund is to provide a return in excess of its benchmark in US Dollars, whilst seeking to maintain a high degree of capital preservation, by investing primarily in quality global fixed interest securities, and, where in the opinion of the Investment Manager, direct investment in fixed interest securities will not achieve sufficient diversification to achieve the Class Fund's objective, in other collective schemes, money market instruments and cash that will maximise total returns in US Dollars.

#### US Dollar Bond Class – Performance 30 September 2024 to 30 September 2025

	Class Fund Return	Benchmark
A Class	+2.58%	+2.99%
B Class	+2.47%	+2.99%
C Class	+2.78%	+2.99%
P Class	+2.99%	+2.99%
X Class	+3.40%	+2.99%

#### Market Overview

Major themes dominating sovereign bond markets over the twelve-month period include, above target inflation, the impact of global tariffs and uncertainty over rising government fiscal deficits. These factors have had the effect of keeping longer-dated yields elevated as investors continue to demand a 'risk premium' for duration risk. In fact, ten-year US, UK and German government yields are higher over the period despite respective central bank interest rate cuts. Investment grade and high yield bond markets have performed well this year, particularly since the mid-April spike in spreads and the Fund continues to hold neutral and overweight positions, respectively. The value of the US Dollar has declined over the period but the relative outperformance of the bond market versus most peers has offset most of the negative attribution for the Fund.

#### Looking Ahead

The Fed implemented a 25-basis point cut in September for the first time this year, lowering the policy rate to 4.25% (upper bound). Whilst the Fed's Dot Plot is indicating another two cuts by year-end (i.e. back-to-back cuts), subsequent rate cut expectations ease off dramatically given the forecast terminal rate of around 3%. It has been a difficult summer for Fed Chair Jerome Powell who has faced continued political pressure from Donald Trump to aggressively reduce rates at a time when economic growth has remained largely resilient, and inflation continues to hold above the 2% target rate. Whilst much of tariff uncertainty has subsided, the inflationary impact in goods prices so far remains largely elusive with services (consumer) continuing to drive price pressures. The employment market has shown signs of weakness, particularly in the monthly payrolls data but the overall unemployment rate remains low by historical measures.

Whilst cognisant of the Fed's dual mandate of price stability and maximum employment, cutting rates in a 'non-recessionary environment' and importantly whilst inflation remains above target with an uncertain outlook (tariffs) is not an environment where medium to longer-dated US Treasury yields should be falling sharply. Without doubt, interest rate levels/direction can have a meaningful influence on bond yields but predominantly in periods of excessively weak or strong economic growth accompanied with stable inflation around target levels. The current environment is very different; inflation is too high and potentially moving higher on tariffs, the economy is certainly not indicating any recession warnings signs and fiscal deficits, and debt levels are notable risk factors. In summary, we believe US yields will stay higher for longer over the medium term and continue to recommend a broadly neutral exposure to duration versus the benchmark.

# Melville Douglas Income Fund Limited

## Investment Manager's Report (continued)

For the year ended 30 September 2025

### Sterling Bond Class (the "Class Fund")

#### Class Fund Review

The objective of the Class Fund is to provide a return in excess of its benchmark in Sterling, whilst seeking to maintain a high degree of capital preservation, by investing primarily in quality global fixed interest securities, and, where in the opinion of the Investment Manager, direct investment in fixed interest securities will not achieve sufficient diversification to achieve the Class Fund's objective, in other collective schemes, money market instruments and cash that will maximise total returns in Sterling.

#### Sterling Bond Class – Performance 30 September 2024 to 30 September 2025

	Class Fund Return	Benchmark
A Class	+1.87%	+2.41%
B Class	+1.77%	+2.41%
P Class	+2.28%	+2.41%
X Class	+2.69%	+2.41%

#### Market Overview

Major themes dominating sovereign bond markets over the twelve-month period include, above target inflation, the impact of global tariffs and uncertainty over rising government fiscal deficits. These factors have had the effect of keeping longer-dated yields elevated as investors continue to demand a 'risk premium' for duration risk. In fact, ten-year US, UK and German government yields are higher over the period despite respective central bank interest rate cuts. Investment grade and high yield bond markets have performed well this year, particularly since the mid-April spike in spreads and the Fund continues to hold neutral and overweight positions, respectively.

#### Looking Ahead

The Bank of England (BoE) sanctioned its third rate cut this year with a 25-basis point easing in August, a continuation of its "gradual and careful" approach to monetary easing given stubbornly high inflation. Despite ongoing 'real' wage growth there are clear signs that the jobs market has weakened following the government's higher payroll taxes and minimum wage hike in April. With wage growth well in excess of the 3% seen by the BOE as compatible with its 2% inflation target and actual inflation forecast to hit 4% in the coming months, the quarterly pace of interest rate cuts appears to be the right approach. Indeed, futures markets are currently forecasting the next cut will not be until March next year.

In the UK we are more confident that yields at current levels are over-extended and represent attractive medium to long term value. Long term borrowing costs in the UK are close to 30-year highs and hampering the government's ability to balance the books. In an effort to lower yields (and hence government costs) the BOE are slowing the pace at which it is reducing its bond holdings (QT) and intend to reduce sales of longer-dated debt. Time will tell if this has any material impact on yield levels but for now, inflation remains too high for comfort and whilst 'real' wage gains are easing the pressure on consumers, we see few additional catalysts which will accelerate economic growth. Whilst the BOE are still in 'easing mode', elevated price pressures are not allowing interest rates to fall as quickly as they should be in an environment of sub-trend growth, another headwind. The countdown to the government's autumn budget is underway and action has to be taken to fill the fiscal hole which in some form has to encompass spending cuts or higher taxes, either or both should be positive for the sterling bond market over the medium term. As such, our duration exposure in government and AAA rated bonds remains overweight relative to benchmark.



# Melville Douglas Income Fund Limited

## Investment Manager's Report (continued)

For the year ended 30 September 2025

### US Dollar Enhanced Income (the "Class Fund")

#### Class Fund Review

The objective of the Class Fund is to provide a return in excess of the Barclays Benchmark Overnight USD Cash Index, whilst seeking to maintain a high degree of capital preservation. Investment will primarily be in quality fixed, floating and inflation linked interest bearing securities, and, where in the opinion of the Investment Manager, direct investment in direct securities will not achieve sufficient diversification to achieve the Class Fund's objective, the fund may also invest in other collective investment schemes.

#### US Dollar Enhanced Income – Performance 30 September 2024 to 30 September 2025

	Class Fund Return	Benchmark
B Class	+3.40%	+4.57%
C Class	+3.61%	+4.57%
P Class	+3.82%	+4.57%
X Class	+4.23%	+4.57%

#### Market Overview

Major themes dominating sovereign bond markets over the twelve-month period include, above target inflation, the impact of global tariffs and uncertainty over rising government fiscal deficits. These factors have had the effect of keeping longer-dated yields elevated as investors continue to demand a 'risk premium' for duration risk. In fact, ten-year US, UK and German government yields are higher over the period despite respective central bank interest rate cuts. Investment grade and high yield bond markets have performed well this year, particularly since the mid-April spike in spreads and the Fund remains overweight both sectors.

#### Looking Ahead

The Fed implemented a 25-basis point cut in September for the first time this year, lowering the policy rate to 4.25% (upper bound). Whilst the Fed's Dot Plot is indicating another two cuts by year-end (i.e. back-to-back cuts), subsequent rate cut expectations ease off dramatically given the forecast terminal rate of around 3%. It has been a difficult summer for Fed Chair Jerome Powell who has faced continued political pressure from Donald Trump to aggressively reduce rates at a time when economic growth has remained largely resilient, and inflation continues to hold above the 2% target rate. Whilst much of tariff uncertainty has subsided, the inflationary impact in goods prices so far remains largely elusive with services (consumer) continuing to drive price pressures. The employment market has shown signs of weakness, particularly in the monthly payrolls data but the overall unemployment rate remains low by historical measures.

Whilst cognisant of the Fed's dual mandate of price stability and maximum employment, cutting rates in a 'non-recessionary environment' and importantly whilst inflation remains above target with an uncertain outlook (tariffs) is not an environment where medium to longer-dated US Treasury yields should be falling sharply. Without doubt, interest rate levels/direction can have a meaningful influence on bond yields but predominantly in periods of excessively weak or strong economic growth accompanied with stable inflation around target levels. The current environment is very different; inflation is too high and potentially moving higher on tariffs, the economy is certainly not indicating any recession warnings signs and fiscal deficits, and debt levels are notable risk factors. In summary, we believe US yields will stay higher for longer over the medium term and continue to focus on ultra-short dated bond issues.

**Melville Douglas Investment Management (Proprietary) Limited**  
**Investment Manager**  
**30 October 2025**

# ***Independent auditors' report to the members of Melville Douglas Income Fund Limited***

## **Report on the audit of the financial statements**

---

### **Opinion**

In our opinion, Melville Douglas Income Fund Limited's financial statements:

- give a true and fair view of the Company's and Class Funds' assets, liabilities and financial position as at 30 September 2025 and of their results for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and applicable law); and
- have been properly prepared in accordance with the requirements of the Companies (Jersey) Law 1991.

We have audited the financial statements, included within the Annual Report and Audited Financial Statements, which comprise:

- the Statement of Financial Position as at 30 September 2025;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares for the year then ended;
- the Portfolio Statement for each of the Class Funds as at 30 September 2025; and
- the notes to the financial statements for the Company and for each of its Class Funds, which include a description of the accounting policies.

---

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Independence**

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

---

### **Conclusions relating to going concern**

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's and Class Funds' ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's and Class Funds' ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

---

### **Reporting on other information**

The other information comprises all of the information in the Annual Report and Audited Financial Statements other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial

statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

---

## **Responsibilities for the financial statements and the audit**

### *Responsibilities of the directors for the financial statements*

As explained more fully in the Statement of Directors' Responsibilities the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view.

The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's and Class Funds' ability to continue as going concerns, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

### *Auditors' responsibilities for the audit of the financial statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Our audit testing might include testing complete populations of certain transactions and balances, possibly using data auditing techniques. However, it typically involves selecting a limited number of items for testing, rather than testing complete populations. We will often seek to target particular items for testing based on their size or risk characteristics. In other cases, we will use audit sampling to enable us to draw a conclusion about the population from which the sample is selected.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

[https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf).

This description forms part of our auditors' report.

