

Phillip Investment Funds

ANNUAL REPORT

Financial year ended 31 December 2025

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Phillip Investment Funds

Directory

Manager

Phillip Capital Management (S) Ltd
250 North Bridge Road, #06-00,
Raffles City Tower,
Singapore 179101
(Company Registration No. 199905233W)

Directors of the Manager

Lim Hua Min
Jeffrey Lee Chay Khiong
Linus Lim Wen Sheong
Lim Wah Sai
Louis Wong Wai Kit

Trustee & Registrar

BNP Paribas Trust Services Singapore Limited
20 Collyer Quay, #01-01,
Singapore 049319
(Company Registration No. 200800851W)

Custodian and Fund Administrator

BNP Paribas acting through its Singapore Branch
20 Collyer Quay, #01-01,
Singapore 049319
(Company Registration No. T08FC7287D)

Auditors

Ernst & Young LLP
One Raffles Quay,
North Tower, Level 18,
Singapore 048583

Solicitors to the Manager

Chan & Goh LLP
8 Eu Tong Sen Street,
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Solicitors to the Trustee

Dentons Rodyk & Davidson LLP
80 Raffles Place,
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Singapore 048624

Phillip Investment Funds

Manager's Investment Report

Phillip Money Market Fund

For the full year ending 31 December 2025, the fund generated a net return of 1.82%, outperforming the bank savings deposit rate of 0.41% over the same period.

As of 31 December 2025, the portfolio's Weighted Average Maturity ("WAM") stood at 73 days, compared with 36 days in the previous year. During the second half of 2025, rate markets were less volatile compared to the earlier half amid easing of geopolitical and tariff uncertainties, commencement of policy rate cuts by central banks and solid economic growth data. The Fund maintained sufficient liquidity, achieved through short-term deposit placements and short-term bond issues, where the Fund benefited from still high short-term yields. The Fund was primarily invested in high-quality issuers within the Asian region and placed deposits with high-quality bank counterparties.

As of December 2025, the SGD Singapore Overnight Rate Average ("SORA") for one month was 1.18%, down from the 2.96% at the end 2024. Similarly, the SGD SORA for three months was 1.19% compared with 3.07% recorded for the end of 2024.

Based on economic data released by the Ministry of Trade and Industry ("MTI") in mid-February 2026, the Singapore economy expanded by 5.0% year-on-year ("YoY") for the full year of 2025, decelerating further from the 5.3% YoY expansion recorded for the previous year. Economic expansion was driven by broad-based sources such as manufacturing, construction, and services, up 8.7%, 5.2%, and 4.3% respectively. Manufacturing expanded overall, boosted by strong output from the electronics clusters stemming from strong AI-related demand. Construction also saw better construction activity volumes within private and public projects. Services sector also saw broad-based growth supported by higher output from the wholesale trade and information & communications clusters.

The Monetary Authority of Singapore's ("MAS") core inflation measure came in at 1.0% YoY for January 2026, decelerating from 1.2% in December 2025 due to lower inflation in services. Headline consumer prices increased to 1.4% compared to 1.2% in the previous month, as higher accommodation costs mitigated the decline for core inflation and private transportation costs. The MAS has also maintained the slope of the SGD Nominal Effective Exchange Rate ("SGD NEER") during the most recent January 2026 Monetary Policy Statement, while implementing no changes to both level and width of the policy band.

Outlook

According to the MTI's announcement in February 2026, Singapore's economic growth outlook for 2026 had been revised higher to be between the 2.0% to 4.0% range, compared to the previous guidance of 1.0% to 3.0% range provided in November 2025. While the global economic growth data have held up in the recent quarters despite tariff implementation, the positive growth momentum will be expected to sustain into 2026 on the back of the AI investment boom, expansionary fiscal policies and accommodative financial conditions.

With the MAS indicating during its Monetary Policy Statement in January 2026 that the adjusted monetary policy stance is sufficient in ensuring medium-term price stability. Despite expectations of upside to services unit labour costs, imported inflation is largely well-contained alongside weakening in global oil and food commodity prices. As such, the MAS deemed the existing policy stance sufficient to ensure medium-term price stability. However, full-year forecast for both headline and core inflation has been revised upwards to 1.0% to 2.0%, reflecting the expectations for a higher core inflation component.

We expect short-term interest rates to be maintained at the current level, while observing the US Federal Reserve for policy action given the degree of uncertainty regarding the inflationary outlook under the new administration. Credit fundamentals are still healthy among high-quality Singapore sovereign, Asian corporate bond issuers, and bank counterparties while offering an attractive yield level.

Manager's Investment Report

Sustainable Reserve Fund

The Fund generated a robust net return of 3.71% for the full year ending 31 December 2025. The performance represents a significant alpha of 233 basis points over its benchmark (6-month compounded Singapore Overnight Rate Average ("SORA") which returned 1.48%.

Our long-term track record remains consistent; since inception, the Fund has achieved an annualised return of 3.91%, steadily beat the benchmark's 2.05%. This outperformance underscores our ability to navigate the shifting interest rate environment in Singapore while maintaining a focus on risk-adjusted returns.

A key driver of our strategy this year was the tactical adjustment of the portfolio's Weighted Average Duration (WAD). As of 31 December 2025, the portfolio's weighted average duration stood at 2.91 years compared to 1.89 years during the same period last year.

This extension reflects a deliberate move to lock in higher yields and position the portfolio to benefit from capital appreciation as the interest rate cycle matures. By increasing our sensitivity to rate movements, the Fund is better positioned to capture gains should SORA rates stabilize or trend lower in the coming year.

Market Review

The second half of 2025 saw markets move from the immediate shock of "Liberation Day" to a more measured digestion of its macroeconomic consequences. Trading turned choppy and more range-bound as investors weighed slowing global growth against still-elevated inflation and persistent policy uncertainty. Stagflation concerns remained a central theme, with softer US survey and labour-market data offset by sticky services inflation and widening fiscal pressures. The Federal Reserve continued to navigate a difficult balance between supporting growth and containing inflation, keeping rate-cut expectations volatile through year-end.

In US rates, the modest post-April steepening extended into the second half, driven largely by higher term premia rather than improved growth prospects. Short-end yields eased as markets priced in a higher probability of 2026 rate cuts, while long-end yields stayed elevated amid concerns over inflation persistence, heavy Treasury supply, and weaker demand from foreign official buyers. This dynamic kept duration volatility elevated and reinforced the view that the curve's shape reflected risk compensation rather than optimism about the economic outlook.

While US and European bond indices saw uneven performance due to shifting inflation expectations, SGD bonds remained one of the strongest-performing major bond markets globally in FY 2025. Amidst global uncertainty, a resilient Singapore's AAA-rated sovereignty attracted significant capital inflows.–

Robust demand for high-quality Asian fixed income helped a supportive floor for high-quality Asian fixed income provided a supportive floor for bond prices throughout the year.

In Singapore, AI-driven investment flows reinforced the resilience of domestic growth and underpinned demand for high-quality local credit, adding another layer of support to SGD assets.

Market Outlook and Strategy

As we enter 2026, the global fixed-income landscape is shifting from a period of aggressive easing to one of stabilisation. After the dramatic decline of 2025 which saw the 3-month compounded SORA fall from nearly 3.0% to approximately 1.2% we anticipate that Singapore interest rates are approaching a cyclical floor. Some analysts expect SORA to drift back toward 1.5% through the year 2026 as domestic conditions firm and funding markets normalise. While the US Federal Reserve may deliver further modest cuts, much of this easing has already been "priced in" by Singapore's liquid interbank market. We expect the pace of decline to slow significantly compared to the volatility of 2025.

Phillip Investment Funds

The Monetary Authority of Singapore (MAS) entered 2026 with a neutral-to-cautious stance. While they eased policy twice in early 2025 to support growth, the current focus has shifted toward managing a "near-trend" GDP growth pace.

Singapore's GDP growth forecast has been revised upward by MTI from around 2% to as high as 4%, supported largely by continued AI-driven investment activity and resilient services demand. Core inflation is projected to hover between 1.0% and 2.0% in 2026. This modest upward normalisation suggests that MAS is unlikely to pursue further aggressive easing unless global trade headwinds intensify unexpectedly.

The Singapore Dollar remains a preferred "safe haven" asset. Continued capital inflows into Singapore's financial markets are likely to maintain high domestic liquidity, which provides a supportive backdrop for SGD-denominated bond prices. Currency allocation will remain centred on SGD assets, which continue to offer relative stability due to MAS's managed exchange-rate regime and the lower pass-through from US rate changes.

With rates expected to stay range-bound, this environment argues for a strategy anchored to the primary source of return for the Fund will shift from capital gains (driven by falling rates) to income (the income generated from holding bonds).

Our decision to maintain a higher duration of **2.91 years** (relative to the previous year) allows the Fund to lock in these current yields. In a stabilising environment, this positioning provides a superior income profile compared to shorter-term cash proxies, which will see their yields reset lower as older, higher-yielding instruments mature.

As in 2025, we will closely monitor developments in the US, China, and the broader ASEAN region for potential spillover effects, and we will not hesitate to hedge or reduce exposures where headline or policy risks become asymmetric.

We remain vigilant regarding global trade tensions and potential shifts in US fiscal policy, which could introduce fresh volatility into the "long end" of the yield curve. Our strategy remains flexible, allowing us to trim duration should inflationary pressures re-emerge more strongly than anticipated.

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

The following contains additional information relating to the Sub-Funds.

1. Distribution of investments

Please refer to the Statements of Portfolio on pages 23 to 30.

2. Schedule of investments by asset class

Phillip Money Market Fund

Asset Class	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
Debt securities	1,281,898,083	52.98
Quoted investment funds	172,487,824	7.13
Fixed deposits	686,995,001	28.39
Cash and cash equivalents	258,135,858	10.67
Other net assets	20,199,028	0.83
Net assets attributable to unitholders	<u>2,419,715,794</u>	<u>100.00</u>

Types of Money Market Instruments and Debt Securities

Asset Class	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
Fixed rate notes	1,279,834,597	52.89
Accrued interest on fixed income securities	2,063,486	0.09
	<u>1,281,898,083</u>	<u>52.98</u>

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

2. Schedule of investments by asset class (continued)

Sustainable Reserve Fund

Asset Class	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
Debt securities	14,977,086	97.71
Cash and cash equivalents	358,262	2.34
Other net liabilities	(7,209)	(0.05)
Net assets attributable to unitholders	15,328,139	100.00

Types of Money Market Instruments and Debt Securities

Asset Class	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
Floating rate notes	3,411,734	22.26
Fixed rate notes	11,449,251	74.69
Accrued interest on fixed income securities	116,101	0.76
	14,977,086	97.71

3. Credit rating

i) Debt securities

Phillip Money Market Fund

Asset Class	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
Aa3	28,995,419	1.20
A3	2,003,400	0.08
P-2	146,000,000	6.03
A+*	41,947,551	1.73
A*	22,673,626	0.94
Not Rated	1,038,214,601	42.91
Accrued interest on debt securities	2,063,486	0.09
Portfolio of investments	1,281,898,083	52.98

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

3. Credit rating (continued)

Sustainable Reserve Fund

	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
Aaa	738,902	4.82
Aa2	677,900	4.42
Aa3	250,374	1.63
A1	257,070	1.68
A2	773,086	5.04
A3	765,649	5.00
Baa1	1,506,751	9.83
Baa2	767,040	5.00
Ba1	252,783	1.65
A+*	502,519	3.28
A*	596,125	3.89
BBB*	423,272	2.76
BBB-*	254,115	1.66
Not Rated	7,095,399	46.29
Accrued interest on debt securities	116,101	0.76
Portfolio of investments	14,977,086	97.71

