

Investment Objective and Policies

The Fund aims to maximise the total level of return through investment, primarily in debt securities and money market instruments issued by the Government of Malta, and equities and corporate bonds issued and listed on the MSE.

The Investment Manager may also invest directly or indirectly up to 15% of its assets in “Non-Maltese Assets”. The Investment Manager will maintain an exposure to local debt securities of at least 55% of the value of the Net Assets of the Fund. The Fund is actively managed, not managed by reference to any index.

Fund TypeUCITS
Minimum Initial Investment€2,500

Sustainability

The Fund is classified under Article 6 of the SFDR meaning that the investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Fund Details

ISINMT7000022281
Bloomberg TickerCCMIFAB MV

Charges

Entry ChargeUp to 2.5%
Exit ChargeNone
Ongoing Charges2.03%
Currency fluctuations may increase/decrease costs.

Risk and Reward Profile

This section should be read in conjunction with the KID

Lower Risk

Higher Risk

Potentially lower rewardPotentially higher reward

1

2

3

4

5

6

7

Portfolio Statistics

Total Net Assets (in €mns)15.36
Month end NAV in EUR81.08
Number of Holdings74
% of Top 10 Holdings42.9

Current Yields

Underlying Yield (%)3.51
Distribution Yield (%)3.90

Country Allocation ¹	%	Top 10 Issuers ²	%	Top 10 Exposures	%
Malta	90.3	GO plc	5.5	4.00% Central Business Centres 2033	4.5
Other	9.7	Central Business Centres	5.4	3.90% Browns Pharma 2031	3.8
		Bank of Valletta plc	3.8	4.65% Smartcare Finance plc 2031	3.6
		Hili Properties plc	2.5	4.50% Endo Finance plc 2029	3.3
		Malta International Airport plc	2.1	3.75% Tum Finance plc 2029	3.1
		JD Capital plc	1.8	GO plc	2.8
		Malita Investments plc	1.8	3.50% GO plc 2031	2.6
		IHI plc	1.5	4.00% SP Finance plc 2029	2.6
		Malta Government	1.4	3.50% Bank of Valletta plc 2030	2.6
		SD Finance plc	1.3	Hili Properties plc	2.5

¹ including exposures to CIS and Cash

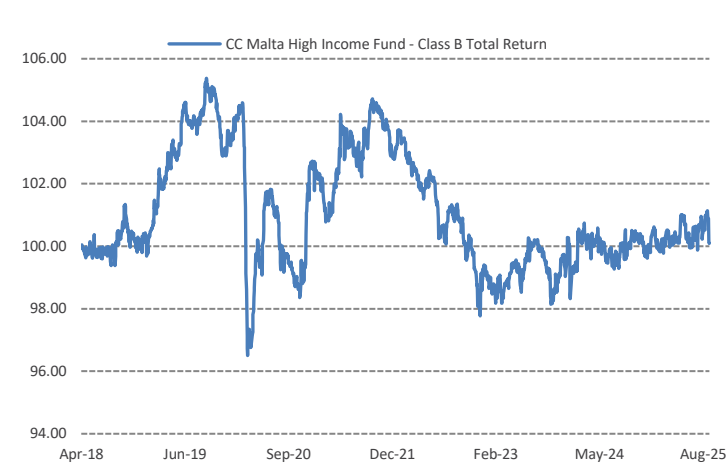
² including exposures to CIS, excluding Cash

Currency Allocation	%	Asset Allocation ³	%	Maturity Buckets ⁴	%
EUR	99.9	Cash	1.5	0 - 5 years	41.0
		Bonds	78.8	5 - 10 years	35.0
		Equities	19.5	10 years +	2.0

³ including exposures to CIS

⁴ based on the Next Call Date

Historical Performance to Date**



Sector Allocation ³	%
Financial	53.7
Consumer, Cyclical	10.4
Consumer, Non-Cyclical	9.9
Communications	8.7
Industrial	8.3
Government	2.1
Technology	2.0
Energy	1.8
Funds	0.8

Source: Calamatta Cuschieri Investment Management Ltd.

Performance History							
Past performance does not predict future returns							
Calendar Year Performance	YTD	2024	2023	2022	2021	2020	Annualised Since Inception **
Total Return***	-0.41	0.23	1.03	-4.30	1.07	-1.05	0.01
Calendar Year Performance	1-month	3-month	6-month	9-month	12-month		
Total Return***	-0.30	-0.20	-0.41	0.31	0.32		

*The Distributor Share Class (Class B) was launched on 10 April 2018

** Performance figures are calculated using the Value Added Monthly Index "VAMI" principle. The VAMI calculates the total return gained by an investor from reinvestment of any dividends and additional interest gained through compounding. The Annualised rate is an indication of the average growth of the Fund over one year. The value of the investment and the income yield derived from the investment, if any, may go down as well as up and past performance is not necessarily indicative of future performance, nor a reliable guide to future performance. Hence returns may not be achieved and you may lose all or part of your investment in the Fund. Currency fluctuations may affect the value of investments and any derived income.