### *Use of this report*

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Article 113A of the Companies (Jersey) Law 1991 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

---

## **Other required reporting**

### **Companies (Jersey) Law 1991 exception reporting**

Under the Companies (Jersey) Law 1991 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- proper accounting records have not been kept by the company; or
- proper returns adequate for our audit have not been received from branches not visited by us; or the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Declan Murphy  
for and on behalf of PricewaterhouseCoopers Chartered Accountants  
Dublin, Ireland  
21 January 2026

# Melville Douglas Income Fund Limited

## Statements of Financial Position

As at 30 September 2025  
(Comparatives as at 30 September 2024)

		US Dollar Bond Class 30 September 2025 USD	US Dollar Bond Class 30 September 2024 USD	Sterling Bond Class 30 September 2025 GBP	Sterling Bond Class 30 September 2024 GBP
	Notes				
<b>Assets</b>					
Financial assets at fair value through profit or loss	2(b), 7.4	176,884,825	178,296,016	30,980,777	31,986,928
Cash and cash equivalents	2(c)	546,299	863,351	130,895	302,011
Receivable for shares sold	2(f)	165,525	135,000	25,000	–
Income receivable	2(d)	623,469	613,312	152,335	135,827
<b>Total assets</b>		<b>178,220,118</b>	<b>179,907,679</b>	<b>31,289,007</b>	<b>32,424,766</b>
<b>Liabilities</b>					
Payable for shares redeemed	2(f)	1,803,187	509,133	–	24,308
Management fees payable	2(g)	37,918	39,249	5,716	5,984
Custodian fees payable	2(g)	3,316	3,224	956	975
Sub-Custodian fees payable	2(g)	1,590	1,350	405	450
Director fees payable	2(g)	5,615	5,382	1,062	1,080
Audit fees payable	2(g)	10,949	7,916	2,045	1,564
Other payables		2,331	2,736	417	496
<b>Total liabilities</b>		<b>1,864,906</b>	<b>568,990</b>	<b>10,601</b>	<b>34,857</b>
<b>Net assets attributable to holders of redeemable shares</b>		<b>176,355,212</b>	<b>179,338,689</b>	<b>31,278,406</b>	<b>32,389,909</b>
<b>Net asset value per share</b>					
Class A Shares		177.38	172.92	114.00	111.90
Class B Shares		10.78	10.52	9.29	9.13
Class C Shares		9.97	9.70	–	–
Class P Shares*		10.79	10.47	10.49	10.25
Class X Shares		11.44	11.07	10.17	9.91

\*Effective 25 January 2024, US Dollar Bond Class Fund launched US Dollar Bond P Class and Sterling Bond Class Fund launched Sterling Bond P Class.

The notes on pages 17 to 32 form an integral part of these financial statements.

# Melville Douglas Income Fund Limited

## Statements of Financial Position (continued)

As at 30 September 2025

(Comparatives as at 30 September 2024)

	Notes	US Dollar Enhanced Income Class 30 September 2025 USD	US Dollar Enhanced Income Class 30 September 2024 USD	Total 30 September 2025 USD	Total 30 September 2024 USD
<b>Assets</b>					
Financial assets at fair value through profit or loss	2(b), 7.4	96,446,550	77,615,170	315,039,246	298,816,852
Cash and cash equivalents	2(c)	2,207,396	211,456	2,929,913	1,479,909
Receivable for shares sold	2(f)	172,455	42,668	371,636	177,668
Income receivable	2(d)	414,032	291,881	1,242,582	1,087,385
<b>Total assets</b>		<b>99,240,433</b>	<b>78,161,175</b>	<b>319,583,377</b>	<b>301,561,814</b>
<b>Liabilities</b>					
Payable for investments purchased		1,988,418	–	1,988,418	–
Payable for shares redeemed	2(f)	79,818	153,705	1,883,005	695,443
Management fees payable	2(g)	11,870	10,230	57,483	57,506
Custodian fees payable	2(g)	2,326	2,077	6,929	6,609
Sub-Custodian fees payable	2(g)	1,110	690	3,245	2,644
Director fees payable	2(g)	3,073	2,618	10,118	9,449
Audit fees payable	2(g)	5,387	3,448	19,089	13,462
Other payables		1,133	1,191	4,026	4,592
<b>Total liabilities</b>		<b>2,093,135</b>	<b>173,959</b>	<b>3,972,313</b>	<b>789,705</b>
<b>Net assets attributable to holders of redeemable shares</b>		<b>97,147,298</b>	<b>77,987,216</b>	<b>315,611,064</b>	<b>300,772,109</b>
<b>Net asset value per share</b>					
Class B Shares		10.91	10.56	–	–
Class C Shares		10.96	10.58	–	–
Class P Shares*		10.72	10.33	–	–
Class X Shares		11.59	11.12	–	–

\*Effective 25 January 2024, US Dollar Enhanced Income Class Fund launched US Dollar Enhanced Income P Class.

The financial statements were approved by the Board on 21 January 2026 and signed on its behalf by.



Director

The notes on pages 17 to 32 form an integral part of these financial statements.

# Melville Douglas Income Fund Limited

## Statements of Comprehensive Income

For the year 1 October 2024 to 30 September 2025

(Comparatives are for the year 1 October 2023 to 30 September 2024)

		US Dollar Bond Class 30 September 2025 USD	US Dollar Bond Class 30 September 2024 USD	Sterling Bond Class 30 September 2025 GBP	Sterling Bond Class 30 September 2024 GBP
	Notes				
<b>Income</b>					
Dividend income	2(d)	1,665,918	1,565,443	300,887	294,898
Interest income	2(d)	4,894,623	4,661,891	911,462	783,546
Deposit interest	2(d)	9,320	30,149	887	4,636
Net (loss)/gain on financial assets at fair value through profit or loss	2(h), 3	(413,910)	9,855,113	(269,999)	948,468
<b>Total net gain</b>		<b>6,155,951</b>	<b>16,112,596</b>	<b>943,237</b>	<b>2,031,548</b>
<b>Expenses</b>					
Management fees	2(g)	432,812	472,428	67,100	71,676
Custodian fees	2(g)	37,431	37,199	11,226	11,564
Sub-Custodian fees	2(g)	18,873	16,436	4,620	5,212
Directors' fees	2(g)	21,206	22,485	4,059	4,352
Audit fees	2(g)	10,949	10,660	2,045	2,063
Sundry expenses		29,882	29,386	5,580	5,631
<b>Total operating expenses</b>		<b>551,153</b>	<b>588,594</b>	<b>94,630</b>	<b>100,498</b>
<b>Net income before finance costs</b>		<b>5,604,798</b>	<b>15,524,002</b>	<b>848,607</b>	<b>1,931,050</b>
<b>Finance Costs:</b>					
Bank interest	2(d)	—	—	(227)	(28)
<b>Total Finance Costs</b>		<b>—</b>	<b>—</b>	<b>(227)</b>	<b>(28)</b>
Taxation	2(i), 4	(105,466)	(101,879)	(2,982)	(725)
<b>Increase in net assets attributable to holders of redeemable shares from operations</b>		<b>5,499,332</b>	<b>15,422,123</b>	<b>845,398</b>	<b>1,930,297</b>

All of the above results are from continuing operations. There are no recognised gains or losses for the year other than those set out in the Statements of Comprehensive Income. There are no differences between the results above and those under historical cost.

The notes on pages 17 to 32 form an integral part of these financial statements.

# Melville Douglas Income Fund Limited

## Statements of Comprehensive Income (continued)

For the year 1 October 2024 to 30 September 2025

(Comparatives are for the year 1 October 2023 to 30 September 2024)

		US Dollar Enhanced Income Class 30 September 2025 USD	US Dollar Enhanced Income Class 30 September 2024 USD	Total 30 September 2025 USD	Total 30 September 2024 USD
	Notes				
<b>Income</b>					
Dividend income	2(d)	276,889	160,351	2,335,899	2,099,549
Interest income	2(d)	3,581,316	3,240,475	9,666,715	8,895,434
Deposit interest	2(d)	12,556	22,337	23,035	58,362
Net (loss)/gain on financial assets at fair value through profit or loss	2(h), 3	(30,174)	820,419	(796,823)	11,877,623
<b>Total net gain</b>		<b>3,840,587</b>	<b>4,243,582</b>	<b>11,228,826</b>	<b>22,930,968</b>
<b>Expenses</b>					
Management fees	2(g)	135,660	113,226	656,134	676,496
Custodian fees	2(g)	26,824	23,464	78,921	75,319
Sub-Custodian fees	2(g)	13,268	8,831	38,177	31,873
Directors' fees	2(g)	10,761	9,361	37,270	37,362
Audit fees	2(g)	5,387	4,456	19,008	17,730
Sundry expenses		15,034	12,748	52,206	49,271
<b>Total operating expenses</b>		<b>206,934</b>	<b>172,086</b>	<b>881,716</b>	<b>888,051</b>
<b>Net income before finance costs</b>		<b>3,633,653</b>	<b>4,071,496</b>	<b>10,347,110</b>	<b>22,042,917</b>
<b>Finance Costs:</b>					
Bank interest	2(d)	—	—	(296)	(36)
<b>Total Finance Costs</b>		<b>—</b>	<b>—</b>	<b>(296)</b>	<b>(36)</b>
Taxation	2(i), 4	(29,262)	(27,317)	(138,624)	(130,115)
<b>Increase in net assets attributable to holders of redeemable shares from operations</b>		<b>3,604,391</b>	<b>4,044,179</b>	<b>10,208,190</b>	<b>21,912,766</b>

All of the above results are from continuing operations. There are no recognised gains or losses for the year other than those set out in the Statements of Comprehensive Income. There are no differences between the results above and those under historical cost.

The notes on pages 17 to 32 form an integral part of these financial statements.



# Melville Douglas Income Fund Limited

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares

For the year 1 October 2024 to 30 September 2025

(Comparatives are for the year 1 October 2023 to 30 September 2024)

		US Dollar Bond Class 30 September 2025 USD	US Dollar Bond Class 30 September 2024 USD	Sterling Bond Class 30 September 2025 GBP	Sterling Bond Class 30 September 2024 GBP
	Notes				
Net assets attributable to holders of redeemable shares at the beginning of the year		179,338,689	151,873,799	32,389,909	27,564,583
Proceeds from the issue of shares	5	19,428,960	37,935,062	3,005,210	8,688,116
Payments on the redemption of shares	5	(27,911,769)	(25,892,295)	(4,962,111)	(5,793,087)
<b>Increase in net assets attributable to holders of redeemable shares from investment activities</b>		<b>5,499,332</b>	<b>15,422,123</b>	<b>845,398</b>	<b>1,930,297</b>
<b>Net assets attributable to holders of redeemable shares at the end of the year</b>		<b>176,355,212</b>	<b>179,338,689</b>	<b>31,278,406</b>	<b>32,389,909</b>

The notes on pages 17 to 32 form an integral part of these financial statements.

