

**Flagship Global Equity Fund IC Limited  
(An Incorporated Cell of Apex FM Guernsey ICC Limited)  
(formerly IPFM Guernsey ICC Limited)**

**Annual Report and Audited Financial Statements  
For the year ended 31 October 2025**

# Flagship Global Equity Fund IC Limited

## Annual Report and Audited Financial Statements for the year ended 31 October 2025

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# Flagship Global Equity Fund IC Limited

## Annual Report and Audited Financial Statements for the year ended 31 October 2025

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### General Information

#### Registered Office

1 Royal Plaza  
Royal Avenue  
St Peter Port  
Guernsey  
Channel Islands  
GY1 2HL

#### Custodian

*from 1 November 2024 to 26 May 2025*  
Butterfield Bank (Guernsey) Limited  
P.O. Box 25  
Regency Court  
Gategny Esplanade  
St Peter Port, Guernsey  
Channel Islands  
GY1 3AP

#### Directors of the Company and the Cell

Brett Paton  
Simon Sharrott  
Chris Hickling (resigned on 17 February 2025)  
David Le Boutillier (appointed on 17 February 2025)

*from 27 May 2025*

Butterfield Bank (Channel Islands) Limited  
P.O. Box 25  
Martello Court  
Admiral Park  
St. Peter Port, Guernsey  
Channel Islands  
GY1 3AP

#### Investment Manager and Promoter

Apex Fund Managers Guernsey Limited  
(formerly IP Fund Managers Guernsey Limited)  
1 Royal Plaza  
Royal Avenue  
St Peter Port  
Guernsey  
Channel Islands  
GY1 2HL

#### Independent Auditor

BDO Limited  
Plaza House  
Second Floor  
Admiral Park  
St Peter Port, Guernsey  
Channel Islands  
GY1 3LL

#### Cell Manager

Flagship Asset Management (Pty) Limited  
1<sup>st</sup> Floor ICR House  
Alphen Park  
Constantia Main Road  
Constantia, Cape Town  
7800, South Africa

#### Administrator, Registrar, Secretary and Paying Agent

Apex Fund and Corporate Services (Guernsey) Limited  
1 Royal Plaza  
Royal Avenue  
St Peter Port  
Guernsey  
Channel Islands  
GY1 2HL

#### Legal Advisors

Carey Olsen (Guernsey) LLP  
P.O. Box 98  
Carey House  
Les Banques  
St Peter Port, Guernsey  
Channel Islands  
GY1 4BZ

## Flagship Global Equity Fund IC Limited

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#### Company Structure

Flagship Global Equity Fund IC Limited (the “Cell”) is an open ended investment scheme incorporated in Guernsey on 3 October 2019 in accordance with the Companies (Guernsey) Law, 2008, (the “Law”) and The Authorised Collective Investment Schemes (Class B) Rules and Guidance, 2021 (the “Class B Rules”) as issued by the Guernsey Financial Services Commission pursuant to the Protection of Investors (Bailiwick of Guernsey) Law, 2020 (the “POI Law”). The Cell is an incorporated cell of Apex FM Guernsey ICC Limited (formerly IPFM Guernsey ICC Limited) (the “Company”).

The Law allows an Incorporated Cell Company (“ICC”) to create one or more incorporated cells for the purpose of segregating and protecting the assets within those cells so that liabilities attributable to one cell can only be satisfied out of the assets of that cell, and creditors and shareholders of a particular cell have no right to the assets of any other cell or the ICC. Each incorporated cell is a single legal person separate from the incorporated cell company and any other incorporated cells.

A cell is not a subsidiary of its ICC. Whilst an ICC can own shares in its own cells and one cell may own shares in another cell of the same ICC (unless prohibited by the cell's memorandum and articles of incorporation), a cell cannot own shares in its ICC. Each cell will have their own constitutional arrangements and membership of an incorporated cell is distinct from that of another cell. Members of one incorporated cell are not, by virtue of that fact, members either of the ICC or any other incorporated cell. Thus, for voting purposes, a member of an incorporated cell of an ICC may not, in that capacity, vote at a general meeting of the ICC or vice versa.

Each incorporated cell must have a board of Directors. To the extent that the board of Directors of a cell comprises the same persons as the board of Directors of the ICC itself, the Directors must meet separately in their capacity as Directors of each incorporated cell and, in that capacity, they owe their fiduciary and other duties to the relevant incorporated cell rather than to the ICC. Conversely, when they meet as Directors of the ICC they owe their duties to the ICC rather than to any of its incorporated cells.

Each incorporated cell is responsible for the preparation of its accounts in accordance with the Law. The rights and obligations of the holders of participating shares are governed by the Articles of Incorporation of the relevant cell. The Articles of Incorporation of a cell may be altered by the passing of a special resolution of the cell.

#### Cell Manager's Report

For investors who perhaps needed another reminder of the perils involved with trying to time equity markets, the second quarter of 2025 delivered just that. After some indices, especially in the US, experienced sizeable pullbacks during Q1, and then started Q2 with one of the steepest two-day declines in market history (plunging 10%), they came roaring back in Q2 after the Trump administration announced a 90-day reprieve on tariff implementation, giving negotiators more time to iron out trade deals. The benchmark S&P 500 had its best quarter since Q4 2023, gaining 10.9%. This rally marks the swiftest ever recovery back to all-time highs following a decline of at least 15%. Year-to-date ("YTD"), this means the index is up 6.2%, which would put it roughly in line with long-term averages at this stage. The tech-heavy Nasdaq fared even better this quarter, and at 18% in the green, delivered its best quarter in 5 years. Following on from the steep Q1 decline, however, means the more volatile index is only up 5.9% for the year.

Across the Atlantic, both London's FTSE 100 and the Euro Stoxx 50 marched on, gaining 9.6% and 12.2% respectively during the quarter, measured in USD. YTD, this puts the FTSE within touching distance of 20%, while the Stoxx is already north of 25%. Pulling on the short end of the straw in Q2 were the Chinese indices, as the Hang Seng gained only 4.9%, and the Shanghai Composite 5.6%. YTD, the Hang Seng still looks very healthy, currently 21.6% higher than it was 6 months ago. Locally, the JSE All Share Index enjoyed another strong quarter, rising 14.2%, placing its YTD gain at 24.5%.

(Note: the above non-US index returns are all measured in USD, solely for the purpose of comparison with US indices. During the quarter, however, the USD weakened considerably, greatly flattering the USD measured returns of the above indices over the period. Measured in their local currencies, returns were much more muted, while almost all of them trailing their US peers over the quarter. The FTSE 100 returned 3.2% for the quarter, the Euro Stoxx 50 gained 1.1%, the Hang Seng and Shanghai Composite gained 5.8% and 4.4% respectively, while the JSE gained 10.2%.)

The main reason for the weak USD performance, which hit multi-year lows, was concern around Trump's "Big Beautiful Bill" and the effect this could have on growing budget deficits. The US Congressional Budget Office projects the bill could add USD 3.3 trillion to the national debt over the next decade. The result was the USD weakening against major peers by:

- 8.2% against the Euro,
- 5.9% against the GBP,
- 3.9% against the Yen,
- 1.3% against the CNY,
- 3.3% against the ZAR.

We make special mention of these large moves, as glancing over headline numbers can mask some of these issues.