Source of credit rating is from Moody's except for the following:

* Credit rating is from Standard & Poor's

ii) Fixed deposits

Phillip Money Market Fund

	Fair value at 31 December 2025 S\$	Percentage of total net assets attributable to unitholders at 31 December 2025 %
P-1	635,139,281	26.24
P-2	50,000,000	2.07
Accrued interest on fixed deposits	1,855,720	0.08
	686,995,001	28.39

Source of credit rating is from Moody's

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

4. Top 10 holdings

Phillip Money Market Fund

10 largest holdings at 31 December 2025	Fair value at	Percentage of total
	31 December 2025 S\$	net assets attributable to unitholders at 31 December 2025 %
Monetary Authority of Singapore Bill 0% due 08/01/2026	299,919,000	12.39
Monetary Authority of Singapore Bill 0% due 15/01/2026	284,831,850	11.77
Phillip SGD Money Market ETF	172,487,824	7.13
Monetary Authority of Singapore Bill 0% due 02/01/2026	164,000,000	6.78
Monetary Authority of Singapore Bill 0% due 20/02/2026	79,823,200	3.30
Intesa Sanpaolo SPA/London 1.52% due 15/01/2026	70,000,000	2.89
Monetary Authority of Singapore Bill 0% due 29/01/2026	55,931,680	2.31
Monetary Authority of Singapore Bill 0% due 12/02/2026	49,907,500	2.06
Intesa Sanpaolo SPA/London 1.5% due 15/04/2026	47,000,000	1.94
QNB Finance Limited 2.03% due 03/12/2027	37,355,135	1.54

10 largest holdings at 31 December 2024	Fair value at	Percentage of total
	31 December 2024 S\$	net assets attributable to unitholders at 31 December 2024 %
Monetary Authority of Singapore Bill 0% due 17/01/2025	159,784,000	8.62
Monetary Authority of Singapore Bill 0% due 27/02/2025	159,211,200	8.58
Monetary Authority of Singapore Bill 0% due 03/01/2025	149,986,500	8.09
Monetary Authority of Singapore Bill 0% due 10/01/2025	149,892,000	8.08
Monetary Authority of Singapore Bill 0% due 03/02/2025	139,598,200	7.53
Phillip SGD Money Market ETF	126,850,720	6.84
Monetary Authority of Singapore Bill 0% due 13/02/2025	89,665,200	4.83
Bank of Communications Company Limited/Singapore 3.44% due 17/01/2025	59,992,200	3.23
Monetary Authority of Singapore Bill 0% due 06/02/2025	49,844,500	2.69
Intesa Sanpaolo SPA/London 3.3% due 15/10/2025	46,796,726	2.52

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

4. Top 10 holdings (continued)

Sustainable Reserve Fund

10 largest holdings at 31 December 2025	Fair value at	Percentage of total
	31 December 2025 S\$	net assets attributable to unitholders at 31 December 2025 %
Oversea-Chinese Banking Corporation Limited 4.602% due 15/06/2032	516,342	3.37
Misc. Capital Two Labuan Limited 3.75% due 06/04/2027	510,781	3.33
Ascott REIT MTN Private Limited 5% due 18/05/2026	504,045	3.29
Keppel Infrastructure Trust 3% due 01/12/2026	501,999	3.28
Monetary Authority of Singapore Bill 0% due 09/01/2026	499,840	3.26
Keppel Management Limited 2% due 28/05/2026	499,429	3.26
Changi Airport Group Singapore Private Limited 1.88% due 12/05/2031	492,803	3.22
Equinix Asia Financing Corporation Private Limited 2.9% due 15/09/2032	487,179	3.18
Sumitomo Mitsui Banking Corporation/Sydney 4.5061% due 26/11/2029	344,196	2.25
IFAST Corporation Limited 4.328% due 11/06/2029	264,609	1.73

10 largest holdings at 31 December 2024	Fair value at	Percentage of total
	31 December 2024 S\$	net assets attributable to unitholders at 31 December 2024 %
Monetary Authority of Singapore Bill 0% due 03/02/2025	498,578	3.58
GLL IHT Private Limited 3.29% due 26/10/2026	497,750	3.57
Singapore Life Holdings Private Limited 3.375% due 24/02/2031	496,250	3.56
Monetary Authority of Singapore Bill 0% due 17/01/2025	299,595	2.15
Monetary Authority of Singapore Bill 0% due 27/03/2025	297,830	2.14
Australia & New Zealand Banking Group Limited 5.731% due 18/09/2034	274,636	1.97
Kookmin Bank/Singapore 5.46% due 10/03/2025	273,160	1.96
Bank Of China Limited/Hong Kong 0% due 23/01/2025	272,249	1.95
Petronas Capital Limited 3.5% due 18/03/2025	271,883	1.95
Misc. Capital Two Labuan Limited 3.75% due 06/04/2027	265,417	1.90

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

5. Maturity profile of investments

Phillip Money Market Fund

Maturity profile of underlying investments	Fair value at	Percentage of total
	31 December 2025	net assets
	S\$	attributable to
		unitholders at
		31 December 2025
		%
Up to 30 days	874,682,530	36.15
31 - 90 days	233,476,056	9.65
91 - 180 days	306,223,930	12.65
181 - 365 days	319,058,501	13.19
366 - 732 days	231,532,861	9.57
Non-interest bearing	176,407,030	7.29
	<u>2,141,380,908</u>	<u>88.50</u>

6. Exposure to financial derivatives

Sustainable Reserve Fund

	Fair value at	Percentage of	Unrealised	Realised
	31 December	total net assets		
	S\$	attributable to	gains/(losses)	gains/(losses)
		unitholders	S\$	S\$
		31 December		
		%		
Forward foreign exchange contracts	23,198	0.15	23,198	(58,625)

7. Global exposure to financial derivatives

The global exposure to financial derivatives is computed using the commitment approach which is calculated as the sum of:

- a. the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b. the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c. the sum of the values of cash collateral received pursuant to:
 - i. the reduction of exposure to counterparties of OTC financial derivatives; and
 - ii. EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

8. Collateral

Nil

Phillip Investment Funds

Report to Unitholders

Year ended 31 December 2025

9. Amount and percentage of total fund size invested in other unit trusts, mutual funds and collective investment schemes

Please refer to the Statements of Portfolio on pages 23 to 30.

10. Amount and percentage of borrowings of total fund size as at 31 December 2025

Nil.

11. Amount of units created and cancelled for the financial year ended 31 December 2025

	Phillip Money Market Fund	Sustainable Reserve Fund
	S\$	S\$
Total amount of subscriptions	1,934,694,759	3,420,784
Total amount of redemptions	(1,409,105,035)	(2,571,636)

12. Turnover ratio

Please refer to Note 11 of Notes to Financial Statements on page 55 - 56

13. Expense ratio

Please refer to Note 11 of Notes to Financial Statements on page 55 - 56.

14. Performance of Sub-Funds as at 31 December 2025

Phillip Money Market Fund

	Class A SGD	Class I SGD	Class E SGD	Class F (ACC)	Benchmark performance
Cumulative (%)*					
3 months	0.26	0.32	0.37	0.36	0.09
6 months	0.64	0.76	0.85	0.84	0.19
1 year	1.82	2.05	2.25	-	0.44
3 years	8.41	9.12	9.68	-	1.51
5 years	9.78	10.73	-	-	1.81
10 years	14.97	-	-	-	2.61
Since inception **	34.64	14.41	11.54	1.57	6.49
Annualised (%)					
1 year	1.82	2.05	2.25	-	0.44
3 years	2.73	2.95	3.13	-	0.50
5 years	1.88	2.06	-	-	0.36
10 years	1.40	-	-	-	0.26
Since inception **	1.21	1.75	2.41	2.02	0.25

Note: Cumulative returns are calculated in Singapore dollars on a bid to bid basis, with net dividends reinvested. Inception dates for Class A, Class I, Class E and Class F were 16 April 2001, 3 April 2018, 2 June 2021 and 21 March 2025 respectively.

Benchmark: Bank deposit rate

Source: Bloomberg

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

14. Performance of Sub-Funds as at 31 December 2025 (continued)

Sustainable Reserve Fund

	Class A Acc	Class A Dist	Class B Acc	Benchmark performance
Cumulative (%)*				
3 months	-0.01	-	0.02	0.27
6 months	2.44	2.46	2.50	0.63
1 year	3.71	3.71	3.81	1.59
3 years	-	-	-	-
5 years	-	-	-	-
10 years	-	-	-	-
Since inception **	8.62	8.62	9.11	4.58
	-	-	-	-
Annualised (%)				
1 year	3.71	3.71	3.81	1.59
3 years	-	-	-	-
5 years	-	-	-	-
10 years	-	-	-	-
Since inception **	3.89	3.90	4.11	2.09

Note: Cumulative returns are calculated in Singapore dollars on a bid to bid basis, with net dividends reinvested. Inception dates 30 October 2023 for Class A, Class B .
 Benchmark: 6-months Singapore overnight rate average
 Source: Bloomberg

15. Related party transactions

Please refer to Note 10 of Notes to Financial Statements.

16. Any other material information that will adversely impact the valuation of the Sub-Fund.

Nil.

17. For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme ("the underlying scheme") should be disclosed as well.

(i) Top 10 holdings at market value and as percentage of NAV as at 31 December 2025 and 31 December 2024.

Not applicable.

(ii) Expense ratios for the period 31 December 2025 and 31 December 2024.

Not applicable.

(iii) Turnover ratios for the period 31 December 2025 and 31 December 2024.

Not applicable.

Report to Unitholders Year ended 31 December 2025

18. Soft-dollar commissions

The Manager shall be entitled to and intends to receive or enter into soft-dollar commissions or arrangements. The Manager will comply with applicable regulatory and industry standards on soft-dollars. The soft-dollar commissions which the Manager may receive include research and advisory services, economic and political analyses, portfolio analyses including valuation and performance measurements, market analyses, data and quotation services, computer hardware and software or any other information facilities to the extent that they are used to support the investment decision making process, the giving of advice, or the conduct of research or analysis and custodial services in relation to the investments managed for clients. The soft-dollar credits utilised are not allocated on a specific client basis. The brokers also execute trades for other funds managed by the Manager.

The Manager will not accept or enter into soft-dollar commissions/arrangements unless such soft-dollar commissions/arrangements would, in the opinion of the Manager, assist the Manager in its management of clients' funds, provided that the Manager shall ensure at all times that transactions are executed on the best available terms taking into account the relevant market at the time for transactions of the kind and size concerned, and that no unnecessary trades are entered into in order to qualify for such soft-dollar commissions/arrangements.

The Manager does not, and is not entitled to retain cash rebates for its own account in respect of rebates earned when transacting in securities for account of clients' funds.

Phillip Money Market Fund

The Manager did not receive any soft-dollar services in respect of the fund during the year.

Sustainable Reserve Fund

The Manager did not receive any soft-dollar services in respect of the fund during the period.

19. ESG related disclosure

The Sub-Fund, Sustainable Reserve Fund is an "ESG Fund" in accordance with Section A of Circular No. CFC 02/2022: Disclosure and Reporting Guidelines for Retail ESG Funds (the "ESG Circular") issued by the Monetary Authority of Singapore.

Further details on the ESG policies of the Underlying Fund are set out below.