# Melville Douglas Income Fund Limited

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares (continued)

For the year 1 October 2024 to 30 September 2025  
(Comparatives are for the 1 October 2023 to 30 September 2024)

		US Dollar Enhanced Income Class 30 September 2025 USD	US Dollar Enhanced Income Class 30 September 2024 USD	Total 30 September 2025 USD	Total 30 September 2024 USD
	Notes				
Net assets attributable to holders of redeemable shares at the beginning of the year		77,987,216	55,053,474	300,772,109	240,571,225
Proceeds from the issue of shares	5	45,628,599	38,629,194	68,983,702	87,575,600
Payments on the redemption of shares	5	(30,072,908)	(19,739,631)	(64,467,405)	(52,974,102)
Translation Adjustment*		—	—	114,468	3,686,620
<b>Increase in net assets attributable to holders of redeemable shares from investment activities</b>		<b><u>3,604,391</u></b>	<b><u>4,044,179</u></b>	<b><u>10,208,190</u></b>	<b><u>21,912,766</u></b>
<b>Net assets attributable to holders of redeemable shares at the end of the year</b>		<b><u>97,147,298</u></b>	<b><u>77,987,216</u></b>	<b><u>315,611,064</u></b>	<b><u>300,772,109</u></b>

\*The translation adjustment arises from the translation of opening net assets translated at financial year end 30 September 2024 rates, from the Statements of Comprehensive Income being translated at average rates with the closing assets and liabilities translated at the rates of exchange ruling at 30 September 2025.

The notes on pages 17 to 32 form an integral part of these financial statements.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements

### 1. Incorporation

The Company was originally incorporated in the British Virgin Islands on 19 November 1998 and was incorporated in Jersey, Channel Islands by way of a continuance on 31 March 2003.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to the years presented unless otherwise stated. These financial statements have been prepared on a going concern basis under the historical cost convention as modified by the measurement at fair value of investments in accordance with applicable Jersey Law and United Kingdom Generally Accepted Accounting Practice ("UK GAAP") including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 102"). The Company is an open-ended investment company incorporated by way of a continuance in Jersey on 31 March 2003 under the provisions of the Companies (Jersey) Law 1991 as Melville Douglas European Fund Limited and holds a fund certificate issued pursuant to the Collective Investment Funds (Jersey) Law 1988 and is regulated by the Jersey Financial Services Commission ("JFSC") as an unclassified fund. A summary of the more important accounting policies is set out below.

### 2. Accounting Policies

#### a. *Basis of Accounting*

These audited annual financial statements for the year ended 30 September 2025 have been prepared in accordance with FRS 102 as issued by the Financial Reporting Council ("FRC").

The Directors of the Company have applied FRS 102 for its annual and FRS 104 "Interim Financial Reporting" for its unaudited interim financial statements effective 1 October 2014.

The information required by FRS 102, to be included in a single statement for the reporting period displaying all items of income and expenses recognised during the period including those items recognised in determining profit or loss and items of other comprehensive income and a Reconciliation of Movements in Shareholders' Funds is, in the opinion of the directors, contained in the Statements of Comprehensive Income and Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares on pages 13 and 15. In arriving at the results for the period, all amounts in the Statements of Comprehensive Income on page 13 and 14 relate to continuing activities.

The Company has availed of the exemption available to open-ended investment funds under Section 7 "Statement of Cash Flows" of FRS 102 (Section 7.1a (c)), not to prepare a cash flow statement on the basis that substantially all of the Company's investments are highly liquid and carried at fair value, and the Company provides a Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares.

#### b. *Investments*

Investments are recognised on the Statement of Financial Position at the date on which the Company becomes party to contractual provisions of the instruments. Investments are initially recognised at cost which is the fair value at date of recognition. Subsequent to initial recognition, bonds held are valued at closing mid-market price. Funds held are valued at Net Asset Value per unit apart from Exchange Traded Funds held which are valued at exchange price. Gains or losses arising from revaluation are recognised in the Statements of Comprehensive Income.

On disposal of investments, gains and losses on sale of investments are calculated on an average cost basis and are taken to the Statements of Comprehensive Income in the year in which they arise.

On initial application of FRS 102, in accounting for all of its financial instruments, an entity is required to apply either (a) the full requirements of Sections 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS 102, (b) the recognition and measurement provisions of International Accounting Standards ("IAS") 39 "Financial Instruments: Recognition and Measurement" ("IAS 39") as adopted for use in the European Union and the disclosure requirements of Sections 11 and 12, or (c) the recognition and measurement provisions of International Financial Reporting Standards ("IFRS") 9 "Financial Instruments" ("IFRS 9") and the disclosure requirements of Sections 11 and 12. The Company has applied FRS 102 from the year ended 30 September 2015 and has elected to apply the full requirements of Sections 11 and Section 12 of FRS 102.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 2. Accounting Policies (continued)

c. *Cash and cash equivalents*

Cash is valued at cost, which approximates fair value. Cash is held in accounts at The Bank of New York Mellon London Branch which allows the Class Funds instant access to their accounts.

d. *Income*

Interest income is recognised using the effective interest rate method. Dividend income is accounted for on the ex-dividend date. Dividend income is reported gross of withholding tax deducted at source and the related withholding tax is disclosed separately as a tax charge in the Statements of Comprehensive Income.

Interest on deposit accounts is included on an accruals basis. Deposit interest and overdraft interest for the year is reported in the Statements of Comprehensive Income.

e. *Foreign currencies*

Transactions in foreign currencies are translated into the reporting currency of the Class Funds at the rates of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into the currency of the Class Funds at the rates of exchange ruling at the Statements of Financial Position date. The functional and reporting currencies of the Class Funds are US Dollars for the US Dollar Bond Class and the US Dollar Enhanced Income Class and Sterling for the Sterling Bond Class.

Differences arising on translation are included in the Statements of Comprehensive Income within income or expenses in the year in which they arise.

f. *Share issues and redemptions*

Shares in the Company may be issued at the issue price and redeemed at the redemption price on subscription days at the prices calculated in accordance with the Articles of Association and based on the value of the underlying investments held in the relevant Class Fund. The directors' present policy is that:

- i. On the issue of shares, the amount received is credited to the share capital account.
- ii. On redemption, the amount paid is debited to the share capital account. Should that account be fully utilised, the amount payable on redemption is debited to realised reserves.

Receivable for shares sold and payable for shares redeemed represent amounts that have been contracted for but not yet settled or delivered on the Statement of Financial Position date.

g. *Expenses*

The Company is responsible for the payment of management, custodian, sub-custodian and administration fees, which are accrued for on each subscription day (see Note 6). The Company is also responsible for the payment of auditor's and directors' remuneration together with reporting expenses and operational costs in accordance with the prospectus. All expenses are accounted for on an accruals basis.

h. *Net gains/(losses) on financial assets at fair value through profit or loss*

This item includes changes in the fair value of financial assets held for trading and excludes interest and dividend income and expenses. Unrealised gains and losses comprise changes in the fair value of financial instruments for the year. Realised gains and losses on disposals are calculated using the average cost method and are reflected as net gains or losses on investments in the Statements of Comprehensive Income.

i. *Withholding taxes*

In some jurisdictions investment income is subject to withholding tax deducted at the source of the income. Withholding tax is a generic term used for the amount of withholding tax deducted at the source of the income and is not significant for the Portfolio. Withholding tax is disclosed separately as a tax charge from the gross investment income in the Statements of Comprehensive Income.

j. *Distribution policy*

The Company's policy is to not distribute any income on its participating shares.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 3. Gains and losses on financial assets at fair value through profit or loss

	US Dollar Bond Class 30 September 2025 USD	US Dollar Bond Class 30 September 2024 USD	Sterling Bond Class 30 September 2025 GBP	Sterling Bond Class 30 September 2024 GBP	US Dollar Enhanced Income Class 30 September 2025 USD	US Dollar Enhanced Income Class 30 September 2024 USD	Total 30 September 2025 USD	Total 30 September 2024 USD
Non-derivative securities:								
Net realised loss on investments	(31,294)	(66,213)	(373,910)	(372,102)	(106,169)	(96,844)	(625,956)	(634,660)
Net movement in unrealised investment schemes	(382,616)	9,921,326	102,489	1,322,831	75,995	917,263	(172,725)	12,515,149
	<u>(413,910)</u>	<u>9,855,113</u>	<u>(271,421)</u>	<u>950,729</u>	<u>(30,174)</u>	<u>820,419</u>	<u>(798,681)</u>	<u>11,880,489</u>
Derivative securities:								
Net movement in unrealised foreign currency	—	—	1,422	(2,261)	—	—	1,858	(2,866)
	<u>—</u>	<u>—</u>	<u>1,422</u>	<u>(2,261)</u>	<u>—</u>	<u>—</u>	<u>1,858</u>	<u>(2,866)</u>
<b>Net (loss)/gain on financial assets at fair value through profit or loss</b>	<b><u>(413,910)</u></b>	<b><u>9,855,113</u></b>	<b><u>(269,999)</u></b>	<b><u>948,468</u></b>	<b><u>(30,174)</u></b>	<b><u>820,419</u></b>	<b><u>(796,823)</u></b>	<b><u>11,877,623</u></b>

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 4. Taxation

For the purposes of Jersey taxation, the Company will fall under Article 123C of the Income Tax (Jersey) Law 1961, as amended, as a Jersey resident Company which is neither a “utility company” nor a “financial services company” and as such will be charged to Jersey income tax at a rate of 0% on its income (other than on any rental income or property development profits arising in respect of Jersey situs real property or land). The Company will not be subject to tax in Jersey on any capital arising to it.

Under applicable foreign tax laws, withholding taxes may be deducted from interest, dividends and capital gains attributable to the Company, at various rates. The Company pays withholding tax on dividends, which is deducted at source. This is shown separately as a taxation charge in the Statements of Comprehensive Income.

	30 September 2025 USD	30 September 2024 USD
<b>US Dollar Bond Class</b>		
Overseas tax - withholding tax on dividend income	105,466	101,879
	30 September 2025 GBP	30 September 2024 GBP
<b>Sterling Bond Class</b>		
Overseas tax - withholding tax on dividend income	2,982	725
	30 September 2025 USD	30 September 2024 USD
<b>US Dollar Enhanced Income Class</b>		
Overseas tax - withholding tax on dividend income	29,262	27,317
	30 September 2025	30 September 2024
<b>Total MD Income Funds</b>		
Overseas tax - withholding tax on dividend income	138,624	130,115

### 5. Share capital

The Company is authorised to issue 100 management shares of USD1.00 each and an unlimited number of participating shares of no par value.

The management shares exist solely to comply with Companies (Jersey) Law 1991 which requires that participating redeemable preference shares (“participating shares”) must have a preference over another class of capital. The holders of the management shares are entitled to receive notice of general meetings of the Company and to attend and vote thereat. On a poll a holder of management shares is entitled to one vote for each management share held by him/her. Management shares carry no right to a dividend and are not redeemable. In a winding up, they rank only for a return of paid up nominal capital out of the assets of the Company (before the return of nominal capital paid up on participating shares).