Turning to commodities, particularly oil, the 2nd quarter saw a high level of volatility in the face of escalating Middle East tensions. Israeli strikes against Iranian nuclear facilities, later joined by the USA, threatened to spill into an all-out regional war. In response, crude oil prices shot through the roof, with fears that Iran could effectively close the Strait of Hormuz. Disrupting 20% of global oil transportation would no doubt have resulted in a massive supply shock, potentially renewing upward inflationary pressures. By the end of the quarter, the situation had largely been de-escalated, and Brent Crude closed 9.5% lower than it was at the start of Q2. Gold, on the other hand, continued its upward trend, increasing by another 5.7%. Bullion has now increased by 42% over the last 12 months, easily outperforming most global equity indices.

The 3rd quarter saw very little in the way of a slowdown for equities, with several indices, including the local JSE, delivering blockbuster returns.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Cell Manager's Report (continued)

In the US, the benchmark S&P 500 closed 8.1% higher, while the tech heavy Nasdaq rose 11.4%. YTD, they are now up 14.8% and 18.0% respectively. Barring a sizeable pullback during Q4, US equity indices are on track for another year of strong returns.

Strong results were not limited to the US, as London's FTSE 100 and the Euro Stoxx 50 closed 7.5% and 4.3% higher, respectively, measured in local currencies. YTD, both markets have also been very strong, gaining 17.7% and 13%, respectively. Due to the weakening US Dollar, however, these returns swell to 26.5% and 31.9% respectively, when measured in USD.

Looking East, we find even more green. Hong Kong's Hang Seng index closed the quarter 12.5% higher, while Japan's Nikkei ended the quarter up an impressive 11.7%. The Nikkei, however, weakened against the dollar, slightly eroding these returns. YTD, and measured in USD, both these indices have also been extremely strong. The Nikkei has gained 21.9%, while the Hang Seng is a massive 37.9% higher than at the start of the year.

Trouncing all these returns for the year has been the local JSE. After gaining 12.9% during the quarter, the YTD gain now stands at 31.8% in ZAR but, due to ZAR strength vs the USD over this period, the USD gain stands at an impressive 44.3%. This has been driven, to a very large extent, by the JSE Resources index, which is up 124.4% YTD, measured in USD.

Special mention must also be made of gold, which rose another 16.8% during the quarter, and is now up 47% YTD, its strongest run since 1979 when the world was facing a global energy and inflationary crisis. Political instability, uncertainty, and lofty equity valuations – have investors on their toes, looking for safe alternatives to US Treasuries. Gold has proven a massive beneficiary of this combination of factors – and a strong contributor to our returns.

Influencing both the strong performance of gold and stocks (US stocks at least), has been the resumption of the US rate-cutting cycle by the Federal Reserve. They face no easy task, as economic data continues to point in two different directions. On the positive side we have US GDP growth which, at 3.8% quarter-over-quarter, continues to be strong. One of the key drivers here has been the strength of the US consumer, with retail sales numbers continuing to surprise on the upside. Several prominent CEO's have also mentioned the strength they are seeing in the US consumer. It is also true, though, that most of this consumer spending is driven by the wealthiest group of consumers. The top 10% of earners in the US are responsible for around 50% of consumer spending. These individuals have significant portions of their wealth tied to the US stock market, and its continued rise means these consumers are not under pressure and remain willing to spend. A steep, sudden downturn in the market could change this sentiment rather quickly, though.

On the other hand, there are also some negative economic indicators, with jobs numbers being key among these. The rolling number of jobs being added to the US economy now sits at levels normally seen during recessions and there are now 7.4 million unemployed people in the US, vs 7.2 million job openings, marking it the first time since 2021 that job demand has exceeded supply. This would have been the key factor behind the Fed's decision to lower rates. The market is, in fact, pricing in another cut this year as almost a certainty, while also ascribing a high probability to a 3rd cut before year end. Countering this view, research from Apollo Global Management indicates that the strong GDP numbers and weak jobs numbers are inconsistent and cannot both be true. They believe that jobs numbers are artificially low, being affected by AI implementation and lower immigration due to government clampdowns, rather than an overall economic slump, and that the Fed's focus should therefore remain on battling inflation, rather than caving to the job market. If this proves to be the case, and the market does not get the further cuts it is expecting, we could see equities pull back meaningfully from current elevated levels.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Cell Manager's Report (continued)

Speaking of lofty valuations, these continue to be very worrisome indeed. In a recent Bank of America global fund manager survey, 91% of fund managers said that US stocks are overvalued – the highest proportion in history. The Shiller-CAPEPE ratio (which tries to adjust for longer business cycles) is currently at its second highest level in history, only trailing the peak of the Dotcom-bubble. The fears of a new AI-driven bubble are therefore very much front and center, and comparisons with the Dotcom era can be found everywhere. It's hard to grasp how big the current AI capex boom has been but, for context, construction spending on datacenters only, not even semiconductor factories etc., has reached an annualized rate of USD 41 billion, exceeding the total construction costs of private offices in the US. This is datacenters alone. According to the Wall Street Journal, the AI boom has in fact been one of the costliest buildings sprees in world history.

Over the past three years, tech firms have committed more towards AI datacenters, semiconductors and energy production than it cost to build the entire US interstate highway system over the course of four decades (adjusted for inflation).

No wonder, then, that investors are getting worried about when, and even if, these tremendous amounts of capital being spent will lead to increased profitability, justifying the sky-high multiples we see in the market.

#### Fund Performance

The Flagship Global Equity Strategy returned 16.6% in USD during the 2nd quarter, outperforming its MSCI ACWI benchmark, which returned 11.5%.

We are particularly pleased with the equity fund's relative consistent performance, having outperformed its benchmark during each month this quarter.

The biggest contributors during the quarter were Blue Label Telecoms, Rolls Royce Holdings, Netflix, and Howmet Aerospace. The main detractors during the quarter were United Health, Budweiser Asia, and Apple.

Performance during the 3rd quarter was a slightly disappointing 3.9%, trailing its MSCI ACWI benchmark by just over 3%. Over the last 6 months, though, the fund has returned 21.8%, outperforming the MSCI ACWI which returned 20.3% over the same period.

The biggest contributors to performance during the quarter were CommScope Holdings, Rolls Royce, Celestica & gold bullion, while the main detractors were Blu Label Unlimited and Brinker International.

What is notable, and in line with our investment philosophy and process of letting our winners run for longer, is that Rolls Royce was also one of the top contributors during Q1 and Q2. Blu Label, a top contributor over the long term, as well as Q1 and Q2, experienced a significant pullback ahead of the planned listing of Cell C. We believe the market has yet to fully digest and incorporate the effect of this, and Blu remains the fund's largest holding, having increased nearly 400% since addition to the portfolios.

Flagship Asset Management (Pty) Ltd  
Cell Manager  
Date: 17 April 2026

# Flagship Global Equity Fund IC Limited

## Annual Report and Audited Financial Statements for the year ended 31 October 2025

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### Directors' Report

The Directors present their annual report together with audited financial statements (the "Financial Statements") of Flagship Global Equity Fund IC Limited (the "Cell") for the year ended 31 October 2025. The Cell started trading activities on 30 July 2020.

### Principal Activities

The Cell, with registration number 66856, is a Guernsey registered Incorporated Cell of Apex FM Guernsey ICC Limited (formerly IPFM Guernsey ICC Limited) (the "Company"). Refer to page 3 of Company Structure.

The Cell seeks to provide long-term capital appreciation. The Cell invests in high-quality companies that the Cell Manager believes will generate superior returns over the long-term. The Cell is actively managed and will be fully invested in equities at all times. The Cell has the ability to hold up to 10% in cash and use currency futures or forwards to manage currency exposure. The Cell is geographically unconstrained provided it invests in securities listed on a Recognised Investment Exchange.