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

Environmental, Social and Governance (“ESG”) Characteristics of Sustainable Reserve Fund (cont’d)

Methodologies (cont’d):

A narrative on how and the extent to which the scheme’s ESG focus has been met during the financial period

The investment objective of Sustainable Reserve Fund (“SRF”) is to achieve income yields enhancement over the 6 months Singapore Overnight Rate Average (“SORA”). SRF adopts Phillip Capital Management (S) Ltd’s (the “Manager”) approach to sustainable investing, by selecting issuers that are committed to and are taking appropriate actions that contribute to a green economy.

SRF invests substantially all of its assets in global fixed income instruments (including short-term interest-bearing debt instruments and bonds), money market instruments and bank deposits (including fixed deposits). The fixed income instruments may be issued by governments, government agencies, companies and supranational. SRF is a short duration bond fund, and its investments will be broadly diversified with no specific industry or sectoral emphasis. The Investment Guidelines in Appendix 1 of the Code on Collective Investment Schemes apply. The benchmark for SRF is the 6 months SORA

The Manager seeks to invest at least 70% of SRF’s total assets in deposits and instruments issued by issuers that the Manager deems to have satisfactory overall ESG rating, utilising the Manager’s ESG integrated investment framework. The Manager determines the overall ESG rating of an issuer through customised use of ESG indicators sourced from an ESG data provider. The aforesaid assessment is performed on a monthly basis. Under specific conditions, the Manager will conduct ESG risk assessment on issuers using the Manager’s proprietary ESG research. As of the financial period end, the Manager has met the ESG objective of the fund.

Action taken by the scheme in attaining the scheme’s ESG focus , including the actual proportion of investments that meet the scheme’s ESG focus

	Quarter 1	Quarter 2	Quarter 3	Quarter 4
At least 70% of its NAV comprises issuers with satisfactory overall ESG rating	92.64%	91.19%	86.03%	86.82%
Maximum 30% invest into other issuers	7.36%	8.81%	13.97%	13.18%

Phillip Investment Funds

Report to Unitholders

Year ended 31 December 2025

Environmental, Social and Governance (“ESG”) Characteristics of Sustainable Reserve Fund (cont’d)

Methodologies (cont’d):

How the ESG focus is measured and monitored, and the related internal or external control mechanisms that are in place to monitor compliance with the scheme’s ESG focus on a continuous basis (including methodologies used to measure the attainment of the scheme’s ESG focus, if any)

Institutional Shareholder Services (“ISS”) is an ESG data provider that the Manager has appointed and the Manager customises the use of ISS ESG data by using up to five (5) indicators from ISS to assess issuers. The five indicators are ESG Corporate Rating, Carbon Risk Rating, Average Peer Emission Intensity, ESG Momentum and Carbon Budget.

ESG Corporate Rating

ESG Corporate Rating assesses the ESG performance of corporate issuers. ESG performance refers to a company’s demonstrated ability to adequately manage material ESG risks, mitigate negative and generate positive social and environmental impacts, and capitalize on opportunities offered by transformation towards sustainable development. ESG Corporate Rating works on a “rating hierarchy” whereby assessments take place at the indicator level only and these scores are aggregated at all higher levels of the rating hierarchy. This assessment draws on a pool of approximately 700 indicators, with a total of approximately 100 assessed indicators per overall rating. The ESG Corporate Rating methodology builds on international frameworks, such as the United Nations (UN) Global Compact Principles and the UN Sustainable Development Goals (SDGs). The methodology also takes into account mandatory and voluntary disclosure standards such as the IFRS Sustainability Disclosure Standards (IFRS S1 and IFRS S2) issued by the International Sustainability Standards Board (ISSB), as well as regulatory changes and technological developments.

Carbon Risk Rating

Carbon Risk Rating is a metric for evaluating how well companies are prepared for a low-carbon economy by looking at how well they manage their climate-related transition risks. This metric is an aggregated score indicating a company’s overall climate-related physical and transition risks, using the company-specific risk exposure as a baseline from which a company can take steps toward better alignment with a low carbon economy.

Average Peer Emission Intensity

The emission intensity approach used for this metric considers direct (Scope 1) and indirect (Scope 2) emissions in the alignment analysis. If the company’s carbon intensity is in line with, or below the carbon intensity for the sector the company is in, the company is considered aligned. If not, the company is considered unaligned.

ESG Momentum

ESG Momentum provides a signal on the year-on-year trend of a rated company’s overall rating (i.e. the ESG Corporate Rating). It is calculated based on the difference between the numerical grade of the current final rating and the numerical grade of the last regular final rating. ESG Momentum is classified into five levels, from significantly negative to significantly positive, depending on the numeric grade change.

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2025

Environmental, Social and Governance (“ESG”) Characteristics of Sustainable Reserve Fund (cont’d)

Methodologies (cont’d):

Carbon Budget

The carbon budget of an issuer is assessed through climate scenario analysis using the International Energy Agency Sustainable Development Scenario (IEA SDS). ISS sets an issuer’s carbon budget by comparing its emission intensity against industry peers. Lower emission intensity relative to industry peers indicates higher efficiency and stronger alignment with industry decarbonisation pathways. Such issuers are assigned higher carbon budgets. Issuers with higher emission intensity relative to industry peers receive lower carbon budgets. The factor then identifies the year in which the issuer’s estimated future carbon emissions are no longer aligned with the issuer’s estimated carbon emissions budget required to be aligned with the IEA SDS.

Under specific conditions, the Manager will conduct ESG risk assessment on an issuer using the Manager’s proprietary ESG research. The research reports produced are internally referred to “ESG Rapid Reports”. This research is based on three (3) research objectives:

- Objective 1 - Managing ESG risk.
- Objective 2 - Mitigating negative externalities.
- Objective 3 - Measuring positive change and impact.

The primary sources of ESG information used for the ESG Rapid Reports are:

- Sustainability reports and annual financial reports of the issuer.
- Information, such as company policies, made publicly available by the issuer.
- Controversial news on the issuer, published by credible and reputable news organisations.

Based on the above information, the ESG Rapid Reports use a scoring system of at least 35 metrics and these metrics are relevant to each of the three research objectives. The overall ESG rating of the issuer, whether satisfactory or unsatisfactory, is determined by the weighted average score of the assessed metrics. This overall ESG rating derived from the Manager’s proprietary ESG research will supersede the overall ESG rating, if any, derived from the ISS indicators.

For the purpose of paragraph 8 of Circular No. CFC 02/2022 Disclosure and Reporting Guidelines for Retail ESG Funds (“ESG Circular”) issued by the Monetary Authority of Singapore, at least two-thirds of the net asset value of the SRF must be invested in issuers that the Manager deems to have satisfactory overall ESG rating. Functioning as the second line of defence, the Manager’s risk management and compliance department conducts ongoing monitoring to ensure that the aforesaid is complied with. The internal audit department acts as the third line of defence.

Phillip Investment Funds

Report to Unitholders

Year ended 31 December 2025

Environmental, Social and Governance (“ESG”) Characteristics of Sustainable Reserve Fund (cont’d)

Methodologies (cont’d):

Sources and usage of ESG data or any assumptions made where data is lacking

The Manager uses up to five (5) indicators from ISS to assess issuers and the five indicators are ESG Corporate Rating, Carbon Risk Rating, Average Peer Emission Intensity, ESG Momentum and Carbon Budget. When these indicators are lacking data for a particular issuer, the Manager takes the conservative approach of assigning an unsatisfactory overall ESG rating to the said issuer.

The Manager uses its proprietary ESG research to assess an issuer if any of the following conditions is met:

1. The issuer is a new underlying investment in the SRF that has scored an unsatisfactory overall ESG rating based on the ISS indicators described above.
2. The issuer is one of the top ten (10) largest holdings in the SRF, irrespective of its overall ESG rating based on the ISS indicators described above.
3. The issuer is named in the high carbon intensity or high nature impact watch list. This watch list is guided by Climate Action 100+ and Nature Action 100. Climate Action 100+ is a global, investor-led initiative that engages 169 companies globally to drive stronger climate governance, reduce greenhouse gas emissions, and improve climate-related disclosures and transition plans. Nature Action 100 is a global, investor-led initiative that engages 100 large companies across eight key sectors that are systemically important for nature and ecosystem services.

The Manager prioritises its proprietary ESG research based on the above order of 1 to 3. The overall ESG rating derived from the Manager’s proprietary ESG research will supersede the overall ESG rating, if any, derived from the ISS indicators.

Due diligence carried out in respect of the ESG-related features of the scheme’s investments

The portfolio is subjected to environmental risk management measures. As part of the due diligence carried out in respect of the ESG-related features of the scheme’s investments, climate scenario analysis is conducted on the portfolio, accounting for both physical and transition risks.

Stakeholder engagement policies (including proxy voting) that can help shape corporate behaviour of companies that the scheme invests in and contribute to the attainment of the scheme’s ESG focus.

Stewardship is an overarching term encompassing the approach that investors take as active and involved owners of the entities in which they invest through voting and engagement. It involves preserving and enhancing the value of assets with which the Manager has been entrusted. It is the use of influence the Manager has as an investor to maximize overall long-term value including the value of common economic, social and environmental assets; on which returns and interests of the Manager’s clients and beneficiaries depend. The Manager delivers this through the Manager’s investment approach and decisions at the firm and fund levels. Stewardship is a consequence of investment to the Manager, where longer-term value creation is the main driver for engagement, not so much short-term activism. As such, the Manager employs various stewardship tools that include ESG monitoring and, as and when appropriate, ESG engagements.

Phillip Investment Funds

Report of the Trustee

The Trustee is under a duty to take into custody and hold the assets of Phillip Investment Funds in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed Phillip Investment Funds during the year covered by these financial statements, set out on pages 20 to 56, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
BNP Paribas Trust Services Singapore Limited

Authorised signatory

26 March 2026

Phillip Investment Funds

Statement by the Manager

In the opinion of the directors of Phillip Capital Management (S) Ltd, the accompanying financial statements set out on pages 20 to 56, comprising the Statements of Total Return, Statements of Financial Position, Statements of Movements of Unitholders' Funds, Statements of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position of Phillip Investment Funds as at 31 December 2025, and the total return and changes in unitholders' funds for the year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "*Reporting Framework for Investment Funds*" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that Phillip Investment Funds will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
Phillip Capital Management (S) Ltd

Jeffrey Lee Chay Khiong
Director

26 March 2026

Phillip Investment Funds

Independent Auditors' Report For the year ended 31 December 2025

Unitholders

Phillip Investment Funds

(Constituted under a Trust Deed in the Republic of Singapore)

Report on the audit of the financial statements

Opinion

We have audited the financial statements of the sub-funds of Phillip Investment Funds (the "Fund"), namely Phillip Money Market Fund and Sustainable Reserve Fund (collectively the "Sub-Funds"), which comprise the Statements of Financial Position and Statements of Portfolio as at 31 December 2025, and the Statements of Total Return and Statements of Movements of Unitholders' Funds for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" ("RAP 7") issued by the Institute of Singapore Chartered Accountants so as to present fairly, in all material respects, the financial position and portfolio holdings of the Sub-Funds as at 31 December 2025 and of the financial performance and movements in unitholders' funds of the Sub-Funds for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSA"). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Phillip Capital Management (S) Ltd, the Manager of the Sub-Funds ('the Manager'), is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion 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, 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 in this regard.