Participating shares carry the right to a proportionate share in the assets of the relevant Class Fund and to any dividends that may be declared. Holders of the shares are entitled to receive notice of all general meetings of the Company and to attend and vote thereat. The holder of each share is entitled to one vote for each share of which he is a holder. Shares are redeemable by shareholders at prices based on the value of the net assets of the relevant Class Fund as determined in accordance with its Articles of Association.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 5. Share capital (continued)

#### *Management shares*

The management shares have been issued to the Manager at par and the proceeds of the issue are represented by a separate management fund. Details of the management fund at the Statements of Financial Position date are as follows:

	30 September 2025	30 September 2024
	USD	USD
Current account	100	100
Management shares of USD1.00 each		
Authorised, issued and fully paid	100	100

The management fund is not reflected in the Statements of Financial Position.

#### *Movements of participating shares*

The following table shows the movement in participating shares during the year ended 30 September 2025.

	Number of shares at 30 September 2024	Issued during the year	Redeemed during the year	Number of shares at 30 September 2025
US Dollar Bond Class - Class A Shares	128,998	10,859	(28,395)	111,462
US Dollar Bond Class - Class B Shares	104,060	–	(42,831)	61,229
US Dollar Bond Class - Class C Shares	12,598	2,946	(2,772)	12,772
US Dollar Bond Class - Class P Shares	13,038	–	–	13,038
US Dollar Bond Class - Class X Shares	14,064,998	1,582,399	(2,046,790)	13,600,607
Sterling Bond Class - Class A Shares	22,480	197	(5,006)	17,671
Sterling Bond Class - Class B Shares	12,952	–	–	12,952
Sterling Bond Class - Class P Shares	10,250	1,924	(1)	12,173
Sterling Bond Class - Class X Shares	2,993,041	298,085	(438,993)	2,852,133
US Dollar Enhanced Income Class - Class B Shares	26,523	3,809	(3,088)	27,244
US Dollar Enhanced Income Class - Class C Shares	18,675	26,971	(1,380)	44,266
US Dollar Enhanced Income Class - Class P Shares	13,038	9,512	–	22,550
US Dollar Enhanced Income Class - Class X Shares	6,957,883	3,965,614	(2,630,923)	8,292,574



# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 5. Share capital (continued)

The following table shows the movement in participating shares during the year ended 30 September 2024.

	Number of shares at 30 September 2023	Issued during the year	Redeemed during the year	Number of shares at 30 September 2024
US Dollar Bond Class - Class A Shares	173,230	(10,230)	(34,002)	128,998
US Dollar Bond Class - Class B Shares	118,533	3,193	(17,666)	104,060
US Dollar Bond Class - Class C Shares	1,128	12,613	(1,143)	12,598
US Dollar Bond Class - Class P Shares*	–	13,038	–	13,038
US Dollar Bond Class - Class X Shares	12,203,898	3,756,157	(1,895,057)	14,064,998
Sterling Bond Class - Class A Shares	25,614	(1,443)	(1,691)	22,480
Sterling Bond Class - Class B Shares	26,729	3,330	(17,107)	12,952
Sterling Bond Class - Class P Shares*	–	10,250	–	10,250
Sterling Bond Class - Class X Shares	2,644,357	907,505	(558,821)	2,993,041
US Dollar Enhanced Income Class - Class B Shares	13,849	12,674	–	26,523
US Dollar Enhanced Income Class - Class C Shares	13,849	4,826	–	18,675
US Dollar Enhanced Income Class - Class P Shares*	–	13,038	–	13,038
US Dollar Enhanced Income Class - Class X Shares	5,213,289	3,553,483	(1,808,889)	6,957,883

\*Effective 25 January 2024, US Dollar Bond Class Fund launched US Dollar Bond P Class, Sterling Bond Class Fund launched Sterling Bond P Class and US Dollar Enhanced Income Class Fund launched Enhanced Income USD Class P.

### 6. Related Party Transactions and Other Expenses

The following disclosures are made in accordance with the requirements of Section 33 “Related Party Disclosures” of FRS 102.

STANLIB Fund Managers Jersey Limited (the “Manager”), Melville Douglas Investment Management (Proprietary) Limited (the “Investment Manager”) and all non-independent directors of the Company are related parties of the Company.

The Manager is considered a related party by virtue of its contractual arrangements. The Investment Manager and the directors are considered related parties to the Company as they make key operating decisions for the Company.

The Manager has the primary responsibility for the management and administration of the Company. The Manager has appointed the Investment Manager to provide it with investment management services in relation to the Company. The fees of the Investment Manager are paid by the Manager out of its fees.

For the US Dollar Bond Class and the Sterling Bond Class, the annual management fee payable to the Manager monthly in arrears is calculated as 0.95% of the net asset value of each Class A Shares, 1.05% for the Class B Shares, 0.75% for Class C Shares, 0.55% for Class P Shares and 0.15% for Class X Shares. For the US Dollar Enhanced Income Class, the annual management fee payable to the Manager monthly in arrears is calculated as 0.95% of the net asset value of the Class B Shares, 0.75% for Class C Shares, 0.55% for Class P Shares and 0.15% for Class X Shares.

The above amounts accrue on each subscription day and are payable to the Manager by monthly payments in arrears.

The Custodian has agreed with the Company that it will be paid a fee at the following rates, subject to an overall minimum fee in respect of each Class Fund of USD5,000 per annum.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 6. Related Party Transactions and Other Expenses (continued)

On amounts less than USD50 million 0.035%

On amounts of more than USD50 million, but less than USD100 million 0.025%

On amounts of more than USD100 million, but less than USD500 million 0.010%

On amounts over USD500 million 0.005%

Such fees shall accrue daily and shall be payable to the Custodian by monthly payments in arrears becoming due on the first business day of each month in respect of the preceding month.

The Custodian is also entitled to be reimbursed out of the Class Funds for charges and transaction fees levied on it by the Sub-Custodian and other sub-custodians which shall be at rates which have been negotiated on an arm's length basis or are otherwise on commercial terms.

Michael Farrow is entitled to receive up to GBP29,000 per annum from the Company as director fees. Oliver Sonnbichler, Michael Laws and David Jardine are entitled to receive up to USD10,000 per director per annum from the Company.

For the US Dollar Bond Class directors fees incurred during the year ended 30 September 2025 amounted to USD21,206 (30 September 2024: USD22,485 ) with USD5,615 (30 September 2024: USD5,382) outstanding at the year end.

For the Sterling Bond Class directors fees incurred during the year ended 30 September 2025 amounted to GBP4,059 (30 September 2024: GBP4,352) with GBP1,062 (30 September 2024: GBP1,080) outstanding at the year end.

For the US Dollar Enhanced Income Class directors fees incurred during the year ended 30 September 2025 amounted to USD10,761 (30 September 2024: USD9,361) with USD3,073 (30 September 2024: USD2,618) outstanding at the year end.

The fees incurred during the year ended 30 September 2025 and 30 September 2024 are as disclosed in the Statements of Comprehensive Income with the amounts outstanding at the year end disclosed in the Statements of Financial Position.

### 7. Financial risk management

Consistent with the investment objectives, as noted in the Report of the Directors, the Company's financial instruments comprise mainly equity shares, debt and fixed income securities and collective investment securities. In addition, the Company holds cash, liquid assets and various items such as debtors and creditors that arise directly from its operations.

The main risks arising from the Company's financial instruments are market risk (comprising market price risk, interest rate risk and currency risk), credit risk and liquidity risk. The Board reviews and agrees with the Manager and Investment Manager policies for managing each of these risks and they are summarised below.

#### 7.1. Market risk

Market risk is the risk that the fair value of, or future cash flows arising from, financial instruments will fluctuate because of the changes in market variables. Market risk comprises three types of risks: market price risk, interest rate risk and currency risk.

##### Market price risk

Market price risk arises mainly from uncertainty about future prices of financial instruments used in the Class Funds' business. It represents the potential loss the Company may suffer due to price movements in securities prices.

Market price risk is mainly reduced through diversification. Investment restrictions are in place to ensure that the impact of market price risk is minimised. Full details of the investment restrictions are set out in the Prospectus.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.1. Market risk (continued)

##### Market price risk (continued)

##### Sensitivity analysis

The table below summarises the sensitivity of the Class Funds' net assets attributable to holders of redeemable shares to market price movements. It shows the increase/(decrease) in the net assets attributable to holders of redeemable shares for the Class Funds' given a 5% movement in the underlying investment prices at year end; all other variables remaining constant (5% is considered to be a reasonable possible change in price):

		30 September 2025	30 September 2024
US Dollar Bond Class	USD	8,844,241	8,914,801
Sterling Bond Class	GBP	1,549,039	1,599,346
US Dollar Enhanced Income Class	USD	4,822,328	3,880,759

##### Interest rate risk

Interest rate risk is the risk that the fair value of, or future cash flows arising from, the financial instruments will fluctuate because of changes in market interest rates.

The Company is exposed to interest rate risk, as the instruments held comprise short and long term fixed and floating rate interest investments. Market forces (in terms of a general increase or decrease in interest rates in a particular currency) may therefore have a detrimental or positive effect on the carrying value of its financial instruments and income generated thereon, depending upon the average maturity of the portfolio held.

In accordance with the Class Funds' policy, the Investment Manager and Board of directors monitor the Class Funds' overall interest sensitivity on a regular basis.

The breakdown of the Class Funds' assets as at 30 September 2025 and 30 September 2024 is detailed in Note 7.4 Fair Value Hierarchy. The tables below indicate the weighted average interest received on fixed rate financial assets and the weighted average period for which the rate is fixed:

30 September 2025		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Bond Class	2.35%	5 years

30 September 2024		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Bond Class	1.99%	5 years 2 months

30 September 2025		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
Sterling Bond Class	2.27%	5 years 10 months

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.1. Market risk (continued)

##### Interest rate risk (continued)

30 September 2024		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
Sterling Bond Class	1.56%	5 years 4 months

30 September 2025		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Enhanced Income Class	1.66%	3 months

30 September 2024		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Enhanced Income Class	1.69%	5 months

The below tables show the split between fixed rate financial assets and floating rate financial assets.