The Cell's investment activities are managed by Apex Fund Managers Guernsey Limited (formerly IP Fund Managers Guernsey Limited) (the "Investment Manager") and Flagship Asset Management (Pty) Ltd acts as the Cell Manager.

### Directors

The Directors of the Cell during the year and at the date of this Report are set out on page 2.

### Directors' interests

None of the Directors who held office during the year and at the date of this Report had any disclosable interests in the shares of the Cell.

### Directors' responsibilities statement

The Directors are responsible for preparing the Financial Statements in accordance with applicable Guernsey law and regulations. Guernsey company law requires the Directors to prepare Financial Statements for each financial year. Under that law they have elected to prepare the Financial Statements in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and applicable law.

Under company law, the Directors must not approve the Financial Statements unless they are satisfied that they give a true and fair view of the state of affairs of the Cell and of the profit or loss of the Company for that period. In preparing these Financial Statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- Prepare the Financial Statements on the going concern basis, unless it is inappropriate to presume that the Cell will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the Financial Statements.

**Directors' Report (continued)**

**Directors' responsibilities statement (continued)**

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Cell and enable them to ensure that the Financial Statements comply with the Companies (Guernsey) Law, 2008, as amended and the Protection of Investors (Bailiwick of Guernsey) Law, 2020 and the Class B Rules. They are also responsible for safeguarding the assets of the Cell and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Disclosure of information to auditor**

So far as each Director is aware, there is no relevant audit information of which the Cell's auditor is unaware and each Director has taken all the steps they ought to have as a Director to make themselves aware of any relevant audit information and to establish that the Cell's auditor is aware of that information.

**Financial Statements publication**

The Financial Statements of the Cells are published on the Investment Manager's website. The Investment Manager is responsible for the maintenance and integrity of the website; the work carried out by the auditor does not involve consideration of these matters and, accordingly, the auditor accepts no responsibility for any changes that may occur to the Financial Statements after they are initially presented on the website. The Directors appreciate there is uncertainty regarding legal requirements of information published on the internet as it is accessible in many countries and legislation in Guernsey governing the preparation and dissemination of Financial Statements may differ from legislation in other jurisdictions.

**Going concern**

The Financial Statements have been prepared on a going concern basis. The Directors believe that this basis is appropriate as the Cell consists predominantly of securities that are readily realisable, has significant net assets, minimal creditors, is not dependent on any external finance or support from other group entities and as at the date of these Financial Statements has sufficient cash and bank balances to meet its expected run rate expenses for at least twelve months from the date of signing.

The Directors continue to monitor the ongoing global events. Whilst the Directors do not underestimate the seriousness of the issues and the inevitable effect they are having on the global economy, the Directors do not consider they cast any significant doubt on the ability of the Cell to continue as a going concern.

**Independent auditor**

BDO Limited are the auditor of the Cell and have expressed their willingness to continue in office.

On behalf of the Board

**Simon Sharrott**

Director

Date: 17 April 2026

## **Flagship Global Equity Fund IC Limited**

### **Annual Report and Audited Financial Statements for the year ended 31 October 2025**

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#### **Custodian's Report to the Members of Flagship Global Equity Fund IC Limited**

In our capacity as Custodian of Flagship Global Equity Fund IC Limited (the "Cell"), we confirm that, in our opinion, the Cell has been managed during the year ended 31 October 2025, in accordance with the provisions of the principal documents of the Company and with The Authorised Collective Investment Schemes (Class B) Rules and Guidance, 2021, and no material breaches have occurred.

#### **Andrew Thompson**

For and on behalf of  
Butterfield Bank (Channel Islands) Limited

Date: 17 April 2026

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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Supplementary Information	31 October 2025	31 October 2024
<b>Number of shares outstanding</b>		
Class A shares	551,131	640,729
Class C shares	538,551	538,551
<b>Net asset value per share</b>		
Class A shares	11.2540	9.3508
Class C shares	11.9490	9.8116
<b>Highest/Lowest prices</b>		
Class A shares	11.5453/8.6517	9.8216/8.4176
Class C shares	12.2572/8.4412	10.2907/8.8118
<b>Number of shares subscribed</b>		
Class A shares	2,391	11,950
Class C shares	-	-
<b>Number of shares redeemed</b>		
Class A shares	(91,988)	(50,092)
Class C shares	-	-

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

#### Portfolio Statement

Financial assets at fair value through profit or loss	Holdings	Fair Value USD	% of Net Assets
<b>Equities: 95.83% (2024: 97.15%)</b>			
<b>Industrial</b>			
Carpenter Technology Corporation	497	158,324	1.25
Cia De Saneamento Basico	5,264	128,863	1.02
Entergy Corporation	706	67,832	0.54
Exelon Corporation	2,055	96,708	0.77
Howmet Aerospace Inc	1,260	254,230	2.01
Heidelberg Materials AG	550	128,738	1.02
Iberdrola SA	5,209	106,204	0.84
Imperial Brands PLC	1,293	51,615	0.41
Itron Inc	689	74,963	0.59
Japan Tobacco Inc	1,533	53,215	0.42
Stride Inc	1,294	86,323	0.68
Talen Energy Corporation	241	94,294	0.75
US Foods Holding Corporation	790	57,844	0.46
Vistra Energy Corporation	375	71,089	0.56
Welltower Inc	377	68,211	0.54
		<b>1,498,453</b>	<b>11.86</b>
<b>Consumer Goods</b>			
Capcom Co Ltd	3,200	83,737	0.66
Celsius Holdings Inc	1,402	84,260	0.67
Cencora Inc	193	65,863	0.52
Garmin Ltd	404	86,824	0.69
McKesson Corporation	107	88,363	0.70
O'Reilly Automotive Inc	930	88,480	0.70
Sony Group Corporation	2,700	75,874	0.60
St. James's Place PLC	5,689	97,381	0.77
		<b>670,782</b>	<b>5.31</b>
<b>Consumer Services</b>			
Amazon.com Inc	571	127,207	1.01
Adtalem Global Education	1,283	181,840	1.44
Allianz SE	249	101,276	0.80
Barclays PLC	27,387	146,066	1.16
Netflix Inc	116	126,317	1.00
Prudential PLC ADR	5,238	146,926	1.16
Rolls Royce Holdings PLC	35,120	537,081	4.25
Sompo Holdings Inc	1,888	57,662	0.46
		<b>1,424,375</b>	<b>11.28</b>