Phillip Investment Funds

Independent Auditors' Report For the year ended 31 December 2025

Unitholders

Phillip Investment Funds

(Constituted under a Trust Deed in the Republic of Singapore)

Report on the audit of the financial statements (continued)

Responsibilities of the Manager for the financial statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of RAP 7 issued by the Institute of Singapore Chartered Accountants, and for such internal control as the Manager determines 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 Manager is responsible for assessing the Sub-Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Sub-Funds or to cease the Sub-Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Sub-Funds' financial reporting process.

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 auditor's 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 SSAs 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.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sub-Funds' internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.

Phillip Investment Funds

Independent Auditors' Report For the year ended 31 December 2025

Unitholders

Phillip Investment Funds

(Constituted under a Trust Deed in the Republic of Singapore)

Report on the audit of the financial statements (continued)

Auditors' responsibilities for the audit of the financial statements (continued)

- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Sub-Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

Ernst & Young LLP

Public Accountants and

Chartered Accountants

Singapore

26 March 2026

Phillip Investment Funds

Statements of Total Return Year ended 31 December 2025

	Note	Phillip Money Market Fund		Sustainable Reserve Fund Period from 30 October 2023 (date of inception) to 31 December	
		2025 S\$	2024 S\$	2025 S\$	2024 S\$
Income					
Dividend income		3,430,800	3,073,200	-	-
Interest Income		30,149,449	31,897,226	481,938	416,629
Other income		-	-	676	935
		<u>33,580,249</u>	<u>34,970,426</u>	<u>482,614</u>	<u>417,564</u>
Expenses					
Management fee		8,765,723	5,970,473	49,262	31,338
Audit fee		14,060	12,745	14,427	13,061
Custody fee		256,043	188,165	10,078	11,007
Trustee fee		197,534	131,974	2,034	1,718
Valuation fee		8,514	8,496	3,632	3,069
Other expenses		202,980	275,206	32,178	76,575
		<u>9,444,854</u>	<u>6,587,059</u>	<u>111,611</u>	<u>136,768</u>
Net income		<u>24,135,395</u>	<u>28,383,367</u>	<u>371,003</u>	<u>280,796</u>
Net gains or losses on value of investments and financial derivatives					
Net gains on investments		15,321,505	17,943,302	224,774	184,638
Net foreign exchange (losses)/gains		-	-	(14,641)	11,337
Net (losses)/gains on financial derivatives		-	-	(35,427)	16,335
		<u>15,321,505</u>	<u>17,943,302</u>	<u>174,706</u>	<u>212,310</u>
Total return for the financial year/period before income tax		39,456,900	46,326,669	545,709	493,106
Less: Income tax	3	-	-	-	-
Total return for the financial year/period after income tax		<u>39,456,900</u>	<u>46,326,669</u>	<u>545,709</u>	<u>493,106</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Financial Position As at 31 December 2025

	Note	Phillip Money Market Fund		Sustainable Reserve Fund	
		2025 S\$	2024 S\$	2025 S\$	2024 S\$
Assets					
Portfolio of investments		2,141,380,908	1,795,338,441	14,977,086	13,533,526
Sales awaiting settlement		-	-	-	518,265
Receivables	5	22,734,020	472,622	8,010	19,674
Cash at banks		258,135,858	200,564,403	358,262	687,062
Financial derivatives at fair value	7	-	-	36,086	58,951
Total assets		2,422,250,786	1,996,375,466	15,379,444	14,817,478
Liabilities					
Payables	6	2,534,992	2,108,096	38,417	35,593
Purchases awaiting settlement		-	139,598,200	-	796,357
Financial derivatives at fair value	7	-	-	12,888	42,616
Total liabilities		2,534,992	141,706,296	51,305	874,566
Net assets attributable to unitholders	8	<u>2,419,715,794</u>	<u>1,854,669,170</u>	<u>15,328,139</u>	<u>13,942,912</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Movements of Unitholders' Funds Year ended 31 December 2025

	Note	Phillip Money Market Fund		Sustainable Reserve Fund Period from 30 October 2023 (date of inception) to 31 December	
		2025 S\$	2024 S\$	2025 S\$	2024 S\$
Net assets attributable to unitholders at the beginning of financial year/period		1,854,669,170	1,104,013,392	13,942,912	-
Operations					
Change in net assets attributable to unitholders resulting from operations		39,456,900	46,326,669	545,709	493,106
Unitholders' subscriptions/(redemptions)					
Creation of units		1,934,694,759	1,405,504,691	3,420,784	14,815,774
Cancellation of units		(1,409,105,035)	(701,175,582)	(2,571,636)	(1,363,550)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		525,589,724	704,329,109	849,148	13,452,224
Distributions	4	-	-	(9,630)	(2,418)
Total increases in net assets attributable to unitholders		565,046,624	750,655,778	1,385,227	13,942,912
Net assets attributable to unitholders at the end of the financial year/period	8	<u>2,419,715,794</u>	<u>1,854,669,170</u>	<u>15,328,139</u>	<u>13,942,912</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Holdings	Fair value S\$	Percentage of total net assets attributable to unitholders %
Phillip Money Market Fund			
By Industry (Primary)			
Quoted Debt Securities			
Banks			
AL Rajhi Sukuk Limited 2% due 06/11/2027	8,000,000	7,964,030	0.33
AL Rajhi Sukuk Limited 3.38% due 21/02/2026	21,000,000	21,031,389	0.87
Intesa Sanpaolo SPA/London 1.5% due 15/04/2026	47,000,000	47,000,000	1.94
Intesa Sanpaolo SPA/London 1.52% due 15/01/2026	70,000,000	70,000,000	2.89
Intesa Sanpaolo SPA/London 2% due 17/07/2026	29,000,000	29,000,000	1.20
QNB Finance Limited 2.03% due 03/12/2027	37,750,000	37,355,135	1.54
QNB Finance Limited 3.415% due 03/02/2027	4,500,000	4,592,416	0.19
SNB Funding Limited 3.4% due 14/01/2027	22,500,000	22,673,626	0.94
		<u>239,616,596</u>	<u>9.90</u>
Diversified Financial Services			
Singapore Exchange Limited 3.45% due 26/02/2027	24,500,000	<u>24,812,760</u>	<u>1.03</u>
Engineering and Construction			
Keppel Limited 3% due 01/10/2026	2,000,000	<u>2,010,963</u>	<u>0.08</u>
Food			
F&N Treasury Private Limited 2% due 16/06/2026	20,000,000	<u>20,021,848</u>	<u>0.83</u>
Real Estate			
Keppel Management Limited 2% due 28/05/2026	1,750,000	<u>1,748,001</u>	<u>0.07</u>
Real Estate Investment Trusts (REITS)			
CMT MTN Private Limited 3.15% due 11/02/2026	2,000,000	2,003,400	0.08
Mapletree Treasury Services Limited 3.4% due 03/09/2026	15,000,000	15,111,938	0.63
		<u>17,115,338</u>	<u>0.71</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Holdings	Fair value S\$	Percentage of total net assets attributable to unitholders %
Phillip Money Market Fund (continued)			
By Industry (Primary) (continued)			
Quoted Debt Securities (continued)			
Sovereign			
Monetary Authority of Singapore Bill 0% due 02/01/2026	164,000,000	164,000,000	6.78
Monetary Authority of Singapore Bill 0% due 05/03/2026	30,000,000	29,916,000	1.24
Monetary Authority of Singapore Bill 0% due 08/01/2026	300,000,000	299,919,000	12.39
Monetary Authority of Singapore Bill 0% due 12/02/2026	50,000,000	49,907,500	2.06
Monetary Authority of Singapore Bill 0% due 15/01/2026	285,000,000	284,831,850	11.77
Monetary Authority of Singapore Bill 0% due 20/02/2026	80,000,000	79,823,200	3.30
Monetary Authority of Singapore Bill 0% due 29/01/2026	56,000,000	55,931,680	2.31
Public Utilities Board 3.62% due 12/10/2027	4,000,000	4,134,894	0.17
		<u>968,464,124</u>	<u>40.02</u>
Telecommunications			
Starhub Limited 3.55% due 08/06/2026	6,000,000	<u>6,044,967</u>	<u>0.25</u>
Accrued interest on debt securities		2,063,486	0.09
Total Quoted Debt Securities		<u>1,281,898,083</u>	<u>52.98</u>
Quoted Investment Fund			
Money Market Fund			
Phillip SGD Money Market ETF	1,667,000	172,487,824	7.13
Total Quoted Investment Fund		<u>172,487,824</u>	<u>7.13</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statement of Portfolio As at 31 December 2025

	Holdings	Fair value S\$	Percentage of total net assets attributable to unitholders %
Phillip Money Market Fund (continued)			
By Industry (Primary) (continued)			
Fixed Deposits			
Banks			
Australia New Zealand Bank		100,000,000	4.13
Bank Of East Asia Limited		50,000,000	2.07
China Construction Bank		30,827,086	1.27
Julius Baer		50,794,567	2.10
Landesbank Baden - Wuerttemberg St		50,168,288	2.07
National Bank of Kuwait		82,907,642	3.43
Qatar National Bank		119,859,671	4.95
Union Bancaire Privee		200,582,027	8.29
		<u>685,139,281</u>	<u>28.31</u>
Accrued interest on fixed deposits		1,855,720	0.08
Total Fixed Deposits		<u>686,995,001</u>	<u>28.39</u>
Portfolio of investments		2,141,380,908	88.50
Other net assets		278,334,886	11.50
Net assets attributable to unitholders		<u><u>2,419,715,794</u></u>	<u><u>100.00</u></u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Fair value S\$	Percentage of total net assets attributable to unitholders	
		2025 %	2024 %
Phillip Money Market Fund (continued)			
By Industry (Primary) (continued)			
Banks	924,755,877	38.21	38.99
Diversified Financial Services	24,812,760	1.03	-
Engineering and Construction	2,010,963	0.08	-
Food	20,021,848	0.83	-
Money Market Fund	172,487,824	7.13	6.84
Real Estate	1,748,001	0.07	-
Real Estate Investment Trusts (REITS)	17,115,338	0.71	0.67
Sovereign	968,464,124	40.02	50.04
Telecommunications	6,044,967	0.25	-
Accrued interest on debt securities	2,063,486	0.09	0.09
Accrued interest on fixed deposits	1,855,720	0.08	0.17
Portfolio of investments	2,141,380,908	88.50	96.80
Other net assets	278,334,886	11.50	3.20
Net assets attributable to unit holders	2,419,715,794	100.00	100.00
By Geography (Secondary)			
Cayman Islands	93,616,596	3.87	-
China	-	-	4.10
Italy	146,000,000	6.03	4.31
Singapore	1,897,845,106	78.43	87.40
United Arab Emirates	-	-	0.73
Accrued interest on debt securities	2,063,486	0.09	0.09
Accrued interest on fixed deposits	1,855,720	0.08	0.17
Portfolio of investments	2,141,380,908	88.50	96.80
Other net assets	278,334,886	11.50	3.20
Net assets attributable to unitholders	2,419,715,794	100.00	100.00