#### US Dollar Bond Class 30 September 2025

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	140,468,987	1,582,101	34,304,124	176,355,212
	<u>140,468,987</u>	<u>1,582,101</u>	<u>34,304,124</u>	<u>176,355,212</u>

#### US Dollar Bond Class 30 September 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	141,442,294	1,596,099	36,300,296	179,338,689
	<u>141,442,294</u>	<u>1,596,099</u>	<u>36,300,296</u>	<u>179,338,689</u>

#### Sterling Bond Class 30 September 2025

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
GBP	24,656,691	293,888	6,327,827	31,278,406
	<u>24,656,691</u>	<u>293,888</u>	<u>6,327,827</u>	<u>31,278,406</u>

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.1. Market risk (continued)

##### Interest rate risk (continued)

##### Sterling Bond Class 30 September 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
GBP	25,694,168	–	6,695,741	32,389,909
	<u>25,694,168</u>	<u>–</u>	<u>6,695,741</u>	<u>32,389,909</u>

##### US Dollar Enhanced Income Class 30 September 2025

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	86,718,917	–	10,428,381	97,147,298
	<u>86,718,917</u>	<u>–</u>	<u>10,428,381</u>	<u>97,147,298</u>

##### US Dollar Enhanced Income Class 30 September 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	70,344,030	–	7,643,186	77,987,216
	<u>70,344,030</u>	<u>–</u>	<u>7,643,186</u>	<u>77,987,216</u>

##### Total 30 September 2025

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	260,381,974	1,977,748	53,251,342	315,611,064
	<u>260,381,974</u>	<u>1,977,748</u>	<u>53,251,342</u>	<u>315,611,064</u>

##### Total 30 September 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	246,251,196	1,596,099	52,924,814	300,772,109
	<u>246,251,196</u>	<u>1,596,099</u>	<u>52,924,814</u>	<u>300,772,109</u>

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.1. Market risk (continued)

##### Interest rate risk (continued)

##### Interest rate sensitivity

An increase of 100 basis points in interest rates as at the reporting date would have decreased the net assets attributable to holders of redeemable participating shares for each Class Fund by approximately:

		30 September 2025	30 September 2024
<b>Class Fund</b>			
US Dollar Bond Class	USD	1,420,511	1,430,384
Sterling Bond Class	GBP	249,506	256,942
US Dollar Enhanced Income Class	USD	867,189	703,440

##### Currency risk

Currency risk is the risk that the fair value of, or future cash flows from, financial instruments will fluctuate because of changes in foreign exchange rates.

The Class Funds' assets and liabilities may be denominated in currencies other than the reporting currency of the Class Fund. Therefore the value of such assets and liabilities may be affected favourably or unfavourably by fluctuations in currency rates.

The Company may enter into derivative transactions for the purposes of hedging against currency risk on behalf of the Class Funds, subject to various maximum exposure limits.

The tables below show the currency exposure of each Class Fund as at 30 September 2025 and 30 September 2024.

##### US Dollar Bond Class

Exposure	currency	Investments	Cash	Other net	Total net	% of net
30 September 2025		USD	USD	(liabilities)	assets	assets
				USD	USD	
USD		176,884,825	546,300	(1,075,912)	176,355,212	100.00
		<u>176,884,825</u>	<u>546,300</u>	<u>(1,075,912)</u>	<u>176,355,212</u>	<u>100.00</u>

##### US Dollar Bond Class

Exposure	currency	Investments	Cash	Other net	Total net	% of net
30 September 2024		USD	USD	assets	assets	assets
				USD	USD	
USD		178,296,016	863,351	179,322	179,338,689	100.00
		<u>178,296,016</u>	<u>863,351</u>	<u>179,322</u>	<u>179,338,689</u>	<u>100.00</u>

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.1. Market risk (continued)

##### Currency risk (continued)

##### Sterling Bond Class

Exposure 30 September 2025	currency	Investments GBP	Cash GBP	Other net assets GBP	Total net assets GBP	% of net assets
EUR		609,695	35,085	9,205	653,985	2.09
GBP		27,456,169	10,208	135,097	27,601,474	88.24
USD		2,914,913	85,602	22,432	3,022,947	9.67
		<u>30,980,777</u>	<u>130,895</u>	<u>166,734</u>	<u>31,278,406</u>	<u>100.00</u>

##### Sterling Bond Class

Exposure 30 September 2024	currency	Investments GBP	Cash GBP	Other net assets GBP	Total net assets GBP	% of net assets
EUR		583,013	8,714	8,776	600,503	1.85
GBP		28,526,288	265,505	73,864	28,865,657	89.12
USD		2,877,627	27,792	18,330	2,923,749	9.03
		<u>31,986,928</u>	<u>302,011</u>	<u>100,970</u>	<u>32,389,909</u>	<u>100.00</u>

##### US Dollar Enhanced Income Class

Exposure 30 September 2025	currency	Investments USD	Cash USD	Other net (liabilities) USD	Total net assets USD	% of net assets
USD		96,446,550	2,207,396	(1,506,649)	97,147,298	100.00
		<u>96,446,550</u>	<u>2,207,396</u>	<u>(1,506,649)</u>	<u>97,147,298</u>	<u>100.00</u>

##### US Dollar Enhanced Income Class

Exposure 30 September 2024	currency	Investments USD	Cash USD	Other net assets USD	Total net assets USD	% of net assets
USD		77,615,170	211,456	160,590	77,987,216	100.00
		<u>77,615,170</u>	<u>211,456</u>	<u>160,590</u>	<u>77,987,216</u>	<u>100.00</u>

Currency risk is not managed in its separate form. Significant currency risk arises from the portfolio of investments denominated in foreign currencies and this affects the carrying value of the securities, hence is considered as part of price risk.

The following sensitivity analysis shows the change in the net assets of a Class Fund given a 5% increase or decrease in the value of a foreign currency relative to the Class Funds' reporting currency for all significant foreign currency positions of the Class Fund (5% is considered to be a reasonable possible change in foreign currency rates). US Dollar Bond Class and US Dollar Enhanced Income Class have no foreign currency exposure for the year ended 30 September 2025 and year ended 30 September 2024.



# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.1. Market risk (continued)

##### Currency risk (continued)

Sterling Bond Class		Change in net assets	Change in net assets
		30 September 2025 GBP	30 September 2024 GBP
EUR	+/-5%	32,699	30,025
USD	+/-5%	151,147	146,187

#### 7.2. Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its liabilities as they fall due. This also relates to the risk that the Company may not be able to realise its investments at current market values in time to meet its obligations.

Shareholders have the right to redeem their shares in the Company at every subscription day. The Company therefore needs to have adequate liquid resources to meet these redemptions and the maturity profile of the Company's investments may affect the Company's liability to meet the redemptions if the weighted average days to maturity is longer than the weighted average days to redemption.

Liquidity risk in relation to funding of redemptions is managed by receiving daily notifications of forthcoming redemption notices and ensuring sufficient liquidity within the portfolio. Although substantial redemptions of shares in the Class Funds could require the Class Funds to liquidate their investments more rapidly than otherwise desirable in order to raise cash for the redemptions, the Directors may restrict redemption of shares to no more than 20% of the issued shares of any Share Class on any Dealing Day, with excess requests being scaled back on a pro-rata basis, with the balance being carried forward to the next Dealing Day and so on until all the Shares concerned have been redeemed.

#### 7.3. Credit risk

Credit risk is the risk that counterparties will be unable or unwilling to meet commitments they have entered into with the Class Funds under the contractual or agreed terms. The Class Funds' main credit risk derives from its investments in bonds, term deposits and cash and cash equivalents. The risk mainly arises from the possibility of default from the institutions in paying interest and capital when due and also the inability by the custodians of cash and cash equivalents to make available the cash to the Class Funds on demand.

The risk arising from debtors is considered minimal and therefore not actively managed. Significant debtors arise from outstanding sales receipts. This is controlled by ensuring that securities are not transferred before settlement. Debtors arising from dividends and interest received are not considered material for the purpose of credit risk exposure.

Each Class Fund is restricted to investing no more than 10% of its net asset value in any one issuer and to investing in no more than 10% of the total nominal amount of all issued securities of the same class in the invested corporation. These limits are tested on a daily basis by the Administrator, on a monthly basis by the Manager and confirmation of adherence is received by the Board of Directors on a quarterly basis, in order to demonstrate effective control. The credit ratings of the investments are disclosed in Portfolio Statements (Unaudited).

The Class Funds are not exposed to significant credit risk from the Custodian, Sub-Custodian and banker as all investments of the Class Funds are maintained in a segregated account, which are designated as client assets and are not co-mingled with any proprietary assets of the Custodian. The Class Funds will, however, be exposed to the credit risk of the Custodian, or any depositary used by the Custodian, in relation to the Class Fund's cash held by the Custodian. In event of the insolvency or bankruptcy of the Custodian, the Class Funds will be treated as a general creditor of the Custodian in relation to cash holdings of the Class Funds.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.3. Credit risk (continued)

The Custodian, Apex Financial Services (Corporate) Limited is not rated with Standard & Poor's, Moody's or Fitch.

For the year ended 30 September 2025 the Sub-Custodian and Banker, The Bank of New York Mellon London Branch has a credit rating of AA- (2024: AA-) with Standard & Poor's, Aa2 (2024: Aa2) with Moody's and AA (2024: AA) with Fitch.

#### 7.4. Fair value hierarchy

The FRC issued "Amendments to FRS 102 - Fair value hierarchy disclosures", effective for accounting periods beginning on or after 1 January 2017, with early adoption permitted. FRED 62 proposed to amend paragraphs 34.22 and 34.42 of FRS 102 to require disclosure of financial instruments held at fair value on the basis of a fair value hierarchy consistent with EU-adopted IFRS based on Level 1, 2 and 3 classifications. The Company has availed of early adoption thus the financial statements and comparatives have been prepared in accordance with these amendments and fair value measurement is categorised based on Levels 1, 2 and 3. These amendments did not have any impact on the Funds' financial position or performance.

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted mid-market prices on the year end date or in the case of fund of funds are based on the net asset value per unit.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

FRS 102 requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar financial instruments.

The fair value hierarchy has the following levels:

- Listed prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.4. Fair value hierarchy (continued)

The determination of what constitutes 'observable' requires significant judgement by the Company. The Company considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market.

The following tables analyse within the fair value hierarchy the Companies financial assets measured at fair value at 30 September 2025 and 30 September 2024 in accordance with FRS 102.