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

#### Portfolio Statement (continued)

Financial assets at fair value through profit or loss	Holdings	Fair Value USD	% of Net Assets
<b>Equities (continued):</b>			
<b>Technology</b>			
Apple Inc	487	132,084	1.05
Alphabet Inc	823	231,847	1.83
Advanced Micro Dev	528	134,534	1.06
Blue Label Telecoms Ltd	1,626,274	1,149,701	9.10
Broadcom Ltd	402	151,333	1.20
Dell Technologies	968	155,800	1.23
Embraer SA ADR	1,561	101,808	0.81
eBay Inc	1,400	117,208	0.93
Meta Platforms Inc	170	113,169	0.90
Microsoft Corporation	489	257,106	2.03
NU Holdings Ltd	9,406	150,966	1.19
Nvidia Corporation	2,364	479,348	3.79
Taiwan Semiconductor Manufacturing Company Ltd	787	238,579	1.89
Rush Street Interactive Inc	5,259	89,193	0.71
Sea Ltd	913	142,291	1.13
Tencent Holdings Ltd	2,310	192,793	1.53
Telkom SA SOC Ltd	43,154	117,826	0.93
		<b>3,955,586</b>	<b>31.31</b>
<b>Financials</b>			
3I Group PLC	1,551	90,132	0.71
Bank of NY Mellon Corporation	1,416	152,843	1.21
Contemporary Amperex Tech	2,800	201,228	1.59
Constellation Energy-W/I	199	76,104	0.60
Celestica Inc	845	287,376	2.27
Credo Technology Group HO	1,179	196,362	1.55
Ezcorp Inc	8,577	155,244	1.23
Galderma Group AG	349	64,387	0.51
Invesco FTSE All-World UCITS ETF	43,046	357,196	2.83
JP Morgan & Co	332	102,734	0.81
Lloyds Banking Group PLC	60,694	70,605	0.56
Mitsubishi UFJ Financial Group	7,227	109,272	0.86
Natwest Group PLC	13,980	106,437	0.84
		<b>1,969,920</b>	<b>15.57</b>

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

#### Portfolio Statement (continued)

Financial assets at fair value through profit or loss	Holdings	Fair value USD	% of Net Assets
<b>Equities (continued):</b>			
<b>Healthcare</b>			
Astellas Pharma Inc	8,600	90,006	0.71
Essilor Luxottica	218	80,222	0.63
Fresenius Se & Co KgaA	1,118	64,957	0.51
Gilead Sciences Inc	529	62,618	0.50
HCA Healthcare Inc	144	67,208	0.53
Intuitive Surgical Inc	118	62,541	0.49
Quest Diagnostics	478	84,004	0.66
UnitedHealth Group Inc	268	92,398	0.73
Universal Health Services Inc	405	88,525	0.70
		<b>692,479</b>	<b>5.46</b>
<b>General</b>			
ACS Actividades de Construcción y Servicios	2,914	242,131	1.92
iShares MSCI ACWI	3,972	428,380	3.39
iShares MSCI ACWI ETF	2,723	384,379	3.04
Kraneshares CSI China Internet ETF	7,163	288,025	2.28
New Gold Issuer Ltd	11,986	444,959	3.52
Tsuruha Holdings Inc	6,480	112,470	0.89
		<b>1,900,344</b>	<b>15.04</b>
<b>Financial assets at fair value through profit or loss</b>		<b>12,111,939</b>	<b>95.83</b>
Other net assets: (2024: USD 318,023; 2.85%)		525,650	4.17
<b>Net assets attributable to holders of participating redeemable shares</b>		<b>12,637,589</b>	<b>100.00</b>

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Independent Auditor's Report of BDO Limited to the Members of Flagship Global Equity Fund IC Limited

##### Opinion on the financial statements

In our opinion, the financial statements of Flagship Global Equity Fund IC Limited (the "Cell"):

- give a true and fair view of the state of the Cell's affairs as at 31 October 2025 and of its profit for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board; and
- have been properly prepared in accordance with the requirements of the Companies (Guernsey) Law, 2008.

We have audited the financial statements of the Cell for the year ended 31 October 2025 which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Cash Flows, Statement of Changes in Net Assets Attributable to Holders of Participating Redeemable Shares and notes to the financial statements, including a summary of the material accounting policy information. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS").

##### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### *Independence*

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements.

##### Conclusions relating to going concern

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

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

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

## **Flagship Global Equity Fund IC Limited**

### **Annual Report and Audited Financial Statements for the year ended 31 October 2025**

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#### **Independent Auditor's Report of BDO Limited to the Members of Flagship Global Equity Fund IC Limited (continued)**

##### **Other information**

The Directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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.

##### **Other Companies (Guernsey) Law, 2008 reporting**

We have nothing to report in respect of the following matters where the Companies (Guernsey) Law, 2008 requires us to report to you if, in our opinion:

- proper accounting records have not been kept by the Company; or
- the financial statements are not in agreement with the accounting records; or
- we have failed to obtain all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

##### **Responsibilities of Directors**

As explained more fully in the Directors' responsibilities statement within the Directors Report, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's 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 Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

##### **Auditor's 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 ISAs (UK) 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.

**Independent Auditor's Report of BDO Limited to the Members of Flagship Global Equity Fund IC Limited (continued)**

**Auditor's responsibilities for the audit of the financial statements (continued)**

*Extent to which the audit was capable of detecting irregularities, including fraud*

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

*Non-compliance with laws and regulations*

Based on:

- Our understanding of the Cell and the industry in which it operates;
  - Discussion with management and those charged with governance; and
- Obtaining an understanding of the Cell policies and procedures regarding compliance with laws and regulations.

We considered the significant laws and regulations to be International Financial Reporting Standards and the Companies (Guernsey) Law, 2008.

The Cell is also subject to laws and regulations where the consequence of non-compliance could have a material effect on the amount or disclosures in the financial statements, for example through the imposition of fines or litigations. We identified such laws and regulations to be The Protection of Investors (Bailiwick of Guernsey) Law, 2020.

Our procedures in respect of the above included:

- Review of minutes of meetings of those charged with governance for any instances of non-compliance with laws and regulations;
- Review of correspondence with tax authorities for any instances of non-compliance with laws and regulations;
- Review of financial statement disclosures and agreeing to supporting documentation; and
- Review of legal expenditure accounts to understand the nature of expenditure incurred.

*Fraud*

We assessed the susceptibility of the financial statements to material misstatement, including fraud. Our risk assessment procedures included:

- Enquiry with management and those charged with governance regarding any known or suspected instances of fraud;
- Obtaining an understanding of the Cell's policies and procedures relating to:
  - Detecting and responding to the risks of fraud; and
  - Internal controls established to mitigate risks related to fraud.
- Review of minutes of meetings of those charged with governance for any known or suspected instances of fraud;
- Discussion amongst the engagement team as to how and where fraud might occur in the financial statements; and
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Independent Auditor's Report of BDO Limited to the Members of Flagship Global Equity Fund IC Limited (continued)

##### Auditor's responsibilities for the audit of the financial statements (continued)

Based on our risk assessment, we considered the area most susceptible to fraud to be management override of control.

Our procedures in respect of the above included:

- Considering whether there are any journal entries throughout the year, which may not be covered by testing of material financial statements class of transactions or balances; and
- A review of estimates and judgements applied by Management in the financial statements to assess their appropriateness and the existence of any systematic bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members who were all deemed to have appropriate competence and capabilities and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

##### Use of our report

This report is made solely to the Company's members, as a body, in accordance with Section 262 of the Companies (Guernsey) Law, 2008. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

**BDO Limited**  
Chartered Accountants  
Plaza House  
Second Floor  
Admiral Park  
St Peter Port  
Guernsey

Date: 17 April 2026

# Flagship Global Equity Fund IC Limited

## Annual Report and Audited Financial Statements for the year ended 31 October 2025

### Statement of Financial Position

	<u>Notes</u>	<u>31 October 2025</u> USD	<u>31 October 2024</u> USD
<b>Assets</b>			
<b>Non-current assets</b>			
Financial assets at fair value through profit or loss	2e; 6	12,111,939	10,833,689
		<b>12,111,939</b>	<b>10,833,689</b>
<b>Current assets</b>			
Cash and cash equivalents		541,339	338,804
Dividend receivable		6,481	5,255
Other receivables		1,544	6,579
		<b>549,364</b>	<b>350,638</b>
<b>Total assets</b>		<b>12,661,303</b>	<b>11,184,327</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Other payables		23,702	32,603
<b>Liabilities (excluding net assets attributable to participating shareholders)</b>		<b>23,702</b>	<b>32,603</b>
Net assets attributable to participating shareholders	8	12,637,589	11,151,712
<b>Total liabilities</b>		<b>12,661,291</b>	<b>11,184,315</b>
<b>Equity</b>			
Management shares	7	12	12
<b>Total equity</b>		<b>12</b>	<b>12</b>
<b>Total equity and liabilities</b>		<b>12,661,303</b>	<b>11,184,327</b>
<b>Net asset value per participating shareholders</b>			
Class A - USD	8	11.2540	9.2459
Class C - USD	8	11.9490	9.7067

The notes on pages 22 to 35 form part of these Financial Statements.