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Holdings	Fair value S\$	Percentage of total net assets attributable to unitholders %
Sustainable Reserve Fund By Industry (Primary)			
Quoted Debt Securities			
Airlines			
Singapore Airlines Limited 3.13% due 23/08/2027	250,000	253,243	1.65
Auto Manufactures			
Honda Motor Company Limited 4.688% due 08/07/2030	200,000	260,563	1.70
Banks			
Al Rajhi Sukuk Limited 3.38% due 21/02/2026	250,000	250,374	1.63
Banco Santander SA 2.35% due 13/11/2031	250,000	248,486	1.62
Banco Santander SA 3.6% due 23/10/2030	250,000	261,389	1.71
Barclays Public Listed Company 4.65% due 15/03/2174	250,000	252,783	1.65
Deutsche Bank AG 4.4% due 05/04/2028	250,000	256,406	1.67
HSBC Holdings Public Listed Company 4.619% due 06/11/2031	200,000	258,220	1.68
KEB Hana Bank 3.5% due 31/12/2061	200,000	254,115	1.66
National Australia Bank Limited 5.1% due 16/10/2035	200,000	167,058	1.09
Oversea-Chinese Banking Corporation Limited 4.55% due 08/09/2035	200,000	256,744	1.68
Oversea-Chinese Banking Corporation Limited 4.602% due 15/06/2032	400,000	516,342	3.37
QNB Finance Limited 2.03% due 03/12/2027	250,000	247,385	1.61
QNB Finance Limited 3.415% due 03/02/2027	250,000	255,134	1.66
SNB Funding Limited 3.4% due 01/12/2035	250,000	252,533	1.65
SNB Funding Limited 3.4% due 14/01/2027	250,000	251,929	1.64
Sumitomo Mitsui Banking Corporation/Sydney 4.5061% due 26/11/2029	400,000	344,196	2.25
		4,073,094	26.57
Chemicals			
Keppel Infrastructure Trust 3% due 01/12/2026	500,000	501,999	3.28
Commercial Services			
Singapore Management University 2.027% due 28/07/2032	250,000	246,099	1.61
Diversified Financial Services			
IFAST Corporation Limited 4.328% due 11/06/2029	250,000	264,609	1.73

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Holdings	Fair value S\$	Percentage of total net assets attributable to unitholders %
Sustainable Reserve Fund (continued)			
By Industry (Primary) (continued)			
Quoted Debt Securities (continued)			
Electric			
Korea East-West Power Company Limited 4% due 04/05/2031	200,000	253,546	1.65
Korea Electric Power Corporation 4.550164% due 12/11/2028	200,000	257,296	1.68
		<u>510,842</u>	<u>3.33</u>
Engineering and Construction			
Changi Airport Group Singapore Private Limited 1.88% due 12/05/2031	500,000	492,803	3.22
Surbana Jurong Private Limited 2.48% due 10/02/2031	250,000	250,340	1.63
		<u>743,143</u>	<u>4.85</u>
Healthcare Services			
Q&M Dental Group Singapore Limited 3.95% due 10/07/2028	250,000	251,282	1.64
Home Builders			
Wee Hur Holdings Limited 4.8% due 04/11/2030	250,000	252,192	1.65
Internet			
Tencent Holdings Limited 3.975% due 11/04/2029	200,000	257,070	1.68
Lodging			
Shangri-La Hotel Limited 3.5% due 29/01/2030	250,000	256,134	1.67
Shangri-La Hotel Limited 3.54% due 17/06/2032	250,000	257,465	1.68
		<u>513,599</u>	<u>3.35</u>
Real Estate			
CapitaLand Treasury Limited 3.15% due 29/08/2029	250,000	256,820	1.68
City Developments Limited 2.466% due 29/08/2030	250,000	250,189	1.63
Frasers Property Treasury Private Limited 4.15% due 23/02/2027	250,000	254,948	1.67
GLL IHT Private Limited 2.3% due 25/09/2029	250,000	248,799	1.62
HO Bee Land Limited 4.35% due 11/07/2029	250,000	260,852	1.70
Keppel Management Limited 2% due 28/05/2026	500,000	499,429	3.26
UOL Treasury Services Private Limited 2.78% due 15/07/2032	250,000	252,974	1.65
Wing Tai Holdings Limited 3.83% due 10/06/2032	250,000	261,095	1.70
Wing Tai Holdings Limited 4.38% due 03/04/2029	250,000	263,339	1.72
		<u>2,548,445</u>	<u>16.63</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Holdings	Fair value S\$	Percentage of total net assets attributable to unitholders %
Sustainable Reserve Fund (continued) By Industry (Primary) (continued)			
Quoted Debt Securities (continued)			
Real Estate Investment Trusts (REITS)			
Ascott REIT MTN Private Limited 5% due 18/05/2026	500,000	504,045	3.29
CMT MTN Private Limited 2.25% due 27/09/2032	250,000	246,860	1.61
Keppel REIT 3.78% due 11/02/2174	250,000	253,224	1.65
MPACT Treasury Company Private Limited 3.05% due 22/11/2029	250,000	256,259	1.67
Suntec REIT MTN Private Limited 2.95% due 05/02/2027	250,000	250,416	1.63
		<u>1,510,804</u>	<u>9.85</u>
Sovereign			
Monetary Authority of Singapore Bill 0% due 09/01/2026	500,000	499,840	3.26
Technology			
Equinix Asia Financing Corporation Private Limited 2.9% due 15/09/2032	500,000	487,179	3.18
Equinix Asia Financing Corporation Private Limited 3.5% due 15/03/2030	250,000	253,291	1.65
		<u>740,470</u>	<u>4.83</u>
Telecommunications			
Net link Treasury Private Limited 2.65% due 03/09/2035	250,000	249,396	1.62
STT GDC Private Limited 3.13% due 28/07/2028	250,000	252,316	1.65
		<u>501,712</u>	<u>3.27</u>
Transportation			
MISC Capital Two Labuan Limited 3.75% due 06/04/2027	400,000	510,781	3.33
Qube Treasury PTY Limited 5.6% due 11/12/2031	200,000	170,739	1.11
Singpost Group Treasury Private Limited 2.53% due 19/11/2030	250,000	250,453	1.63
		<u>931,973</u>	<u>6.07</u>
Accrued interest on debt securities		<u>116,101</u>	<u>0.76</u>
Total Quoted Debt Securities		<u>14,977,086</u>	<u>97.71</u>
Portfolio of investments		14,977,086	97.71
Other net assets		351,053	2.29
Net assets attributable to unitholders		<u>15,328,139</u>	<u>100.00</u>

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Fair value S\$	Percentage of total net assets attributable to unitholders	
		2025 %	2024 %
Sustainable Reserve Fund (continued)			
By Industry (Primary)(continued)			
Airlines	253,243	1.65	-
Auto Manufacturers	260,569	1.70	-
Banks	4,073,094	26.57	36.84
Chemicals	501,999	3.28	-
Commercial Services	246,099	1.61	-
Diversified Financial Services	264,609	1.73	3.61
Electric	510,842	3.33	-
Engineering and Construction	743,143	4.85	-
Healthcare-Services	251,282	1.64	-
Home Builders	252,192	1.65	-
Insurance	-	-	5.34
Internet	257,070	1.68	1.88
Lodging	513,599	3.35	3.62
Oil and Gas	-	-	1.95
Private Equity	-	-	1.79
Real Estate	2,548,445	16.63	19.67
Real Estate Investment Trusts (REITS)	1,510,804	9.85	7.10
Sovereign	499,840	3.26	9.66
Technology	740,470	4.83	-
Telecommunications	501,712	3.27	1.75
Transportation	931,973	6.07	3.11
Accrued Interest on debt securities	116,101	0.76	0.74
Portfolio of investments	14,977,086	97.71	97.06
Other net assets	351,053	2.29	2.94
Net assets attributable to unitholders	15,328,139	100.00	100.00

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Statements of Portfolio As at 31 December 2025

	Fair value S\$	Percentage of total net assets attributable to unitholders	
		2025 %	2024 %
Sustainable Reserve Fund (continued) By Geography (Secondary)			
Australia	337,797	2.20	8.60
Britain	511,003	3.33	8.52
Cayman Islands	1,514,425	9.88	1.88
China	–	–	1.95
France	–	–	2.97
Germany	256,406	1.67	3.64
Japan	604,765	3.95	1.21
Malaysia	510,781	3.33	3.85
Singapore	9,850,976	64.27	59.95
South Korea	764,957	4.99	1.96
Spain	509,875	3.33	1.79
Accrued Interest on debt securities	116,101	0.76	0.74
Portfolio of investments	14,977,086	97.71	97.06
Other net assets	351,053	2.29	2.94
Net assets attributable to unitholders	15,328,139	100.00	100.00

The accompanying notes form an integral part of these financial statements

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

1. Domicile and activities

Phillip Investment Funds (the "Fund") is an open ended umbrella unit trust constituted pursuant to a Trust Deed dated 26 February 2001 together with its Amending and Restating Deeds and its Supplemental Deed thereon (thereafter referred to as the "Trust Deed") between Phillip Capital Management (S) Ltd (the "Manager") and BNP Paribas Trust Services Singapore Limited (the "Trustee"). The Trust Deed is governed by and construed in accordance with the laws of the Republic of Singapore.

The Fund offers a series of sub funds (the "Sub-Funds"); these were first offered for sale in Singapore on the following launch dates:

Sub-Funds	Launch date
Phillip Money Market Fund	1 March 2001
Sustainable Reserve Fund	30 October 2023

Phillip Money Market Fund (the "Sub-Fund")

The investment objective of Phillip Money Market Fund is to aim to preserve principal value and maintain a high degree of liquidity while producing returns comparable to that of Singapore dollar savings deposits. The Sub-Fund invests primarily in short term, high quality money market instruments and debt securities. Such investments may include government and corporate bonds, commercial bills and deposits with financial institutions. The Money Market Funds Investment Guidelines in Appendix 2 of the Code on Collective Investment Schemes apply to this Sub-Fund. The Phillip Money Market Fund is relatively low risk and its objective is targeted at achieving absolute returns. The benchmark for the Phillip Money Market Fund is the bank savings deposit rate.

Sustainable Reserve Fund (the "Sub-Fund")

The investment objective of Sustainable Reserve Fund is to achieve income yields enhancement over the 6-months Singapore Overnight Rate Average ("SORA"). The Sub-Fund adopts the Manager's approach to sustainable investing, by selecting issuers that are committed to and are taking appropriate actions that contribute to a green economy.

The Sub-Fund invests substantially all of its assets in global fixed income instruments (including short-term interest bearing debt instruments and bonds), money market instruments and bank deposits (including fixed deposits). The fixed income instruments may be issued by governments, government agencies, companies and supranational. The Sub-Fund is a short-duration bond fund and its investments will be broadly diversified with no specific industry or sectoral emphasis. The Sub-Fund Investment Guidelines in Appendix 1 of the Code on Collective Investment Schemes apply. The benchmark for the Sustainable Reserve Fund is the 6-months SORA.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

2. Material accounting policy information

2.1 Basis of preparation

The financial statements, expressed in Singapore dollars ("SGD" or "S\$"), have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the *Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts"* ("RAP 7") issued by the Institute of Singapore Chartered Accountants.

The adoption of the revised RAP 7 did not result in any significant changes to the accounting policies of the Fund and had no material effect on the amounts reported for current financial year.

For the purposes of preparation of these financial statements, the basis used for calculating the expense ratio and turnover ratio are in accordance with the guidelines issued by the Investment Management Association of Singapore ("IMAS") and the Code on Collective Investment Schemes under the Securities and Futures Act 2001 ("Code") respectively.

2.2 Foreign currency translation

Transactions in foreign currencies are translated at the exchange rate at the date of transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated at exchange rates at the reporting date. All exchange differences are recognised in the Statements of Total Return.