#### 30 September 2025

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
<b>US Dollar Bond Class</b>				
Investment Companies	34,833,737	–	–	34,833,737
Corporate Bonds	–	22,789,344	–	22,789,344
Government Bonds	119,261,744	–	–	119,261,744
<b>Total Assets</b>	<b>154,095,481</b>	<b>22,789,344</b>	<b>–</b>	<b>176,884,825</b>

#### 30 September 2024

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
<b>US Dollar Bond Class</b>				
Investment Companies	35,257,623	–	–	35,257,623
Corporate Bonds	–	20,497,308	–	20,497,308
Government Bonds	122,541,085	–	–	122,541,085
<b>Total Assets</b>	<b>157,798,708</b>	<b>20,497,308</b>	<b>–</b>	<b>178,296,016</b>

#### 30 September 2025

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
<b>Sterling Bond Class</b>				
Investment Companies	6,030,198	–	–	6,030,198
Corporate Bonds	–	6,073,060	–	6,073,060
Government Bonds	17,501,758	1,375,761	–	18,877,519
<b>Total Assets</b>	<b>23,531,956</b>	<b>7,448,821</b>	<b>–</b>	<b>30,980,777</b>

#### 30 September 2024

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
<b>Sterling Bond Class</b>				
Investment Companies	6,292,760	–	–	6,292,760
Corporate Bonds	–	7,462,624	–	7,462,624
Government Bonds	18,231,544	–	–	18,231,544
<b>Total Assets</b>	<b>24,524,304</b>	<b>7,462,624</b>	<b>–</b>	<b>31,986,928</b>

#### 30 September 2025

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
<b>US Dollar Enhanced Income Class</b>				
Investment Companies	9,727,633	–	–	9,727,633
Corporate Bonds	–	35,254,806	–	35,254,806
Government Bonds	30,073,008	21,391,103	–	51,464,111
<b>Total Assets</b>	<b>39,800,641</b>	<b>56,645,909</b>	<b>–</b>	<b>96,446,550</b>

# Melville Douglas Income Fund Limited

## Notes to the Financial Statements (continued)

### 7. Financial risk management (continued)

#### 7.4. Fair value hierarchy (continued)

30 September 2024

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
<b>US Dollar Enhanced Income Class</b>				
Investment Companies	7,271,140	–	–	7,271,140
Corporate Bonds	–	32,649,082	–	32,649,082
Government Bonds	35,191,823	2,503,125	–	37,694,948
<b>Total Assets</b>	<b>42,462,963</b>	<b>35,152,207</b>	<b>–</b>	<b>77,615,170</b>

There were no transfers between levels for the financial period ended 30 September 2025. There were no transfers between levels for the financial year ended 30 September 2024.

### 8. Exchange rates

The following exchange rates at 30 September 2025 and 30 September 2024 were used to translate foreign currency assets and liabilities.

#### US Dollar Bond Class and US Dollar Enhanced Income Class

	Year End Exchange Rates		Annual Average Exchange Rates	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
USD/EUR	0.85107	0.89604	0.90415	0.92225
USD/GBP	0.74280	0.74552	0.76544	0.78865

#### Sterling Bond Class

	Year End Exchange Rates		Annual Average Exchange Rates	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
GBP/EUR	1.14575	1.20190	1.18170	1.16918
GBP/USD	1.34625	1.34135	1.30507	1.26739

### 9. Significant events during the year

David Jardine was appointed as a Director for each Funds effective 21 November 2024.

A new prospectus of the fund was issued in March 2025.

There were no other significant events during the year that require disclosure in the financial statements.

### 10. Post statement of financial position events

There were no significant post statement of financial position events that require disclosure in these financial statements.

### 11. Contingent Liabilities

There were no contingent liabilities as at 30 September 2025 or as at 30 September 2024.

### 12. Approval of financial statements

The financial statements were approved by the Directors on 21 January 2026.

# Melville Douglas Income Fund Limited

## Portfolio Statement

### US Dollar Bond Class

As at 30 September 2025

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 100.30% (30 September 2024: 99.42%)</b>					
<b>Investment Companies 19.75% (30 September 2024: 19.66%)</b>					
<b>Ireland</b>					
iShares USD Corp Bond UCITS ETF	157,215	16,160,517	16,321,275	9.26	NR
iShares USD Short Duration Corp Bond UCITS ETF	121,780	12,207,400	12,277,860	6.96	NR
			28,599,135	16.22	
<b>United States</b>					
iShares iBoxx High Yield Corporate Bond ETF	76,795	6,172,469	6,234,602	3.53	NR
			6,234,602	3.53	
<b>Total Investment Companies</b>			<b>34,833,737</b>	<b>19.75</b>	
<b>Corporate Bonds 12.92% (30 September 2024: 11.43%)</b>					
<b>International</b>					
European Investment Bank 4.000% 15/02/2029	8,500,000	8,504,042	8,596,237	4.88	Aaa
Inter-American Development Bank 'GMTN' 1.125% 13/01/2031	9,000,000	8,573,941	7,848,846	4.45	Aaa
			16,445,083	9.33	
<b>United States</b>					
Amazon.com Inc 4.700% 01/12/2032	1,900,000	1,934,544	1,951,659	1.10	A1
JPMorgan Chase & Co FRN 6.087% 23/10/2029	1,500,000	1,545,751	1,582,101	0.90	A1
UnitedHealth Group Inc 2.875% 15/08/2029	1,900,000	1,800,169	1,812,280	1.03	A2
Visa Inc 3.150% 14/12/2025	1,000,000	1,001,444	998,221	0.56	Aa3
			6,344,261	3.59	
<b>Total Corporate Bonds</b>			<b>22,789,344</b>	<b>12.92</b>	
<b>Government Bonds 67.63% (30 September 2024: 68.33%)</b>					
<b>United States</b>					
United States Treasury Bill (Zero Coupon) 0.000% 11/12/2025	6,000,000	5,954,104	5,954,614	3.38	Aa1
United States Treasury Note/Bond 2.250% 15/02/2027	10,960,000	10,922,366	10,753,518	6.10	Aa1
United States Treasury Note/Bond 2.625% 15/02/2029	8,450,000	8,373,241	8,176,679	4.64	Aa1
United States Treasury Note/Bond 1.750% 15/11/2029	26,950,000	25,673,509	24,999,064	14.17	Aa1

# Melville Douglas Income Fund Limited

## Portfolio Statement (continued)

### US Dollar Bond Class (continued)

As at 30 September 2025 (continued)

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 100.30% (30 September 2024: 99.42%) (continued)</b>					
<b>Government Bonds 67.63% (30 September 2024: 68.33%) (continued)</b>					
<b>United States (continued)</b>					
United States Treasury Note/Bond 1.875% 15/02/2032	44,810,000	40,726,340	39,761,904	22.55	Aa1
United States Treasury Note/Bond 3.500% 15/02/2033	30,500,000	29,150,691	29,615,965	16.79	Aa1
			119,261,744	67.63	
<b>Total Government Bonds</b>			<b>119,261,744</b>	<b>67.63</b>	
<b>Total Investments</b>	<b>178,700,528</b>		<b>176,884,825</b>	<b>100.30</b>	
<b>Total Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market</b>			<b>176,884,825</b>	<b>100.30</b>	
Total Investments			176,884,825	100.30	
Net current assets			(529,613)	-0.30	
<b>Total net assets</b>			<b>176,355,212</b>	<b>100.00</b>	

# Melville Douglas Income Fund Limited

## Portfolio Statement (continued)

### Sterling Bond Class

As at 30 September 2025

	Nominal Holding	Cost GBP	Fair Value GBP	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 99.05% (30 September 2024: 98.76%)</b>					
<b>Investment Companies 19.28% (30 September 2024: 19.43%)</b>					
<b>Ireland</b>					
iShares Core GBP Corp Bond UCITS ETF	24,020	2,930,361	2,915,547	9.32	NR
iShares EUR High Yield Corp Bond UCITS ETF	3,710	333,046	299,277	0.96	NR
iShares GBP Corp Bond 0-5yr UCITS ETF	18,030	1,849,936	1,832,299	5.86	NR
iShares USD High Yield Corp Bond UCITS ETF	186,720	850,054	826,283	2.64	NR
			5,873,406	18.78	
<b>United States</b>					
iShares iBoxx High Yield Corporate Bond ETF	2,600	156,767	156,792	0.50	NR
			156,792	0.50	
<b>Total Investment Companies</b>			<b>6,030,198</b>	<b>19.28</b>	
<b>Corporate Bonds 19.42% (30 September 2024: 23.04%)</b>					
<b>Germany</b>					
Kreditanstalt fuer Wiederaufbau 'EMTN' 3.125% 10/10/2028	347,000	298,572	310,418	0.99	Aaa
<b>International</b>					
European Investment Bank 3.875% 15/03/2028	1,850,000	1,472,744	1,382,360	4.42	Aaa
International Bank for Reconstruction & Development 1.000% 21/12/2029	3,200,000	3,027,624	2,815,136	9.00	Aaa
			4,197,496	13.42	
<b>United Kingdom</b>					
BAT International Finance Plc 'EMTN' 2.250% 26/06/2028	300,000	280,609	282,096	0.90	Baa1
Experian Finance Plc 'EMTN' 3.250% 07/04/2032	300,000	268,253	274,150	0.88	A3
GlaxoSmithKline Capital Plc 'EMTN' 3.375% 20/12/2027	400,000	403,539	393,512	1.26	A2
Unilever Plc 'EMTN' 1.875% 15/09/2029	350,000	322,202	321,500	1.03	A1
			1,271,258	4.07	



# Melville Douglas Income Fund Limited

## Portfolio Statement (continued)

### Sterling Bond Class (continued)

As at 30 September 2025 (continued)

	Nominal Holding	Cost GBP	Fair Value GBP	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 99.05% (30 September 2024: 98.76%) (continued)</b>					
<b>Corporate Bonds 19.42% (30 September 2024: 23.04%) (continued)</b>					
<b>United States</b>					
JPMorgan Chase & Co 'EMTN' FRN 1.895% 28/04/2033	350,000	294,587	293,888	0.94	A1
<b>Total Corporate Bonds</b>			<b>6,073,060</b>	<b>19.42</b>	
<b>Government Bonds 60.35% (30 September 2024: 56.29%)</b>					
<b>United Kingdom</b>					
United Kingdom Gilt 0.875% 22/10/2029	2,015,000	1,850,264	1,785,532	5.71	Aa3
United Kingdom Gilt 1.000% 31/01/2032	11,300,000	9,668,718	9,258,768	29.60	Aa3
United Kingdom Gilt 4.625% 31/01/2034	6,435,000	6,570,270	6,457,458	20.64	Aa3
			<u>17,501,758</u>	<u>55.95</u>	
<b>United States</b>					
United States Treasury Note/Bond 3.500% 30/04/2030	1,870,000	1,428,053	1,375,761	4.40	Aa1
<b>Total Government Bonds</b>			<b>18,877,519</b>	<b>60.35</b>	
<b>Total Investments</b>		<b>32,005,599</b>	<b>30,980,777</b>	<b>99.05</b>	
<b>Total Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market</b>			<b>30,980,777</b>	<b>99.05</b>	
Total Investments			30,980,777	99.05	
Net current assets			<u>297,629</u>	<u>0.95</u>	
<b>Total net assets</b>			<b><u>31,278,406</u></b>	<b><u>100.00</u></b>	