These Financial Statements were approved and authorised for issue by the Board of Directors on 17 April 2026 and signed on its behalf by:

**Simon Sharrott**  
Director

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

#### Statement of Comprehensive Income

	<u>Notes</u>	<u>Year ended 31 October 2025</u> USD	<u>Year ended 31 October 2024</u> USD
<b>Income</b>			
Net gain on financial assets held at fair value through profit or loss	6	2,666,132	2,275,831
Dividend income		162,579	141,192
Interest income		3,883	16,088
<b>Total income</b>		<b>2,832,594</b>	<b>2,433,111</b>
<b>Expenses</b>			
Audit fee		(12,148)	(11,238)
Custodian fee	3	(9,043)	(10,311)
Investment management fee	3;9	(23,842)	(29,418)
Cell manager fee	3;9	(60,697)	(38,949)
Transaction fees		(34,641)	(29,846)
Directors' fees	3;9	(3,024)	(2,405)
Sundry expenses		(16,523)	(36,089)
Net other foreign exchange losses		(167,111)	(210,254)
<b>Total operating expense</b>		<b>(327,029)</b>	<b>(368,510)</b>
Net profit before tax		2,505,565	2,064,601
Withholding tax		(33,497)	(20,677)
<b>Profit for the year and total comprehensive income attributable to participating shareholders</b>		<b>2,472,068</b>	<b>2,043,924</b>

All items in the above statement derive from continuing operations. There is no difference between the increase in net assets attributable to participating shareholders and comprehensive income.

The notes on pages 22 to 35 form part of these Financial Statements.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

#### Statement of Cash Flows

	<u>Note</u>	<u>Year ended 31 October 2025</u> USD	<u>Year ended 31 October 2024</u> USD
<b>Cash flows from operating activities:</b>			
Profit for the year		2,472,068	2,043,924
<b>Adjustments for:</b>			
Net gain on financial assets at fair value through profit or loss	6	(2,666,132)	(2,275,831)
Withholding tax		33,497	20,677
Dividend income		(162,579)	(141,192)
<b>Operating loss before working capital changes</b>		<b>(323,146)</b>	<b>(352,422)</b>
Net decrease in other receivables		5,035	3,761
Net decrease in other payables		(8,901)	(500)
Purchase of financial assets at fair value through profit or loss	6	(25,035,903)	(30,414,483)
Sale of financial assets at fair value through profit or loss	6	26,423,785	30,897,891
Withholding tax paid		(33,497)	(20,677)
Dividend received		161,353	148,151
<b>Net cash generated from operating activities</b>		<b>1,188,726</b>	<b>261,721</b>
<b>Cash flows from financing activities</b>			
Cash received from issuance of participating shares		6,106,407	1,246,134
Cash paid on redemptions of participating shares		(7,092,598)	(1,580,200)
<b>Net cash used in financing activities</b>		<b>(986,191)</b>	<b>(334,066)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>202,535</b>	<b>(72,345)</b>
Cash and cash equivalents at beginning of the year		338,804	411,149
<b>Cash and cash equivalents at the end of the year</b>		<b>541,339</b>	<b>338,804</b>

The notes on pages 22 to 35 form part of these Financial Statements.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Statement of Changes in Net Assets attributable to Participating Shareholders

	<u>Note</u>	<u>Year ended 31 October 2025 USD</u>	<u>Year ended 31 October 2024 USD</u>
<b>Net assets attributable to participating shareholders at the beginning of the year</b>		<b>11,151,712</b>	<b>9,441,854</b>
Proceeds from issuance of participating shares	7	6,106,407	1,246,134
Payments on redemption of participating redeemable shares	7	(7,092,598)	(1,580,200)
Total comprehensive income attributable to participating shareholders		<u>2,472,068</u>	<u>2,043,924</u>
<b>Net assets attributable to participating shareholders at the end of the year</b>		<b><u>12,637,589</u></b>	<b><u>11,151,712</u></b>

The notes on pages 22 to 35 form part of these Financial Statements.

**Notes to Financial Statements**

**1. General information**

Flagship Global Equity Fund IC Limited (the "Cell"), with company number 66856, is a Guernsey registered, Limited Liability Incorporated Cell of Apex FM Guernsey ICC Limited (formerly IPFM Guernsey ICC Limited) (the "Company").

The Cell seeks to provide long-term capital appreciation. The Cell invests in high-quality companies that the Cell Manager believes will generate superior returns over the long-term. The Cell is actively managed and will be fully invested in equities at all times. The Cell has the ability to hold up to 10% in cash and use currency futures or forwards to manage currency exposure. The Cell is geographically unconstrained provided it invests in securities listed on a Recognised Investment Exchange.

The Cell's investment activities are managed by Apex Fund Managers Guernsey Limited (formerly IP Fund Managers Guernsey Limited) (the "Investment Manager") and Flagship Asset Management (Pty) Limited acts as the Cell Manager.

**2. Material accounting policies**

The material accounting policies detailed below have been consistently applied in the preparation of the Financial Statements of the Cell.

**(a) Basis of preparation**

These Financial Statements have been prepared on a going concern basis.

With effect from 1 November 2024, the Company has elected to transition from preparing its Financial Statements under IFRS as adopted by the European Union to IFRS Accounting Standards as issued by the IASB. This change constitutes to a change in accounting framework. However, there is no impact on recognition, measurement or disclosure in the year as a result of the change in accounting framework. Accordingly, the Financial Statements of the Company for the year ended 31 October 2025 have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the IASB and in compliance with the Companies (Guernsey) Law, 2008, as amended.

The Financial Statements have been prepared at an incorporated cell ("IC") level. The non-cellular assets and liabilities are in respect of the management shares issued by the Company, as disclosed in note 7.

The preparation of Financial Statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Directors of the Company to exercise judgement in the process of applying the Cell's accounting policies.

**(b) Going concern**

The Financial Statements have been prepared on a going concern basis. The Directors believe that this basis is appropriate as the Cell consists predominantly of securities that are readily realisable, has significant net assets, minimal creditors, is not dependent on any external finance or support from other group entities and as at the date of these Financial Statements has sufficient cash and bank balances to meet its expected run rate expenses for at least twelve months from the date of signing.

The Directors continue to monitor the ongoing global events. Whilst the Directors do not underestimate the seriousness of the issues and the inevitable effect they are having on the global economy, the Directors do not consider they cast any significant doubt on the ability of the Cell to continue as a going concern.

**(c) New and revised standards, interpretations and amendments**

The accounting policies used in the preparation of the Financial Statements have been consistently applied during the year ended 31 October 2025.

**Notes to Financial Statements (continued)**

**2. Material accounting policies (continued)**

**(c) New and revised standards, interpretations and amendments (continued)**

There were no new standards, amendments or interpretations applicable for the year that had a material impact on the Financial Statements.