2.3 Valuation of investments

Quoted investments are stated at fair value based on the bid prices for debt securities at the reporting date. If there is no last bid price, the fair value is determined using valuation techniques that are commonly used by market participants. Unrealised gains/losses on investments are represented by the difference between the fair value and the carrying value of investments and are recognised in the Statements of Total Return. Realised gains and losses upon disposal of investments are computed on the basis of the difference between the carrying value and the selling price of investments on trade date and are taken to the Statements of Total Return.

Fixed deposits held within the Statements of Portfolio are stated at amortised cost. Due to the short-term nature of the fixed deposits, its amortised cost approximates its fair value.

2.4 Financial assets at amortised cost

Financial assets at amortised cost include receivables, cash at banks, margin and collateral accounts.

2.5 Sales and purchases awaiting settlement

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statements of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

2. Material accounting policy information (continued)

2.6 *Financial derivatives*

Financial derivatives are entered into for the purposes of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provisions of the Deeds.

Financial derivatives are recognised initially at fair value. Subsequent to the initial recognition, financial outstanding at the end of the financial year are valued at forward rates or at current market prices using the “mark to market” method, as applicable, and the resultant gains and losses are taken up in the Statements of Total Return.

2.7 *Offsetting financial instruments*

Financial assets and liabilities are offset and the net amount presented in the Statements of Financial Position when, and only when, the Sub-Funds have a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

2.8 *Impairment of financial assets*

The Sub-Funds recognise an allowance for expected credit losses (ECLs) for all debt instruments not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Sub-Funds expect to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12 month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is recognised for credit losses expected over the remaining life of the exposure, irrespective of timing of the default (a lifetime ECL).

2.9 *Distribution policy*

Distribution to the unitholders is recognised in the Statements of Total Return in the period in which the dividends were declared. Dividends are declared at the discretion of the Manager. Distribution is accrued for at the reporting date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

3. *Income tax*

The Fund was approved for the Enhanced Tier Fund Tax Incentive Scheme under Section 13U (formerly known as Section 13X) of the Income Tax Act by the Monetary Authority of Singapore (“MAS”) with effect from 12 December 2011. The tax exemption status will be for the life of the Fund, provided the Fund continues to meet all the terms and conditions set out by MAS and the relevant Income Tax legislations.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

4. Distributions

	2025 S\$	2024 S\$
Sustainable Reserve Fund		
Final distribution of S\$0.01 (Class A (dist)) per unit in respect of the year ended 31 December 2024	915	-
March interim distribution of S\$0.01 (Class A (dist)) per unit in respect of the year ended 31 December 2025	962	-
June interim distribution of S\$0.005 (Class A (dist)) per unit in respect of the year ended 31 December 2025	2,575	-
September interim distribution of S\$0.01 (Class A (dist)) per unit in respect of the year ended 31 December 2025	5,178	-
March interim distribution of S\$0.01 (Class A (dist)) per unit in respect of the year ended 31 December 2024	-	981
June interim distribution of S\$0.01 (Class A (dist)) per unit in respect of the year ended 31 December 2024	-	762
September interim distribution of S\$0.01 (Class A (dist)) per unit in respect of the year ended 31 December 2024	-	675
	9,630	2,418

5. Receivables

	Phillip Money Market Fund		Sustainable Reserve Fund	
	2025	2024	2025	2024
	S\$	S\$	S\$	S\$
Receivable from unitholders for creation of units	22,449,231	63,843	500	13,000
Accrued interest receivable	284,789	408,779	7,510	6,674
	22,734,020	472,622	8,010	19,674

6. Payables

	Phillip Money Market Fund		Sustainable Reserve Fund	
	2025	2024	2025	2024
	S\$	S\$	S\$	S\$
Payable to unitholders for cancellation of units	1,065,135	7,206	5,368	-
Accrued expenses	1,469,857	2,100,890	33,049	35,593
	2,534,992	2,108,096	38,417	35,593

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

7. Financial derivatives at fair value

Financial derivatives comprise forward foreign exchange contracts for purchases and sales of foreign currencies. The year end positive and negative fair values represent the unrealised gains and losses respectively on revaluation of forward foreign exchange contracts at the Statements of Financial Position date. The contract or underlying principal amounts of these financial derivatives and their corresponding gross positive or negative fair values at Statements of Financial Position date are analysed below.

There are no financial derivatives transacted for Phillip Money Market Fund.

	Contract or Underlying Principal Amount	Fair Value assets	Fair Value liabilities
	S\$	S\$	S\$
Sustainable Reserve Fund			
31 December 2025			
Forward foreign exchange contracts	7,741,520	36,086	12,888
31 December 2024			
Forward foreign exchange contracts	7,542,432	58,951	42,616

Sustainable Reserve Fund also restricts its exposure to credit losses on the trading derivative instruments it holds by entering into master netting arrangements with counterparties (approved brokers) with whom it undertakes a significant volume of transactions. Master netting arrangements do not result in an offset of Statements of Financial Position assets and liabilities, as transactions are usually settled on a gross basis. However, the credit risk associated with favorable contracts is reduced by a master netting arrangement to the extent that if an event of default occurs, all amounts with the counterparty are terminated and settled on a net basis. The Sub Fund's overall exposure to credit risk on derivative instruments subject to a master netting arrangement can change substantially within a short period. As it is affected by each transaction subject to the arrangement.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

7. Financial derivatives at fair value (continued)

Financial assets and financial liabilities which are subject to enforceable master netting agreements or similar agreements for the year ended 31 December 2025 and 2024 are detailed in the following table.

(i) Offsetting financial assets

	Gross amounts of recognised financial assets S\$	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position S\$	Net amounts of financial assets presented in the Statements of Financial Position S\$	Related accounts not set-off in the Statements of Financial Position		
				Financial Instruments S\$	Cash collateral S\$	Net exposure S\$
2025						
Forward foreign exchange contracts	36,086	-	36,086	(12,888)	-	23,198
2024						
Forward foreign exchange contracts	58,951	-	58,951	(42,616)	-	16,335

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

7. Financial derivatives at fair value (continued)

(ii) Offsetting financial liabilities

	Gross amounts of recognised financial assets set off in the Statements of Financial Position			Related accounts not set-off in the Statements of Financial Position		
	Gross amounts of recognised financial liabilities S\$	Gross amounts of recognised financial assets set off in the Statements of Financial Position S\$	Net amounts of financial liabilities presented in the Statements of Financial Position S\$	Financial Instruments S\$	Cash collateral S\$	Net exposure S\$
2025						
Forward foreign exchange contracts	12,888	-	12,888	(12,888)	-	-
2024						
Forward foreign exchange contracts	42,616	-	42,616	(42,616)	-	-

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

8. Units in issue

During the year the number of units created, cancelled and outstanding were as follows:

Phillip Money Market Fund

	Class A SGD	Class I SGD	Class E SGD	Class F SGD	Total
2025					
Units at beginning of the year	1,186,864,466	60,887,175	198,704,534	-	1,446,456,175
Units created	1,221,386,998	128,286,038	115,533,813	28,662,319	1,493,869,168
Units cancelled	(900,793,726)	(91,928,003)	(84,374,239)	(7,000,000)	(1,084,095,968)
Units at end of the year	<u>1,507,457,738</u>	<u>97,245,210</u>	<u>229,864,108</u>	<u>21,662,319</u>	<u>1,856,229,375</u>
Net assets attributable to unitholder - S\$					
\$	2,030,008,476	111,275,555	256,425,958	22,005,805	2,419,715,794
Net asset value per unit - S\$	<u>1.3466</u>	<u>1.1442</u>	<u>1.1155</u>	<u>1.0158</u>	<u>1.3035</u>

	Class A SGD	Class I SGD	Class E SGD	Total
2024				
Units at beginning of the year	834,461,577	25,358,008	6,924,141	866,743,726
Units created	798,659,912	79,947,971	256,504,902	1,135,112,785
Units cancelled	(446,257,023)	(44,418,804)	(64,724,509)	(555,400,336)
Units at end of the year	<u>1,186,864,466</u>	<u>60,887,175</u>	<u>198,704,534</u>	<u>1,446,456,175</u>
Net assets attributable to unitholder - S\$				
Net asset value per unit - S\$	<u>1,569,546,890</u>	<u>68,272,861</u>	<u>216,809,419</u>	<u>1,854,629,170</u>
	<u>1.3224</u>	<u>1.1213</u>	<u>1.0911</u>	<u>1.2822</u>

Class A SGD Units are offered to investors who invest S\$100 and above. Class I SGD Units, Class E SGD Units, Class F SGD Units are offered to investors who invest S\$50,000 and above. All classes constitute the Sub-Fund and are not separate sub-funds. Any expense, income and/or gain which is attributable to a particular class is deducted from or added to (as the case may be) the value of the sub-fund which is attributable to that class. A separate net asset value per unit is calculated for each class.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

8. Units in issue (continued)

Sustainable Reserve Fund

	Class A Acc	Class A Dist	Class B Acc	Total
2025				
Units at beginning of the year	1,063,026	92,120	12,149,168	13,304,314
Units created	2,516,822	707,839	-	3,224,661
Units cancelled	(994,701)	(160,357)	(1,242,566)	(2,397,624)
Units at end of the year	<u>2,585,147</u>	<u>639,602</u>	<u>10,906,602</u>	<u>14,131,351</u>
Net assets attributable to unitholder - S\$	2,802,321	650,198	11,875,619	15,328,138
Net asset value per unit - S\$	<u>1.0840</u>	<u>1.0166</u>	<u>1.0888</u>	<u>1.0847</u>

	Class A Acc	Class A Dist	Class B Acc	Total
2024				
Units at beginning of the period	-	-	-	-
Units created	2,196,736	290,528	12,149,168	14,636,432
Units cancelled	(1,133,710)	(198,408)	-	(1,332,118)
Units at end of the period	<u>1,063,026</u>	<u>92,120</u>	<u>12,149,168</u>	<u>13,304,314</u>
Net assets attributable to unitholder - S\$	1,110,568	93,425	12,738,919	13,942,912
Net asset value per unit - S\$	<u>1.0447</u>	<u>1.0141</u>	<u>1.0485</u>	<u>1.0479</u>

Class A Acc and Class A Dist are offered to investors who invest S\$100 and above. Class B Acc and Class B Dist are offered to investors who invest S\$500,000 and above. All classes constitute the Sub-Fund and are not separate sub fund. Any expense, income and/or gain which is attributable to a particular class is deducted from or added to (as the case may be) the value of the sub fund which is attributable to that class. A separate net asset value per unit is calculated for each class.

For subscriptions and redemptions and for various fee calculations, investments are stated at the last traded price/amortised cost on the valuation day for the purpose of determining net asset value per unit while for reporting purpose, the investments are valued at the relevant last traded or bid market prices as at the reporting date.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

8. Units in issue (continued)

The effect of last traded price/amortised cost in the net assets attributable to unitholders is as follows:

Phillip Money Market Fund

2025	Class A SGD S\$	Class I SGD S\$	Class E SGD S\$	Class F SGD S\$
Net assets attributable to unitholders per unit per financial statements	1.3466	1.1442	1.1155	1.0158
Effect of adopting amortised cost per unit	(0.0001)	(0.0001)	(0.0001)	(0.0001)
Effect for movement in the net assets value between the last dealing date and the end of the reporting period ^	(0.0001)	-	-	-
Net assets attributable to unitholders per unit for issuing/redeeming	<u>1.3464</u>	<u>1.1441</u>	<u>1.1154</u>	<u>1.0157</u>

2024	Class A SGD S\$	Class I SGD S\$	Class E SGD S\$
Net assets attributable to unitholders per unit per financial statements	1.3224	1.1213	1.0911
Effect of adopting amortised cost per unit	-	(0.0001)	(0.0001)
Effect for movement in the net assets value between the last dealing date and the end of the reporting period ^	(0.0001)	(0.0001)	(0.0001)
Net assets attributable to unitholders per unit for issuing/redeeming	<u>1.3223</u>	<u>1.1211</u>	<u>1.0909</u>

^ The net asset value for the purposes of processing unit subscription and redemption was established in accordance with the methodology indicated in the Fund's Prospectus. This item reflects the movement in net asset value between the last dealing date and the end of reporting period due to accrual of income and operating expenses.