# Melville Douglas Income Fund Limited

## Portfolio Statement (continued)

### US Dollar Enhanced Income Class

As at 30 September 2025

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 99.28% (30 September 2024: 99.52%)</b>					
<b>Investment Companies 10.01% (30 September 2024: 9.32%)</b>					
<b>Ireland</b>					
iShares USD Short Duration Corp Bond UCITS ETF	55,800	5,705,260	5,625,756	5.79	NR
iShares iBonds Dec 2025 Term USD Corp UCITS ETF	24,850	2,579,380	2,774,502	2.86	NR
			8,400,258	8.65	
<b>United States</b>					
iShares iBoxx High Yield Corporate Bond ETF	16,350	1,293,851	1,327,375	1.36	NR
			1,327,375	1.36	
<b>Total Investment Companies</b>			<b>9,727,633</b>	<b>10.01</b>	
<b>Corporate Bonds 36.29% (30 September 2024: 41.86%)</b>					
<b>British Virgin Islands</b>					
TSMC Global Ltd 'REGS' 1.250% 23/04/2026	1,000,000	984,762	984,181	1.01	Aa3
<b>Germany</b>					
Kreditanstalt fuer Wiederaufbau 0.625% 22/01/2026	1,000,000	989,663	989,677	1.02	Aaa
Kreditanstalt fuer Wiederaufbau 5.000% 16/03/2026	5,000,000	5,021,587	5,022,923	5.17	Aaa
			6,012,600	6.19	
<b>India</b>					
HDFC Bank Ltd/Gandhinagar 'EMTN' 5.686% 02/03/2026	2,500,000	2,509,398	2,513,800	2.59	Baa3
<b>International</b>					
Asian Development Bank 'GMTN' 1.000% 14/04/2026	5,600,000	5,500,736	5,514,362	5.68	Aaa
Inter-American Development Bank 'GMTN' 0.875% 20/04/2026	4,000,000	3,924,804	3,935,120	4.05	Aaa
International Bank for Reconstruction & Development 0.500% 28/10/2025	5,931,000	5,913,548	5,914,648	6.09	Aaa
			15,364,130	15.82	
<b>United States</b>					
Booking Holdings Inc 3.600% 01/06/2026	2,500,000	2,486,339	2,490,856	2.56	A3
Fiserv Inc 3.200% 01/07/2026	2,000,000	1,977,268	1,986,856	2.04	Baa2
Starbucks Corp 4.750% 15/02/2026	950,000	950,874	951,307	0.98	Baa1

# Melville Douglas Income Fund Limited

## Portfolio Statement (continued)

### US Dollar Enhanced Income Class (continued)

As at 30 September 2025 (continued)

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 99.28% (30 September 2024: 99.52%) (continued)</b>					
<b>Corporate Bonds 36.29% (30 September 2024: 41.86%) (continued)</b>					
<b>United States (continued)</b>					
UnitedHealth Group Inc 1.150% 15/05/2026	2,500,000	2,450,664	2,455,524	2.53	A2
Visa Inc 3.150% 14/12/2025	2,500,000	2,493,680	2,495,552	2.57	Aa3
			10,380,095	10.68	
<b>Total Corporate Bonds</b>			<b>35,254,806</b>	<b>36.29</b>	
<b>Government Bonds 52.98% (30 September 2024: 48.34%)</b>					
<b>International</b>					
Asian Development Bank 4.250% 09/01/2026	2,200,000	2,200,077	2,201,445	2.27	Aaa
European Bank for Reconstruction & Development 'GMTN' 0.500% 25/11/2025	7,300,000	7,258,660	7,259,653	7.47	Aa1
European Investment Bank 0.375% 15/12/2025	1,126,000	1,117,306	1,117,433	1.15	Aaa
Inter-American Development Bank 'GMTN' 4.500% 15/05/2026	3,000,000	3,010,124	3,011,237	3.10	Aaa
			13,589,768	13.99	
<b>Netherlands</b>					
BNG Bank NV 'REGS' 3.625% 01/10/2026	3,000,000	2,978,034	2,992,815	3.08	Aaa
<b>South Africa</b>					
Republic of South Africa Government International Bond 4.875% 14/04/2026	4,800,000	4,793,425	4,808,520	4.95	Ba2
<b>United States</b>					
United States Treasury Bill (Zero Coupon) 0.000% 30/10/2025	4,300,000	4,286,098	4,285,987	4.41	Aaa
United States Treasury Bill (Zero Coupon) 0.000% 14/10/2025	1,800,000	1,797,301	1,797,380	1.85	Aaa
United States Treasury Bill (Zero Coupon) 0.000% 06/11/2025	14,000,000	13,943,776	13,943,683	14.36	Aaa
United States Treasury Bill (Zero Coupon) 0.000% 18/11/2025	2,200,000	2,188,439	2,188,339	2.25	Aaa
United States Treasury Bill (Zero Coupon) 0.000% 25/11/2025	3,900,000	3,875,560	3,876,240	3.99	Aaa

# Melville Douglas Income Fund Limited

## Portfolio Statement (continued)

### US Dollar Enhanced Income Class (continued)

As at 30 September 2025 (continued)

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
<b>Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 99.28% (30 September 2024: 99.52%) (continued)</b>					
<b>Government Bonds 52.98% (30 September 2024: 48.34%) (continued) United States (continued)</b>					
United States Treasury Bill (Zero Coupon) 0.000% 12/11/2025	4,000,000	3,980,150	3,981,379	4.10	Aaa
			30,073,008	30.96	
<b>Total Government Bonds</b>			<b>51,464,111</b>	<b>52.98</b>	
<b>Total Investments</b>		<b>96,210,764</b>	<b>96,446,550</b>	<b>99.28</b>	
<b>Total Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market</b>			<b>96,446,550</b>	<b>99.28</b>	
Total Investments			96,446,550	99.28	
Net current assets			700,748	0.72	
<b>Total net assets</b>			<b>97,147,298</b>	<b>100.00</b>	

# Melville Douglas Income Fund Limited

## Fund Statistics (Unaudited)

US Dollar Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class A Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
30 September 2013	53,445,275	162.17	0.04	329,555	162.46	161.25
30 September 2014	45,496,949	162.32	0.09	280,287	163.05	161.83
30 September 2015	42,502,879	163.53	0.75	259,915	163.83	162.30
30 September 2016	60,525,172	165.53	1.22	365,634	165.79	162.95
30 September 2017	56,088,297	165.20	(0.20)	339,521	166.54	163.13
30 September 2018	48,438,116	162.82	(1.44)	297,488	165.41	161.64
30 September 2019	44,264,784	172.14	5.72	257,144	173.30	162.23
30 September 2020	39,693,089	180.10	4.62	220,400	180.79	171.27
30 September 2021	33,354,382	177.62	(1.38)	187,786	180.22	176.74
30 September 2022	27,039,974	159.57	(10.16)	169,459	177.88	158.46
30 September 2023	27,536,570	158.96	(0.38)	173,230	166.04	157.38
30 September 2024	22,306,531	172.92	8.78	128,998	173.75	156.26
30 September 2025	19,770,828	177.38	2.58	111,463	178.19	166.62

US Dollar Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class B Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (1 March 2018)	16,698	10.00	-	1,667	-	-
30 September 2018	33,287	10.00	-	3,329	10.05	9.94
30 September 2019	100,177	10.54	5.40	9,505	10.61	9.96
30 September 2020	1,515,654	11.00	4.36	137,826	11.04	10.48
30 September 2021	2,963,379	10.83	(1.55)	273,505	11.00	10.79
30 September 2022	2,147,078	9.72	(10.25)	220,805	10.85	9.66
30 September 2023	1,147,068	9.68	(0.41)	118,533	10.11	9.59
30 September 2024	1,094,363	10.52	8.68	104,060	10.57	9.51
30 September 2025	659,858	10.78	2.47	61,230	10.83	10.13

US Dollar Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class C Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (2 June 2020)	2,809	10.00	-	281	-	-
30 September 2020	149,428	10.03	0.40	14,905	10.06	9.96
30 September 2021	3,182	9.91	(1.20)	321	10.04	9.85
30 September 2022	10,337	8.92	(9.99)	1,159	9.92	8.86
30 September 2023	10,042	8.91	(0.11)	1,128	9.29	8.80
30 September 2024	122,245	9.70	8.87	12,598	9.75	8.76
30 September 2025	127,377	9.97	2.78	12,771	10.02	9.36

US Dollar Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class P Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (25 January 2024)	130,282	9.99	-	13,038	-	-
30 September 2024	136,575	10.47	4.80	13,038	10.52	9.81
30 September 2025	140,655	10.79	3.06	13,038	10.84	10.10

# Melville Douglas Income Fund Limited

## Fund Statistics (Unaudited) (continued)

US Dollar Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class X Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (17 October 2017)	19,991	10.00	-	2,000	-	-
30 September 2018	2,423,942	9.93	(0.67)	244,024	10.01	9.83
30 September 2019	24,087,477	10.59	6.65	2,275,322	10.65	9.90
30 September 2020	31,255,274	11.16	5.38	2,799,487	11.19	10.54
30 September 2021	38,993,271	11.10	(0.54)	3,513,060	11.19	11.00
30 September 2022	58,790,285	10.05	(9.46)	5,848,883	11.12	9.98
30 September 2023	123,180,119	10.09	0.42	12,203,898	10.51	9.92
30 September 2024	155,678,975	11.07	9.71	14,064,998	11.12	9.93
30 September 2025	155,656,495	11.44	3.34	13,600,607	11.49	10.69
Sterling Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class A Shares</b>	<b>GBP</b>	<b>GBP</b>			<b>GBP</b>	<b>GBP</b>
30 September 2013	5,590,371	115.88	(1.39)	48,241	117.60	115.86
30 September 2014	4,379,848	115.56	(0.28)	37,901	116.09	114.48
30 September 2015	3,380,232	116.09	0.46	29,118	117.86	115.78
30 September 2016	4,423,035	120.59	3.88	36,678	120.87	115.83
30 September 2017	3,981,347	119.01	(1.31)	33,453	121.01	118.94
30 September 2018	3,961,270	117.91	(0.92)	33,597	119.55	116.70
30 September 2019	4,357,568	121.53	3.07	35,855	121.98	117.35
30 September 2020	5,411,332	122.13	0.49	44,308	122.79	119.42
30 September 2021	3,853,915	119.28	(2.33)	32,309	122.65	119.28
30 September 2022	3,175,825	103.40	(13.42)	30,713	119.91	102.66
30 September 2023	2,715,230	106.01	2.52	25,614	110.10	102.47
30 September 2024	2,515,574	111.90	5.56	22,480	113.23	104.90
30 September 2025	2,014,567	114.00	1.88	17,672	114.50	109.86
Sterling Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class B Shares</b>	<b>GBP</b>	<b>GBP</b>			<b>GBP</b>	<b>GBP</b>
At launch (12 May 2020)	42,955	10.0	-	4,292	-	-
30 September 2020	109,404	10.00	-	10,935	10.06	9.97
30 September 2021	303,356	9.76	(2.40)	31,076	10.04	9.76
30 September 2022	225,957	8.45	(13.39)	26,729	9.81	8.39
30 September 2023	231,414	8.66	2.42	26,729	9.00	8.37
30 September 2024	118,253	9.13	5.43	12,952	9.24	8.57
30 September 2025	120,350	9.29	1.75	12,952	9.33	8.96
Sterling Bond Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class C Shares**</b>	<b>GBP</b>	<b>GBP</b>			<b>GBP</b>	<b>GBP</b>
At launch (14 September 2020)	81,887	10.00	-	8,194	-	-
30 September 2020	81,682	9.97	(0.20)	8,194	10.00	9.97
At redemption (2 September 2021)	80,669	9.84	(1.30)	8,194	10.01	9.76