***New standards, interpretations and amendments in issue but not yet effective***

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 31 October 2025 reporting periods.

At the date of authorisation of these Financial Statements no updates to standards and interpretations have become relevant to the Company.

The Company has not early adopted any standard, interpretation or amendment that has been issued but are not yet effective. The Company is of the opinion that these standards will have no significant impact on the Company's Financial Statements, except for IFRS 18 Presentation and Disclosure in Financial Statements.

**(d) Foreign currency translation**

The Financial Statements of the Cell are presented in United States Dollar ("USD") the currency of the primary economic environment in which the Cell operates (its "functional currency"). Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income. Translation differences on non-monetary financial assets and liabilities such as equities at fair value through profit or loss are recognised in the Statement of Comprehensive Income within the fair value net gain or loss.

**(e) Financial instruments**

**Financial assets**

The Cell's financial assets are classified as those to be measured at fair value through profit or loss and those to be measured at amortised cost. The classification depends on the Cell's business model for managing the financial assets and the contractual terms of the cash flows. Financial assets are measured initially at fair value adjusted by directly attributable transaction costs, except for those carried at fair value through profit or loss with transaction costs recognised directly in profit or loss.

*Financial assets held at amortised cost*

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. These assets are subsequently measured at amortised cost using the effective interest method. The effective interest method calculates the amortised cost of financial instruments and allocates the interest over the period of the instrument.

The Cell's financial assets held at amortised cost include dividend receivables, other receivables and cash and cash equivalents.

*Financial assets at fair value through profit or loss*

The Cell has classified investments at fair value through profit or loss as this is the way the Cell manages and evaluates the performance of these assets.

**Notes to Financial Statements (continued)**

**2. Material accounting policies (continued)**

**(e) Financial instruments (continued)**

**Financial assets (continued)**

*Financial assets at fair value through profit or loss (continued)*

Investments at fair value through profit or loss are recognised when the Cell becomes party to the contractual provisions of the instrument. Recognition takes place on the trade date where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned.

Gains and losses arising from changes in the fair value of financial assets at fair value through profit or loss are recognised in the Statement of Comprehensive Income as they arise.

*Derecognition of financial assets*

A financial asset is derecognised either (i) when the Cell has transferred substantially all the risks and rewards of ownership; (ii) when it has neither transferred nor retained substantially all the risks and rewards and when it no longer has control over the assets or portion of the asset; or (iii) when the contractual right to receive cash flow has expired. Any loss on derecognition is taken to other income or expenses in the Statement of Comprehensive Income as appropriate.

**Financial liabilities**

The classification of financial liabilities at initial recognition depends on the purpose for which the financial liability was issued and its characteristics.

*Financial liabilities measured at amortised cost*

These consist of other payables. These liabilities are initially recognised at fair value and subsequently carried at amortised cost using the effective interest rate method.

*Derecognition of financial liabilities*

A financial liability is derecognised when the Cell has extinguished the contractual obligations, it expires or it is cancelled. Any gain or loss on derecognition is taken to other income or expenses in the Statement of Comprehensive Income.

**Fair value estimation**

The Cell classifies 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 more observable for the assets or liabilities, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the assets or liabilities that are not based on observable market data (that is, unobservable inputs) (level 3).

**Notes to Financial Statements (continued)**

**2. Material accounting policies (continued)**

**(e) Financial instruments (continued)**

**Financial liabilities (continued)**

**Fair value estimation (continued)**

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on observable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability. The determination of what constitutes 'observable' requires significant judgement by the Cell Manager. The Cell Manager considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The Cell invests in publicly traded equity securities and the fair values of these securities are based on the quoted market prices in an active market for identical assets without any adjustments. The fair value of the investments is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for investments held by the Cell is the current bid price and these investments are included in Level 1.

**(f) Cash and cash equivalents**

Cash and cash equivalents include cash in hand.

**(g) Share capital**

The Cell has the power to issue an unlimited number of management shares of no par value and an unlimited number of participating redeemable shares of no par value.

**Management shares**

The Cell has issued 10 management shares of no par value issued for £1.00 each, all of which are beneficially held by the Investment Manager. Cell management shares are not redeemable, do not carry any voting rights while participating shares are in issue, do not carry any right to a dividend, and, in a winding up rank only for a return of paid up capital.

**Participating shares**

Holders of participating shares in respect of a Cell carry one vote on a show of hands and one vote (and a further part of one vote proportionate to any fraction of a share held by such holder) on a poll for each participating share held at the meetings of the Shareholders. In the event of winding up, participating shares carry a right to share in surplus assets pro rata according to their relative net asset values and then within such share classes pari passu according to the number of participating shares held. A fraction of a participating share will rank pari passu and proportionately with a whole participating share.

**Notes to Financial Statements (continued)**

**2. Material accounting policies (continued)**

**(g) Share capital (continued)**

**Participating shares (continued)**

Participating redeemable shares are redeemable at the option of the Shareholder and are classified as financial liabilities. Shareholders may request a redemption of all or part of their participating shares of any class in the Cell on any dealing day at the net asset value per share of such class on such dealing day. The participating redeemable share is carried at the redemption amount that is payable in the Statement of Financial Position.

**(h) Revenue recognition**

Dividend income from financial assets is recognised in the Statement of Comprehensive Income when the Cell's right to receive payment is established. Interest income from financial assets is recognised in the Statement of Comprehensive Income on an accruals basis.

On acquisition of interest bearing investments, any accrued interest at the date of acquisition is separated from capital and is charged to the Statement of Comprehensive Income. On disposal, the Statement of Comprehensive Income is credited with the part of the proceeds attributable to accrued interest before the capital profit or loss is determined.

**(i) Expenses**

All expenses are accounted for on an accruals basis and are recognised in the Statement of Comprehensive Income.

**(j) Taxation**

The Cell has been granted exempt status under the terms of The Income Tax (Exempt Bodies) (Guernsey) Ordinance, 1989 to income tax in Guernsey. Its liability is an annual fee of £1,600 (2024: £1,600).

The Cell incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the Statement of Comprehensive Income. Withholding taxes are shown as a separate item in the Statement of Comprehensive Income.

**Notes to Financial Statements (continued)**

**2. Material accounting policies (continued)**

**(k) Capital risk management**

The fair value of the Cell's financial assets and financial liabilities approximate to their carrying amounts at the reporting date. For the purposes of this disclosure, shares are considered to be capital.

The Cell's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide return to shareholders. There are no externally imposed capital requirements on the Cell. The Cell has no intention to borrow, other than to fund short-term liquidity requirements. The Cell may arrange overdraft facility for such purposes. The Cell may pledge or otherwise grant security over its assets in connection with such borrowings. Other than borrowing to meet short-term liquidity requirements, no borrowing is permitted at the Cell level.

**3. Significant agreements**

**Investment Management fee**

Apex Fund Managers Guernsey Limited (formerly IP Fund Managers Guernsey Limited) was appointed as the Investment Manager of the Cell from the date of transfer. The Investment Manager earns a Management fee of 0.30% of the Net Asset value of the Cell attributable to the Class of Participating Shares or USD 22,000 per annum, whichever is higher.

The fees of the Administrator are payable by the Investment Manager out of the fees payable to the Investment Manager and are not charged separately.