For valuation purpose, preliminary expenses are amortised over a period of 36 months from date of commencement of operations while for reporting purpose these preliminary expenses are expensed in the period when they are incurred.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

8. Units in issue (continued)

The effect of preliminary expenses in the net assets attributable to unitholders is as follows:

Sustainable Reserve Fund

	Class A Acc S\$	Class A Dist S\$	Class B Acc S\$
2025			
Net assets attributable to unitholders per unit per financial statements	1.0840	1.0166	1.0888
Effects of mid-price per unit	0.0022	0.0021	0.0023
Net assets attributable to unitholders per unit for issuance/redemption	<u>1.0862</u>	<u>1.0187</u>	<u>1.0911</u>
	Class A Acc S\$	Class A Dist S\$	Class B Acc S\$
2024			
Net assets attributable to unitholders per unit per financial statements	1.0447	1.0141	1.0485
Effect of expensing preliminary expenses per unit	0.0009	0.0010	0.0009
Effects of mid-price per unit	0.0017	0.0016	0.0017
Net assets attributable to unitholders per unit for issuance/redemption	<u>1.0473</u>	<u>1.0167</u>	<u>1.0511</u>

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management

The Sub-Funds' activities are exposed to a variety of market risks (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Sub-Funds' overall risk management programme seeks to minimise potential adverse effects on the Sub-Funds' financial performance. The Sub-Funds may use futures contracts, options contracts and/or currency forward contracts subject to the terms of the Trust Deed to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Sub-Funds at any time as part of the overall financial risk management to reduce the Sub-Funds' risk exposures.

(a) *Market risk*

Market risk is the risk of potential adverse change to the value of financial instruments because of changes in market conditions such as interest rate movements and volatility in securities' prices. The Manager manages each Sub-Fund's exposure to market risk through the use of risk management strategies and various analytical monitoring techniques.

(i) Price risk

Price risk is the risk that the fair values of equities or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The investments of the Sub-Funds are subject to normal market fluctuations and the risks inherent in investing in securities markets and there can be no assurance that appreciation will occur. It is the policy of the Manager to maintain a diversified portfolio of investments so as to minimise the risk.

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Phillip Investment Fund

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The tables below summarise the Sub-Funds' exposure to interest rate risks. They include the Sub-Funds' assets and trading liabilities at fair value, categorised by interest rate types.

	Floating rate S\$	Up to 1 year S\$	1-5 years S\$	Non-interest bearing S\$	Total S\$
Phillip Money Market Fund					
2025					
Assets					
Portfolio of investments	-	1,733,441,017	231,532,861	176,407,030	2,141,380,908
Receivables	-	-	-	22,734,020	22,734,020
Cash at banks	258,135,858	-	-	-	258,135,858
	<u>258,135,858</u>	<u>1,733,441,017</u>	<u>231,532,861</u>	<u>199,141,050</u>	<u>2,422,250,786</u>
Liabilities					
Payables	-	-	-	2,534,992	2,534,992
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,534,992</u>	<u>2,534,992</u>

	Floating rate S\$	Up to 1 year S\$	1-5 years S\$	Non-interest bearing S\$	Total S\$
Phillip Money Market Fund					
2024					
Assets					
Portfolio of investments	-	1,663,699,657	-	131,638,784	1,795,338,441
Receivables	-	-	-	472,622	472,622
Cash at banks	200,564,403	-	-	-	200,564,403
	<u>200,564,403</u>	<u>1,663,699,657</u>	<u>-</u>	<u>132,111,406</u>	<u>1,996,375,466</u>
Liabilities					
Payables	-	-	-	2,108,096	2,108,096
Purchases awaiting settlement	-	-	-	139,598,200	139,598,200
	<u>-</u>	<u>-</u>	<u>-</u>	<u>141,706,296</u>	<u>141,706,296</u>

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

	Floating rate S\$	Up to 1 year S\$	1-5 years S\$	Over 5 years S\$	Non-interest bearing S\$	Total S\$
Sustainable Reserve Fund						
2025						
Assets						
Portfolio of investments	3,411,734	2,255,687	5,858,010	3,335,554	116,101	14,977,086
Receivables	-	-	-	-	8,010	8,010
Cash at banks	358,262	-	-	-	-	358,262
Financial derivatives at fair value	-	-	-	-	36,086	36,086
	<u>3,769,996</u>	<u>2,255,687</u>	<u>5,858,010</u>	<u>3,335,554</u>	<u>160,197</u>	<u>15,379,444</u>
Liabilities						
Payables	-	-	-	-	38,417	38,417
Financial derivatives at fair value	-	-	-	-	12,888	12,888
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,305</u>	<u>51,305</u>

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(a) *Market risk (continued)*

(ii) Interest rate risk (continued)

	Floating rate S\$	Up to 1 year S\$	1-5 years S\$	Over 5 years S\$	Non-interest bearing S\$	Total S\$
Sustainable Reserve Fund						
2024						
Assets						
Portfolio of investments	4,692,900	4,202,845	4,365,216	168,743	103,822	13,533,526
Sales awaiting settlement	-	-	-	-	518,265	518,265
Receivables	-	-	-	-	19,674	19,674
Cash at banks	687,062	-	-	-	-	687,062
Financial derivatives at fair value	-	-	-	-	58,951	58,951
	<u>5,379,962</u>	<u>4,202,845</u>	<u>4,365,216</u>	<u>168,743</u>	<u>700,712</u>	<u>14,817,478</u>
Liabilities						
Payables	-	-	-	-	35,593	35,593
Purchases awaiting settlement	-	-	-	-	796,357	796,357
Financial derivatives at fair value	-	-	-	-	42,616	42,616
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>874,566</u>	<u>874,566</u>

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

The duration, a measure of the sensitivity of the price of a fixed income security to a change in interest for the 12-month period is as disclosed below. As of 31 December 2025 and 2024, should interest rates rise or fall by 1% (2024: 1%) with all other variables remaining constant, the increase/decrease in net assets attributable to unitholders would be as follows:

	Phillip Money Market Fund		Sustainable Reserve Fund	
	2025 S\$	2024 S\$	2025 S\$	2024 S\$
Increase/(decrease) in net assets attributable to unitholders	2,350,203	1,222,844	449,026	265,424

(iii) Currency risk

The assets and liabilities of Phillip Money Market Fund are held mainly in Singapore dollars, which is also its functional currency, therefore no sensitivity analysis and currency exposure table are presented. In addition, Phillip Money Market Fund invests in underlying securities which are denominated in functional currency where the fluctuations in the relevant exchange rates would not have an impact on the income and value of Phillip Money Market Fund.

Sustainable Reserve Fund invests in underlying securities which are denominated in foreign currencies where fluctuations in the relevant exchange rates may have an impact on the income and value of Sustainable Reserve Fund. The Manager may seek to minimise exposure to foreign currency fluctuation to the extent practicable.

Assets and liabilities denominated in currencies other than Sustainable Reserve Fund's functional currency comprise the following:

Sustainable Reserve Fund

2025	USD S\$	AUD S\$	EUR S\$
Assets			
Portfolio of investments	2,848,835	685,828	-
Cash at banks	-	-	1,469
Total assets	2,848,835	685,828	1,469
Financial derivatives at fair value (notional value)	(10,506)	-	-
Net currency exposure	2,838,329	685,828	1,469

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

Sustainable Reserve Fund

2024	USD S\$	AUD S\$	HKD S\$	EUR S\$
Assets				
Portfolio of investments	1,899,533	768,576	180,562	-
Cash at banks	272,844	-	-	1,473
Total assets	<u>2,172,377</u>	<u>768,576</u>	<u>180,562</u>	<u>1,473</u>
Financial derivatives at fair value (notional value)	1,354,881	(760,193)	-	-
Net currency exposure	<u>3,527,258</u>	<u>8,383</u>	<u>180,562</u>	<u>1,473</u>

Portfolio of investments and financial derivatives at fair value are non-monetary financial assets and are exposed to both currency risk and price risk. As these financial assets are non-monetary, no separate sensitivity analysis has been performed to analyse currency risk.

Sustainable Reserve Fund's monetary assets are measured for their sensitivity to exchange rate movements based on the balance of the monetary assets, forecasted exchange rate movements and the net asset value of Sustainable Reserve Fund.

As at 31 December 2025 and 2024, with respect to the monetary assets of the Sustainable Reserve Fund, had the Singapore Dollar appreciated/depreciated by 5% (2024: 5%) against foreign currencies, with all other variables remaining constant, the decrease/increase in net assets attributable to unitholders would be as follows:

	2025 S\$	2024 S\$
United States Dollar (US\$)	141,916	176,363
Australia Dollar (AUD)	34,291	419
Hong Kong Dollar (HKD)	-	9,028
Euro (EUR)	73	74

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(b) Liquidity risk

The Sub-Funds are exposed to daily redemption of units in the Sub-Funds. Therefore the majority of their assets are invested in investments that are traded in an active market and can be readily disposed of.

The table below analyses the Sub-Funds' financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date.

	Phillip Money Market Fund		Sustainable Reserve Fund	
	Less than 3 months		Less than 3 months	
	2025	2024	2025	2024
	S\$	S\$	S\$	S\$
Payables	2,534,992	2,108,096	38,417	35,593
Purchases awaiting settlement		- 139,598,200	-	796,357
Contractual cash outflows (excluding gross settled derivatives)	2,534,992	141,706,296	38,417	831,950

The table below analyses Sustainable Reserve Fund's derivative financial instruments in a loss position that will be settled on a gross basis into relevant maturity groupings based on the remaining period from the Statements of Financial Position date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 3 months equal their carrying balances, as the impact of discounting is not significant.

	Sustainable Reserve Fund	
	Less than 3 months	
	2025	2024
	S\$	S\$
Financial derivatives at fair value		
Forward foreign exchange contracts		
- Outflow	(3,860,400)	(2,728,440)
- Inflow	3,847,512	2,685,824
Net outflow	(12,888)	(42,616)

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(c) Credit risk

Credit risk is the risk that a counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

The main credit risk to which the Sub-Funds are exposed arise from the Sub-Funds' investments in debt securities. The Sub-Funds are also exposed to counterparty credit risk on trading derivative products, cash at banks, sales awaiting settlement and other receivable balances.

All transactions in listed debts are settled/paid upon delivery using approved brokers. The risk of default is considered minimal.

The Sub-Funds may also enter into derivative contracts to manage exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Sub-Funds are also exposed to the risk that amounts held with counterparties for derivative contracts may not be recoverable in the event of any default by the parties concerned. The Manager minimises the Sub-Funds' credit risk by undertaking transactions with banks that are part of banking groups with good credit-rating assigned by international credit rating agencies.

The table below analyses the credit ratings of banks in which the Sub-Funds' fixed deposits are held.