# Melville Douglas Income Fund Limited

## Fund Statistics (Unaudited) (continued)

<b>Sterling Bond Class</b>	<b>Net asset value</b>	<b>Net asset value per share</b>	<b>% change in year</b>	<b>Number of shares in issue</b>	<b>Highest* price</b>	<b>Lowest* price</b>
<b>Class P Shares</b>	<b>GBP</b>	<b>GBP</b>			<b>GBP</b>	<b>GBP</b>
At launch (25 January 2024)	102,582	10.00	-	10,250	-	-
30 September 2024	105,110	10.25	2.50	10,250	10.37	9.93
30 September 2025	127,675	10.49	2.34	12,173	10.53	10.07
<b>Sterling Bond Class</b>	<b>Net asset value</b>	<b>Net asset value per share</b>	<b>% change in year</b>	<b>Number of shares in issue</b>	<b>Highest* price</b>	<b>Lowest* price</b>
<b>Class X Shares</b>	<b>GBP</b>	<b>GBP</b>			<b>GBP</b>	<b>GBP</b>
At launch (28 August 2018)	654,322	10.00	-	65,460	-	-
30 September 2018	776,389	9.95	(0.50)	78,041	10.00	9.92
30 September 2019	4,749,764	10.34	3.92	459,480	10.37	9.90
30 September 2020	8,680,598	10.47	1.26	828,962	10.51	10.18
30 September 2021	13,128,608	10.31	(1.53)	1,273,439	10.53	10.29
30 September 2022	18,224,600	9.01	(12.62)	2,022,960	10.38	8.94
30 September 2023	24,617,939	9.31	3.34	2,644,357	9.62	8.93
30 September 2024	29,650,973	9.91	6.44	2,993,041	10.02	9.22
30 September 2025	29,015,814	10.17	2.62	2,852,133	10.21	9.74
<b>US Dollar Enhanced Income Class</b>	<b>Net asset value</b>	<b>Net asset value per share</b>	<b>% change in year</b>	<b>Number of shares in issue</b>	<b>Highest* price</b>	<b>Lowest* price</b>
<b>Class B Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (4 August 2023)	138,493	10.00	-	13,849	-	-
30 September 2023	139,232	10.05	0.50	13,849	10.05	10.01
30 September 2024	279,963	10.56	5.07	26,523	10.56	10.04
30 September 2025	297,369	10.91	3.31	27,244	10.91	10.55
<b>US Dollar Enhanced Income Class</b>	<b>Net asset value</b>	<b>Net asset value per share</b>	<b>% change in year</b>	<b>Number of shares in issue</b>	<b>Highest* price</b>	<b>Lowest* price</b>
<b>Class C Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (4 August 2023)	138,493	10.00	-	13,849	-	-
30 September 2023	139,275	10.06	0.60	13,849	10.06	10.01
30 September 2024	197,579	10.58	5.17	18,675	10.58	10.05
30 September 2025	485,246	10.96	3.59	44,265	10.96	10.57

# Melville Douglas Income Fund Limited

## Fund Statistics (Unaudited) (continued)

US Dollar Enhanced Income Class	Net asset value	Net asset value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class P Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (25 January 2024)	130,378	10.00	-	13,038	-	-
30 September 2024	134,682	10.33	3.30	13,038	10.33	10.00
30 September 2025	241,839	10.72	3.78	22,551	10.72	10.32

US Dollar Enhanced Income Class	Net asset value	value per share	% change in year	Number of shares in issue	Highest* price	Lowest* price
<b>Class X Shares</b>	<b>USD</b>	<b>USD</b>			<b>USD</b>	<b>USD</b>
At launch (14 March 2019)	30,286,472	10.00	-	3,028,647	-	-
30 September 2019	35,482,312	10.13	1.30	3,503,203	10.13	9.99
30 September 2020	52,881,286	10.26	1.28	5,152,593	10.27	10.13
30 September 2021	61,319,127	10.30	0.39	5,956,135	10.30	10.26
30 September 2022	56,904,153	10.11	(1.84)	5,626,238	10.29	10.10
30 September 2023	54,774,967	10.51	3.88	5,213,289	10.51	10.11
30 September 2024	77,374,992	11.12	5.80	6,957,883	11.12	10.50
30 September 2025	96,122,843	11.59	4.23	8,292,574	11.59	11.12

\*Prior to 30 September 2016 the highest price/lowest price was based on the reported net asset value for shareholder dealing which may be different from the financial statements.

\*\*Share class was fully redeemed on 2 September 2021.

The performance data in this table covers the year from incorporation by way of a continuance in Jersey, to date. Performance data for previous periods can be found in the fact sheets issued by the Investment Manager.



# Melville Douglas Income Fund Limited

## Other Information (Unaudited)

### Total Expense Ratios (Unaudited)

The Total Expense Ratio ("TER") is calculated and disclosed as per the guidelines issued by the Investment Management Association. The ratio expresses the sum of all costs charged on an ongoing basis to the Class Funds taken retrospectively as a percentage of the Class Fund's average net assets. For clarity, when the Class Fund is investing in other funds, the ongoing cost of these funds is not incorporated in the calculation of the TER.

	30 September 2025	30 September 2024
US Dollar Bond Class - Class A Shares	1.02%	1.02%
US Dollar Bond Class - Class B Shares	1.12%	1.12%
US Dollar Bond Class - Class C Shares	0.82%	0.81%
US Dollar Bond Class - Class P Shares*	0.62%	0.62%
US Dollar Bond Class - Class X Shares	0.22%	0.22%
Sterling Bond Class - Class A Shares	1.03%	1.04%
Sterling Bond Class - Class B Shares	1.13%	1.14%
Sterling Bond Class - Class P Shares*	0.63%	0.64%
Sterling Bond Class - Class X Shares	0.23%	0.24%
US Dollar Enhanced Income Class - Class B Shares	1.03%	1.03%
US Dollar Enhanced Income Class - Class C Shares	0.83%	0.83%
US Dollar Enhanced Income Class - Class P Shares	0.63%	0.63%
US Dollar Enhanced Income Class - Class X Shares	0.23%	0.23%

\*Effective 25 January 2024, US Dollar Bond Class Fund, Sterling Bond Class Fund and US Dollar Enhanced Income Class Fund launched US Dollar Bond Class P shares, Sterling Bond Class P and Enhanced Income USD Class P shares.

### Investment Purchases, Investment Sales and Commissions (Unaudited)

US Dollar Bond Class	30 September 2025 USD	30 September 2024 USD
Gross purchases in year including transaction costs	82,609,369	96,682,540
Commissions	(1,000)	(750)
Net purchases total	<u>82,608,369</u>	<u>96,681,790</u>
Gross sales in year including transaction costs	85,156,809	78,949,132
Commissions	(1,000)	(150)
Net sales total	<u>85,155,809</u>	<u>78,948,982</u>
Sterling Bond Class	30 September 2025 GBP	30 September 2024 GBP
Gross purchases in year including transaction costs	7,211,478	9,296,024
Commissions	(794)	(394)
Net purchases total	<u>7,210,684</u>	<u>9,295,630</u>
Gross sales in year including transaction costs	8,284,826	5,483,452
Commissions	(826)	(428)
Net sales total	<u>8,284,000</u>	<u>5,483,024</u>

# Melville Douglas Income Fund Limited

## Other Information (Unaudited) (continued)

### Investment Purchases, Investment Sales and Commissions (Unaudited) (continued)

US Dollar Enhanced Income Class	30 September	30 September
	2025	2024
	USD	USD
Gross purchases in year including transaction costs	240,285,807	94,146,874
Commissions	(5,500)	(2,150)
Net purchases total	<u>240,280,307</u>	<u>94,144,724</u>
Gross sales in year including transaction costs	223,592,389	74,387,897
Commissions	(700)	(500)
Net sales total	<u>223,591,689</u>	<u>74,387,397</u>

# Melville Douglas Income Fund Limited

## Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN pursuant to the Articles of Association of Melville Douglas Income Fund Limited (the "Company") that the Annual General Meeting of the Company will take place on 11 February 2026 at Standard Bank House, 47-49 La Motte Street, St. Helier, Jersey, Channel Islands at 2.15 p.m. for the purpose of considering and, if thought fit, passing the following Resolutions:

### Ordinary resolution

1. To receive and adopt the audited financial statements for the year ended 30 September 2025 together with the reports of the Directors and Independent Auditor thereon.
2. To re-elect Mr Michael Laws, Mr Michael Farrow, Mr Oliver Sonnbichler and Mr David Jardine as Directors of the Company.
3. To fix the remuneration of the Directors at up to £29,000 (Chair) and up to \$10,000 each (other Directors) per year for the forthcoming year.
4. To re-appoint PricewaterhouseCoopers, Ireland as auditors of the Company and authorise the directors to agree the auditors' remuneration.

**By order of the board**  
**STANLIB Fund Managers Jersey Limited**  
**Secretary**  
**21 January 2026**

### Notes

1. A member entitled to attend and vote is entitled to appoint one or more proxies to attend and vote in his stead. A proxy need not be a member of the Company.
2. To be valid this proxy form must be completed and deposited at the registered office of the Company not less than 48 hours before the time fixed for the meeting.
3. If the shareholder is a corporation the form must be executed either under its common seal or under the hand of an officer or attorney so authorised.
4. In the case of joint holders, the signature of any one joint holder will be sufficient, but the names of all joint holders should be stated.

The Secretary  
Melville Douglas Income Fund Limited  
Standard Bank House  
47-49 La Motte Street  
St. Helier  
Jersey  
JE2 4SZ

Melville Douglas Income Fund Limited (the “Company”)

Form of Proxy

Please complete in block capitals I/We .....

Complete only if Special proxy desired. (See Note a. below) being a holder(s) of.....Participating shares in the capital of the Company hereby appoint the Chairman of the Meeting or failing him:

as my/our proxy to vote for me/us on my/our behalf at the Annual General Meeting of the Company to be held on 11 February 2026 at 2.15 p.m. and at any adjournments thereof, in the following manner:

Resolutions  
\*Strike out whatever is not desired

Ordinary Resolution	No 1	For/Against*
	No 2	For/Against*
	No 3	For/Against*
	No 4	For/Against*

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2026

Signature \_\_\_\_\_

- a. If you desire to appoint a proxy other than indicated above, please delete the appropriate words and insert the name and address of your proxy

c. To be valid, the proxy must be lodged with the secretary of the Company 48 hours prior to the time of the meeting
- b. Unless otherwise instructed, the proxy will vote or abstain from voting as he thinks fit in relation to the resolutions referred to above

d. A corporation should complete this form under its common seal or under the hand of a duly authorised officer or attorney