**Cell Management fee**

Flagship Asset Management (Pty) Limited is the Cell Manager. The Cell Manager receives a fee per share class out of the assets of the Cell, calculated at each valuation point as a percentage of the Net Asset Value of the Cell as follows:

Class A Shares	1.0% per annum
Class B Shares	0.65% per annum
Class C Shares	0.0% per annum

**Performance fee**

The Cell Manager is entitled to a performance fee per share class out of the assets of the Cell, calculated at each valuation point as a percentage of the Net Asset Value of the Cell as follows:

Class A Shares	20% of the amount by which the Net Asset Value of Share Class A outperforms the benchmark, up to a total annual fee of 2.30%.
Class B Shares	20% of the amount by which the Net Asset Value of Share Class B outperforms the benchmark, up to a total annual fee of 1.95%.
Class C Shares	20% of the amount by which the Net Asset Value of Share Class C outperforms the benchmark, up to a total annual fee of 1.30%.

**Notes to Financial Statements (continued)**

**3. Significant agreements (continued)**

**Performance fee (continued)**

In each instance, the Cell Manager's performance is measured over a rolling 24 month period. The performance fee is accrued and crystallised at each valuation point and paid out monthly in arrears. The Cell applies a high watermark so that any underperformance relative to the benchmark will be clawed back before the Cell can charge a further performance fee. The benchmark for the Cell is the MSCI All Country World Index (MSCI ACWI) net total return USD Index.

**Custodian fee**

Butterfield Bank (Channel Islands) Limited (formerly Butterfield Bank (Guernsey) Limited) was appointed as the Custodian from the transfer date and is entitled to a fee for the services rendered to the Cell of 0.05% per annum of the Net Asset Value of the Cell attributable to the Class of Participating Shares or £6,500 per annum, whichever is higher.

**Directors' fee**

Each Director of the Company is entitled to receive a single annual director's fee of up to USD 10,000 per annum. This will be paid by the Cell pro rata to its Net Asset Value, or otherwise, out of the assets of the Cell, which calculation shall be at the sole discretion of the Directors.

**Distribution Partner fee**

The Cell has appointed Flagship Asset Management (Pty) Limited as the Distribution Partner to promote and market the Cell. As the Cell Manager and the Distributor are the same person, no Distributor fee shall be payable.

**4. Financial risk management**

The Cell's activities and investment objectives expose it to a variety of financial risk: market risk (which is made up of price risk, interest rate risk and currency risk), credit risk and liquidity risk (including cash flow risk). The Cell's overall risk management programme seeks to maximise the return derived for the level of risk to which the Cell is exposed and focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Cell's financial performance. The following policies and procedures to mitigate risk have been in place throughout the year.

**Market risk**

Market price risk is the risk that the fair value of future cash flows will fluctuate because of changes in market prices, other than those arising from currency or interest rate risk. The Cell is subject to market price risk as it trades primarily in equities and equity-based instruments. Through its investment in traded securities and instruments, the Cell is subject to market movements in the equity and bond markets.

All investments present a risk of loss of capital. The Cell Manager moderates this risk through a careful selection of securities and other financial instruments within specified limits. The maximum risk resulting from financial instruments is determined by the fair value of financial instruments. The Cell's overall market position is monitored by the Cell Manager and reviewed by the Board of Directors.

The Cell's market price risk is managed through diversification of the investment portfolio by exposure to varying product categories, hence concentration of risk is minimised.

The following considers the Cell's sensitivity to a 10% increase or decrease in market prices, with 10% being the sensitivity rate used to report price risk internally to key management personnel and representing management's assessment of the reasonably possible change in market prices.

**Notes to Financial Statements (continued)**

**4. Financial risk management (continued)**

**Market risk (continued)**

At 31 October 2025, if market prices had been 10% higher with all other variables held constant, the increase in the fair value of financial assets at fair value through profit or loss would have been USD 1,211,194 (2024: USD 1,083,369). An equivalent decrease in market prices would have resulted in an equivalent, but opposite, impact.

**Interest rate risk**

The Cell's interest-bearing financial assets and liabilities expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

The majority of the Cell's financial assets and liabilities are non-interest bearing. As a result, the Cell is not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates. Any excess cash and cash equivalents are invested at short-term market interest rates.

As this risk is not significant, no quantitative disclosures have been presented.

**Currency risk**

Currency risk is the risk that the fair value of future cash flows will fluctuate as a result of changes in foreign currency exchange rates. The Cell holds assets including investments denominated in currencies other than USD, the functional currency, however this is considered as part of the price risk of the investments.

There is no other material exposure to currency and so no sensitivity is prepared.

In accordance with the Cell's policy, the Cell Manager monitors the Cell's currency position on a regular basis and has the ability to enter into currency and market hedging by engaging in currency transactions in the spot and forward markets to mitigate any significant currency risk.

**Credit risk**

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Cell. The investments of the Cell are determined by the Cell Manager in accordance with the criteria set out in the Cell Particulars. All transactions in securities are settled/paid upon delivery using approved brokers. The risk of default is considered minimal as the trade will fail if either party fails to meet their obligation.

The Cell's maximum credit exposure is limited to cash balances and receivables recognised at the reporting date. The Cell's maximum exposure to credit risk is USD 547,833 (2024: USD 350,522) being the sum of receivables and the value of cash held with the custodian as at the year end. Prepayments of USD 1,531 was excluded, as they do not represent credit risk to the Cell. The cash and cash equivalents are held with Butterfield Bank (Channel Islands) Limited (formerly Butterfield Bank (Guernsey) Limited), which has a credit rating of BBB+ (2024: BBB+) as rated by Standard & Poor's.

No financial assets are either past due or impaired.

**Liquidity risk**

Liquidity risk is the risk that the Cell will encounter difficulty in meeting obligations associated with financial liabilities. The main liquidity risk is the risk that the Cell may be unable to recover funds invested through the usual redemption process which may result in the Cell having insufficient funds to settle a transaction on the due date. Due to the nature of the Cell, the majority of investments held are in marketable securities that are readily tradable and have reported no warnings regarding their ability to process redemptions as normal. The Cell has the ability to borrow to meet short-term liquidity requirements; however, to date, the Cell has not entered into such arrangements.

Notes to Financial Statements (continued)

4. Financial risk management (continued)

**Liquidity risk (continued)**

The table below analyses the Cell's financial liabilities into relevant maturity groupings based on the remaining period at the Statement of Financial Position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	<u>Less than 1 month</u> USD	<u>Between 1 and 12 months</u> USD	<u>Greater than 12 months</u> USD	<u>No fixed repayment</u> USD
<b>31 October 2025</b>				
Other payables	23,702	-	-	-
<b>Liabilities</b>	<b>23,702</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net assets attributable to participating shareholders	-	-	-	<b>12,637,589</b>
	<u>Less than 1 month</u> USD	<u>Between 1 and 12 months</u> USD	<u>Greater than 12 months</u> USD	<u>No fixed repayment</u> USD
<b>31 October 2024</b>				
Other payables	32,603	-	-	-
<b>Liabilities</b>	<b>32,603</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net assets attributable to participating shareholders	-	-	-	<b>11,151,712</b>

**Capital risk management**

The capital of the Cell is represented by the net assets attributable to holders of participating redeemable shares. The Cell's objective when managing capital is to safeguard the ability to continue as a going concern in order to provide returns for unitholders and to maintain a strong capital base to support the development of the investment activities of the Cell.

The Cell Manager monitors capital on the basis of the value of net assets attributable to holders of participating redeemable shares.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Notes to Financial Statements (continued)

##### 5. Critical accounting estimates and judgements

Management makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are outlined below.