Phillip Money Market Fund

<u>Fixed deposits by rating category</u>	Percentage of total net assets attributable to unitholders	Percentage of total net assets attributable to unitholders
	2025 %	2024 %
P-1	26.24	25.41
P-1u	-	1.69
P-2	2.07	2.76
Total fixed deposits	28.31	29.86

Source of credit rating is from Moody's.

Sustainable Reserve Fund

<u>Fixed deposits by rating category</u>	Percentage of total net assets attributable to unitholders	Percentage of total net assets attributable to unitholders
	2025 %	2024 %
P-1	-	7.45
	-	7.45

Source of credit rating is from Moody's.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(c) Credit risk (continued)

The table below analyses the Sub-Funds' debt instruments by credit ratings.

Phillip Money Market Fund

<u>Debt securities by rating category</u>	Percentage of total net assets attributable to unitholders 2025 %	Percentage of total net assets attributable to unitholders 2024 %
Aa3	1.20	-
A2	-	4.82
A3	0.08	0.67
A+*	1.73	-
A*	0.94	-
P-2	6.03	4.31
Not Rated	42.91	50.04
	52.89	59.84

Source of credit rating is from Moody's except for the following:

* Credit ratings is from Standard & Poor's

The table below analyses the Sub-Funds' debt instruments by credit ratings.

Sustainable Reserve Fund

<u>Debt securities by rating category</u>	Percentage of total net assets attributable to unitholders 2025 %	Percentage of total net assets attributable to unitholders 2024 %
Aaa	4.82	-
Aa2	4.42	-
Aa3	1.63	-
A1	1.68	3.84
A2	5.04	3.81
A3	5.00	12.20
Baa1	9.83	8.94
Baa2	5.00	9.01
Baa3	-	4.79
Ba1	1.65	-
A+*	3.28	1.96
A*	3.89	1.21
A-*	-	1.79
BBB*	2.76	1.21
BBB-	1.66	-
Not Rated	46.29	40.11
	96.95	88.87

Source of credit rating is from Moody's except for the following:

* Credit ratings is from Standard & Poor's

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(c) Credit risk (continued)

The tables below summarise the credit rating of banks and custodian (*source: Moody's*) in which the Sub-Funds' asset are held as at 31 December 2025 and 31 December 2024.

<u>Counter party</u>	Phillip Money Market Fund		Sustainable Reserve Fund	
	2025	2024	2025	2024
BNP Paribas acting through its Singapore Branch	A1	A1	A1	A1
Australia New Zealand Bank	A1	-	-	-
Bank Julius Baer & Co AG Singapore	A1	A1	-	-
Bank of East Asia Limited	A3	-	-	-
China Construction Bank	A1	A1	-	-
J P Morgan Chase	A1	A1	-	-
Landesbank Baden-Wuerttemberg St	Aa2	-	-	-
Maybank Singapore	-	A2	-	-
MUFG Bank	-	A1	-	-
National Bank of Kuwait	A1	A1	-	-
Overseas-Chinese Banking Corporation	Aa1	Aa1	-	-
Qatar National Bank	Aa2	Aa2	-	Aa2
Saudi National Bank	-	Aa3u	-	-
Scotiabank Hong Kong	-	Aa2	-	-
Sumitomo Mitsui Banking Corporation	-	A1	-	-
Sumitomo Mitsui Trust Bank Ltd	-	A1	-	A1
Union Bancaire Privee	Aa2	-	-	-
United Overseas Bank	Aa1	Aa1	-	-

Derivatives risk

The Manager may use financial derivative instruments solely for the purposes of hedging existing positions in a portfolio or for efficient portfolio management, and such financial derivative instruments are not used to gear the overall portfolio.

(d) Fair value estimation

Except for investments which are measured at fair value, at 31 December 2025 and 2024, the fair values of assets and liabilities approximate their carrying values on the Statements of Financial Position.

The fair value of financial assets and liabilities traded in active markets (such as publicly traded securities) are based on quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Sub-Funds are the current bid price; the appropriate quoted market price for financial liabilities is the current asking price.

When the Sub-Funds hold derivatives with offsetting market risks, mid-market prices are used as a basis for establishing fair values for the offsetting risk positions and bid or asking price are applied to the net open position, as appropriate. The carrying amounts of the financial assets and liabilities with maturity of less than one year are assumed to approximate their fair values because they are short term in nature or the effect of discounting is immaterial.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(d) Fair value estimation (continued)

The Sub-Funds classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted 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 following tables analyse within the fair value hierarchy the Sub-Funds' financial assets and liabilities (by class) measured at fair value at 31 December 2025 and 2024:

Phillip Money Market Fund

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
2025				
Assets				
Financial assets designated at fair value through profit or loss				
- Debt securities	-	1,281,898,083	-	1,281,898,083
- Quoted investment funds	172,487,824	-	-	172,487,824
	172,487,824	1,281,898,083	-	1,454,385,907
2024				
Assets				
Financial assets designated at fair value through profit or loss:				
- Debt securities	-	1,111,564,289	-	1,111,564,289
- Quoted investment funds	126,850,720	-	-	126,850,720
	126,850,720	1,111,564,289	-	1,238,415,009

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

9. Financial risk management (continued)

(d) Fair value estimation (continued)

Sustainable Reserve Fund

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
2025				
Assets				
Financial assets designated at fair value through profit or loss:				
- Debt securities	-	14,977,086	-	14,977,086
- Financial derivatives at fair value	-	36,086	-	36,086
	-	15,013,172	-	15,013,172

Liabilities

Financial liabilities designated at fair value through profit or loss:				
- Financial derivatives at fair value	-	12,888	-	12,888

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
2024				
Assets				
Financial assets designated at fair value through profit or loss:				
- Debt securities	-	12,494,475	-	12,494,475
- Financial derivatives at fair value	-	58,951	-	58,951
	-	12,553,426	-	12,553,426

Liabilities

Financial liabilities designated at fair value through profit or loss:				
- Financial derivatives at fair value	-	42,616	-	42,616

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include debt securities and over-the-counter derivatives.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

10. Related parties

In the normal course of the business of the Sub-Funds, management fees and trustee fees have been paid or are payable to the Manager and the Trustee respectively as noted in the Statements of Total Return.

In addition, the bank holding company and related parties of the Trustee have also provided custodian, banking, foreign exchange, fund administration and brokerage services to the Sub-Funds in the normal course of business at terms agreed between the parties and within the provisions of the Trust Deed.

Other than as disclosed elsewhere in the financial statements, the following significant transactions took place between the Sub-Funds and its related parties during the year:

	Phillip Money Market Fund		Sustainable Reserve Fund	
	2025	2024	2025	2024
	S\$	S\$	S\$	S\$
Cash and bank balances held with a related party of the Trustee	59,923,334	37,989,204	352,201	681,107

The Manager may also use the services of related parties to carry out transactions involving the purchase and sale of securities.

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

11. Financial ratios

Phillip Money Market Fund

		2025	2024
Expense ratio			
Class A SGD			
Total operating expenses	S\$	9,032,687	6,328,971
Average daily net asset value	S\$	1,897,877,843	1,294,834,833
Total expense ratio¹	%	0.48	0.49
Class I SGD			
Total operating expenses	S\$	226,761	114,976
Average daily net asset value	S\$	88,255,898	42,140,346
Total expense ratio¹	%	0.26	0.27
Class E SGD			
Total operating expenses	S\$	145,878	142,868
Average daily net asset value	S\$	203,108,833	129,848,784
Total expense ratio¹	%	0.07	0.11
Class F SGD			
Total operating expenses	S\$	7,840	-
Average daily net asset value	S\$	12,227,394	-
Total expense ratio¹ (annualised)	%	0.08	-
Turnover ratio			
Lower value of purchase (or sale) of underlying investments	S\$	13,500,000	15,343,400
Average daily net asset value	S\$	2,198,860,169	1,466,823,963
Total turnover ratio²	%	0.61	1.05

Phillip Investment Funds

Notes to the financial statements For the financial year ended 31 December 2025

11. Financial ratios (continued)

Sustainable Reserve Fund

		2025	2024
Expense ratio			
Class A Acc			
Total operating expenses	S\$	13,133	-
- Including preliminary expenses	S\$	-	18,145
- Excluding preliminary expenses	S\$	-	14,333
Average daily net asset value	S\$	1,510,376	1,144,527
Total expense ratio¹	%	0.87	-
- Including preliminary expenses (annualised)	%	-	1.38
- Excluding preliminary expenses (annualised)	%	-	1.09
Class A Dist			
Total operating expenses	S\$	3,471	-
- Including preliminary expenses	S\$	-	1,262
- Excluding preliminary expenses	S\$	-	1,014
Average daily net asset value	S\$	402,902	81,299
Total expense ratio¹	%	0.86	-
- Including preliminary expenses (annualised)	%	-	1.36
- Excluding preliminary expenses (annualised)	%	-	1.09
Class B Acc			
Total operating expenses	S\$	100,015	-
- Including preliminary expenses	S\$	-	117,164
- Excluding preliminary expenses	S\$	-	81,873
Average daily net asset value	S\$	12,627,223	9,347,776
Total expense ratio¹	%	0.79	-
- Including preliminary expenses (annualised)	%	-	1.08
- Excluding preliminary expenses (annualised)	%	-	0.75
Turnover ratio			
Lower value of purchase (or sale) of underlying investments	S\$	11,284,849	7,339,043
Average daily net asset value	S\$	14,540,501	10,573,602
Total turnover ratio²	%	77.61	69.41

¹ The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio is based on total operating expenses divided by the average net asset value for the year. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fees, interest expenses, distributions paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Sub-Funds do not pay performance fee. The average net asset value is based on the daily balances.

² The portfolio turnover ratio is calculated in accordance with the formula stated in the Code. The calculation of the portfolio turnover ratio is based on the total value of purchases (or sales) of the underlying investments divided by the weighted average daily net asset value. Total value of purchases (or sales) does not include brokerage and other transaction costs. The total value of bonds matured during the year is not included in the computation of portfolio turnover ratio.

Phillip Investment Funds

Important Information

Phillip Money Market Fund and Sustainable Reserve Fund (the "Sub-Funds") are sub-funds of Phillip Investment Funds (the "Fund"), an open-ended umbrella unit trust authorised under the Securities and Futures Act 2001, by the Monetary Authority of Singapore.

This document is published by Phillip Capital Management (S) Ltd, the manager of the Fund (the "Manager"), for information only and it does not constitute a prospectus nor form part of any offer or invitation to subscribe for or to purchase, or solicitation of any offer to subscribe for or to purchase, any units in the Sub-Funds. All applications for units in the Sub-Funds must be made on the application forms accompanying the latest prospectus of the Fund (the "Prospectus").

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Given the economic and market risks, there can be no assurance that the Sub-Funds will achieve their investment objectives. Investments in the Sub-Fund is not deposits or other obligations of, or guaranteed, or insured by the Manager or the distributors or their affiliates and are subject to investment risks, including the possible loss of the full principal amount invested. Returns may be affected by, among other things, the investment strategies or objectives of the Sub-Fund and material market and economic conditions. The value of the units and the income from them can fall as well as rise. Past performance is not necessarily indicative of the future performance of the Sub-Fund.

This document should not be taken as a recommendation to buy or sell since it does not take into account the specific investment objectives, financial situation and the particular needs of any particular recipient of this document. Investors should seek advice from a financial advisor before purchasing units in the Sub-Fund. In any case, investors should read the Prospectus and consider the risks as well as suitability of the Sub-Fund before deciding whether to subscribe for units in the Sub-Fund. Copies of the Prospectus are available and may be obtained from the Manager.