*** Returns quoted net of TER. Entry and exit charges may reduce returns for investors.

Introduction

Malta’s economy grew by 2.7% year-on-year in Q2 2025, slowing from 3.0% in the previous quarter. This marked the weakest growth rate since the economic contraction in Q4 2020, driven largely by sharp slowdowns in household consumption (2.2% vs. 5.1%) and government spending (2.2% vs. 9.8%). On the trade front, imports of goods and services jumped, while exports also gained momentum.

Inflation held steady at 2.5% in July 2025, its lowest level since April. Prices moderated for food, non-alcoholic beverages, restaurants, hotels, and miscellaneous goods. Clothing and footwear prices fell 0.3%, while costs for housing, utilities, household maintenance, health, recreation, and transport rose at a faster pace, the latter likely boosted by increased tourism demand at the start of the summer season.

Market Environment and Performance

In the euro area, business activity continued to expand in August, with the Composite PMI rising to 51.1, up from 50.9 in July and above expectations of 50.7. Growth was driven by a third consecutive expansion in services (50.7 vs. 51) and a notable rebound in manufacturing (50.5 vs. 49.8), marking the first manufacturing growth in over three years. Aggregate new orders increased for the first time in 14 months, supporting a sixth consecutive month of job growth, even as new export orders fell.

Consumer price inflation in the Eurozone held steady at 2.0% year-on-year in July, matching the flash estimate and slightly above market expectations of 1.9%. This represents the second consecutive month in which inflation aligned with the ECB’s official target.

In the sovereign bond market, European government bond yields rose steadily throughout August, reflecting expectations that the ECB’s current interest rate policy is sufficiently accommodative. Concerns over fiscal expansion in Germany and the potential political showdown over fiscal policy in France further weighed on sentiment towards European government bonds.

Fund Performance

In August, the Malta High Income Fund posted a loss of 0.30%. The portfolio manager remained proactive throughout the month, aligning with the fund’s mandate to enhance income yield. This was achieved by seizing opportunities, particularly in the IPO space within international markets. The strategy to increase the portfolio’s allocation to foreign bonds was implemented, with several new foreign exposures added. Additionally, a position was opened in a newly issued local bond from Golden Triangle.

Market and Investment Outlook

Fixed income markets have faced ongoing challenges in recent months, driven by elevated inflation, geopolitical tensions, and shifting monetary policy expectations. Sovereign bonds have been particularly sensitive to these factors, leading to increased volatility.

In August, Eurozone bonds saw significant fluctuations. Germany’s upcoming fiscal expansion added further pressure on European government bonds, while political tensions over fiscal policy in France raised additional concerns. Notably, French yields widened, with the 10-year bond closing at 3.51%, a 16bps increase for the month, narrowing the yield gap between France and other higher-yielding peripheral European bonds.

Looking ahead, Malta’s economy is projected to remain strong through 2025, supported by low inflation, recent tax cuts, and an expected increase in tourist arrivals. These factors are likely to sustain domestic consumption and overall economic growth. With respect to the fund’s composition, we will continue to adjust the portfolio’s allocations as needed, with the goal of enhancing income yield through higher coupon bonds. This will also involve utilizing the allowed 15% allocation for non-Maltese assets.

Disclaimer

This document has been prepared for information purposes and should not be interpreted as investment advice nor to constitute an offer or an invitation by Calamatta Cuschieri Investment Management Limited ("CCIM") to any person to buy or sell units in the UCITS fund. Please refer to the Prospectus of the UCITS and any Offering Supplement thereto and to the Key Investor Information Document before making any final investment decisions which may be obtained from www.ccfunds.com.mt or from the below address. Investors are advised that an investment in the fund relates to the acquisition of units in the UCITS fund, and not in any of the underlying assets owned by the UCITS. CC Funds SICAV p.l.c. is licensed as a Collective Investment Scheme by the Malta Financial Services Authority under the Investment Services Act and qualifies as a 'Maltese' UCITS. CCIM is licensed to conduct Investment Services in Malta by the Malta Financial Services Authority under the Investment Services Act. This document may not be reproduced either in whole, or in part, without the written permission of CCIM. CCIM does not accept liability for any actions, proceedings, costs, demands, expenses, loss or damage arising from the use of all or part of this document.

Address: Calamatta Cuschieri Investment Management Limited, Ewropa Business Centre, Triq Dun Karm, Birkirkara BKR 9034.