There were no judgements made in relation to the fair value of the investments as all investments are based on active quoted market prices.

##### 6. Financial assets at fair value through profit or loss

	<u>31 October 2025</u> USD	<u>31 October 2024</u> USD
Opening market value at start of the year	10,833,689	9,041,266
Purchases at cost	25,035,903	30,414,483
Sale proceeds	(26,423,785)	(30,897,891)
Net realised gains	753,229	205,334
Net unrealised gains	1,912,903	2,070,497
<b>Closing market value at the end of the year</b>	<b><u>12,111,939</u></b>	<b><u>10,833,689</u></b>
	<u>31 October 2025</u> USD	<u>31 October 2024</u> USD
Net realised gains	753,229	205,334
Net unrealised gains	1,912,903	2,070,497
<b>Net gains on financial assets held at fair value through profit or loss</b>	<b><u>2,666,132</u></b>	<b><u>2,275,831</u></b>

# Flagship Global Equity Fund IC Limited

## Annual Report and Audited Financial Statements for the year ended 31 October 2025

### Notes to Financial Statements (continued)

#### 6. Financial assets at fair value through profit or loss (continued)

##### Fair value measurements recognised in the Statement of Financial Position

The following tables analyse within the fair value hierarchy the financial assets and liabilities measured at fair value as at 31 October 2025 and 31 October 2024:

	<u>Level 1</u> USD	<u>Level 2</u> USD	<u>Level 3</u> USD	<u>Total</u> USD
<b>31 October 2025</b>				
Listed Equity	12,111,939	-	-	12,111,939
	<u>12,111,939</u>	<u>-</u>	<u>-</u>	<u>12,111,939</u>
<b>31 October 2024</b>				
Listed Equity	10,833,689	-	-	10,833,689
	<u>10,833,689</u>	<u>-</u>	<u>-</u>	<u>10,833,689</u>

During the year there were no transfers between the levels (2024: None). Refer to note 2(e) for further details on fair value estimation.

#### 7. Share capital

The Cell has an unlimited authorised share capital of management shares and participating redeemable shares.

Management Shares in Issue	<u>31 October 2025</u> USD	<u>31 October 2024</u> USD
Management shares (10 shares of £1 each)	<u>12</u>	<u>12</u>

##### Participating Redeemable Shares

31 October 2025

	Class A		Class C		Total	
	No of shares	USD	No of shares	USD	No of shares	USD
Balance at the beginning of the year	640,729	6,713,370	538,551	6,026,261	1,179,280	12,739,631
Issued during the year	2,391	6,106,407	-	-	2,391	6,106,407
Redeemed during the year	<u>(91,989)</u>	<u>(7,092,598)</u>	<u>-</u>	<u>-</u>	<u>(91,989)</u>	<u>(7,092,598)</u>
<b>Balance at the end of the year</b>	<u>551,131</u>	<u>5,727,179</u>	<u>538,551</u>	<u>6,026,261</u>	<u>1,089,682</u>	<u>11,753,440</u>

Refer to note 2g for the rights attached to each class of share.

# Flagship Global Equity Fund IC Limited

## Annual Report and Audited Financial Statements for the year ended 31 October 2025

### Notes to Financial Statements (continued)

#### 7. Share capital (continued)

##### Participating Redeemable Shares 31 October 2024

	Class A		Class C		Total	
	No of shares	USD	No of shares	USD	No of shares	USD
Balance at the beginning of the year	678,871	7,047,436	538,551	6,026,261	1,217,422	13,073,697
Issued during the year	11,950	1,246,134	-	-	11,950	1,246,134
Redeemed during the year	<u>(50,092)</u>	<u>(1,580,200)</u>	<u>-</u>	<u>-</u>	<u>(50,092)</u>	<u>(1,580,200)</u>
<b>Balance at the end of the year</b>	<b><u>640,729</u></b>	<b><u>6,713,370</u></b>	<b><u>538,551</u></b>	<b><u>6,026,261</u></b>	<b><u>1,179,280</u></b>	<b><u>12,739,631</u></b>

#### 8. Net asset value per participating redeemable share

31 October 2025	NAV per share USD	Net assets attributable USD	Shares in issue
Class A	11.2540	6,202,419	551,131
Class C	11.9490	6,435,170	538,551
<b>Total</b>		<b><u>12,637,589</u></b>	<b><u>1,089,682</u></b>
31 October 2024	NAV per share USD	Net assets attributable USD	Shares in issue
Class A	9.2459	5,924,133	640,729
Class C	9.7067	5,227,579	538,551
<b>Total</b>		<b><u>11,151,712</u></b>	<b><u>1,179,280</u></b>

Notes to Financial Statements (continued)

8. Net asset value per participating redeemable share (continued)

**Reconciliation of Traded Net Asset Value to Reported Net Asset Value**

The Cell's traded Net Asset value differs to the reported Net Asset value by the pricing of the investment securities at Bid prices in the reported Net Asset value versus Mid prices used in the traded Net Asset value. There is also a difference due to the accruals between the last day of the valuation period and the last day of the financial year of the Cell.

	<u>31 October 2025</u>	<u>31 October 2024</u>
	USD	USD
Traded Net Asset Value	12,647,069	11,275,341
Bid price adjustments	<u>(9,480)</u>	<u>(123,629)</u>
<b>Reported Net Asset Value</b>	<b><u>12,637,589</u></b>	<b><u>11,151,712</u></b>

9. Related party transactions

A party is considered to be a related party if it has the ability to exercise control over the Cell or exercise significant influence over the Cell in making operational and financial decisions.

**Directors' Fees**

David Le Boutillier and Simon Sharrott are Directors of Apex Fund Managers Guernsey Limited (the "Investment Manager") which is the sole shareholder to Apex FM Guernsey ICC Limited (formerly IPFM Guernsey ICC Limited) (the "ICC").

Brett Paton is a Director of Apex Fund Managers Guernsey Limited (formerly IP Fund Managers Guernsey Limited) (the "Investment Manager") and IP Management Company (RF) (Pty) Ltd, the representative for the distribution of the ICC's cells in South Africa.

During the year the Directors earned fees of USD 3,024 (2024: USD 2,405) of which USD 213 (2024: USD 921) remained outstanding at year end.

**Investment Management Fees**

During the year the Investment Manager earned management fees of USD 23,842 (2024: USD 29,418) of which USD 2,338 (2024: USD 1,221) remained outstanding at year end.

**Cell Management Fees**

Flagship Asset Management (Pty) Limited is the Cell Manager and the holder of 100% of the Class C shares in the Investment Manager.

During the year the Cell Manager earned fees of USD 60,697 (2024: USD 38,949) of which USD 5,302 (2024: USD 8,347) remained outstanding at year end.

**Performance Fees**

The Cell Manager did not earn any performance fees during the current or prior year and no performance fees are outstanding at year end.

## Flagship Global Equity Fund IC Limited

### Annual Report and Audited Financial Statements for the year ended 31 October 2025

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#### Notes to Financial Statements (continued)

##### 10. Ultimate controlling party

The Ultimate controlling party is Apex Consolidation Entity Limited.

##### 11. Subsequent events

With effect from 18 December 2025, the name of the Investment Manager has been changed from IP Fund Managers Guernsey Limited to Apex Fund Managers Guernsey Limited.

With effect from 19 February 2026, the name of the Company has been changed from IPFM Guernsey ICC Limited to Apex FM Guernsey ICC Limited.

Apart from the above, there are no other material events after the reporting date which require disclosure in these Financial Statements.