

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.

Pickers Capital Management Limited (the “**Manager**”) accepts full responsibility for the accuracy of the information contained in this document as at the date of publication and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement misleading.

SFC authorisation is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

CFund - Dynamic Income (the “Sub-Fund”)

(a sub-fund of CFund (the “Trust”), a Hong Kong umbrella unit trust, authorised under Section 104 of the Securities and Futures Ordinance (Cap. 571) of the laws of Hong Kong)

Notice to Unitholders Termination of CFund - Dynamic Income

All capitalised terms in this Notice shall have the same meaning as in the Explanatory Memorandum for the Trust and the Sub-Fund dated 12 April 2022, as may be amended and supplemented from time to time, including by the First Addendum dated 9 November 2024, the Second Addendum dated 20 December 2024 and the Third Addendum dated 2 January 2025 (the “Explanatory Memorandum”), unless otherwise stated.

Dear Unitholders,

We, Pickers Capital Management Limited, as the manager of the Trust and the Sub-Fund, wish to notify you that we have decided to terminate the Sub-Fund with effect from 31 March 2026 (the “**Termination Date**”).

Reasons for termination

Pursuant to Clause 36.5(A) of the Trust Deed, the Sub-Fund may be terminated by the Manager in its absolute discretion by notice in writing to the Trustee if after one year from the date of establishment of the Sub-Fund, the aggregate Net Asset Value of all the Units in the Sub-Fund outstanding hereunder shall be less than HKD100 million.

As at 9 February 2026, the Net Asset Value and the Net Asset Value per Class A HKD (Distribution) Unit of the Sub-Fund were USD17,028,782.21 (equivalent to approximately HKD132,824,501.24) and HKD86.7286 respectively. For the avoidance of doubt, Class A RMB (Distribution) Units has never launched.

Of the above Net Asset Value of the Sub-Fund, approximately 86% was held by an affiliated entity of the Manager as seed investments (the “**Seed Investor**”). The Seed Investor has informed the Manager of its intention to redeem its entire investment in the Sub-Fund. For the avoidance of doubt, as at the date of this Notice, the Seed Investor has not submitted a redemption request.

Taking into account the relatively small Net Asset Value of the Sub-Fund following the anticipated redemption by the Seed Investor and the absence of investor interest in the Sub-Fund, the Manager considers that the

management of the Sub-Fund is not economically viable. Therefore, the Manager considers that it is in the best interests of the Unitholders to terminate the Sub-Fund on the Termination Date.

Following the publication of this Notice, the Seed Investor will redeem, on or around 26 February 2026, a portion of its investment in the Sub-Fund before the Last Redemption Day (as defined below), such that the Net Asset Value of the Sub-Fund will be less than HKD100 million.

On this basis, the Manager has given written notice to the Trustee notifying the Trustee of its proposal to terminate the Sub-Fund and to voluntarily seek the deauthorisation of the Sub-Fund (the “**Proposal**”). The Trustee does not object to such Proposal.

In accordance with Clause 36.7 of the Trust Deed, a written notice of termination shall be given to the Unitholders and by such notice a date of termination shall be fixed. No extraordinary resolutions of the Unitholders are required to authorise the termination.

Implication of termination

As of and from the date of this Notice:

- (i) the Sub-Fund will no longer be allowed to be marketed to the public in Hong Kong; and
- (ii) the Sub-Fund will not accept any subscription from new or existing investors.

The Sub-Fund will cease dealing on the Last Redemption Day (as defined below).

In order to enable a smooth termination process, the Manager will, depending on the redemptions from the existing investors received until the Last Redemption Day (defined below), start to realise all the assets in the Sub-Fund shortly after the date of the Notice. As such, the Sub-Fund may hold a substantial amount of cash and may no longer be able to fulfil its investment objective and strategy after the realisation of the Sub-Fund’s assets commences.

The Manager will apply to the Securities and Futures Commission (the “**SFC**”) for withdrawal of authorisation of the Sub-Fund and its Product Key Facts Statement immediately following the termination of the Sub-Fund.

Actions to be taken by you

From the date of this Notice, you may choose one of the following:

(a) Free redemption

At any time on or before 4:00 pm (Hong Kong time), being the Sub-Fund’s dealing cut-off time, on 12 March 2026 (the “**Last Redemption Day**”), you may redeem your holdings in the Sub-Fund free of redemption charge. To effect redemption on a particular Dealing Day (a “**Redemption Day**”), the redemption request must be received by the Registrar no later than the Dealing Deadline at 4:00 p.m. (Hong Kong time) on the Redemption Day. Please note that your distributor may impose an internal dealing cut-off time, which may be earlier than the deadline stated above and may charge redemption, conversion and/or transaction fees.

Redemption proceeds will normally be paid by telegraphic transfer in the Class Currency of the Units to your pre-designated bank account (at your risk and expense), within 7 Business Days after the relevant Redemption Day and in any event within one calendar month after the relevant Redemption Day or (if later) receipt of a properly documented redemption request. For further details on the

procedures for the redemption of Units in the Sub-Fund, please refer to the section headed "REDEMPTION OF UNITS" of the Explanatory Memorandum.

(b) Free switching

At any time on or before 4:00 pm (Hong Kong time) on the Last Redemption Day, you may inform the Manager of your intention to switch Units into units in another SFC authorised fund under the Trust managed by the Manager (a "New Fund") free of charge. Please note that switching fee may be charged by your distributor for each switching request. Such conversion will be effected on the Dealing Day on which the switching request is received prior to the dealing deadline at 4:00 p.m., subject to procedures set out in the Explanatory Memorandum. Your distributor may impose an internal dealing cut-off time, which may be earlier than the deadline stated above. Please note that SFC authorisation is not a recommendation or endorsement of a product nor does it guarantee the commercial merits of a product or its performance. It does not mean the product is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

(c) Distribution of cash proceeds after the Last Redemption Day

If you take no action before 4:00 pm (Hong Kong time) on the Last Redemption Day, pursuant to Clauses 37.1 of the Trust Deed, all the assets in the Sub-Fund will be realised and all net cash proceeds derived from the realisation and available for the purposes of distribution will be distributed to you within 7 Business Days after the Last Redemption Day, in proportion to your holdings of Units in the Sub-Fund as at 4:00 pm (Hong Kong time) on the Last Redemption Day (calculated in accordance with the Trust Deed and the Explanatory Memorandum) (the "Distribution"), free of any charges by the Manager.

Please note the following:

- If you choose (a) free redemption or (b) free switching, you will not receive the Excess Provision Distribution (if any) (as defined below).
- If you choose to switch Units into a New Fund, the redemption proceeds will be used to subscribe for units in the New Fund, subject to the provisions of the offering document of the New Fund (including all applicable minimum initial investment amount and minimum holding requirements) except that such conversion will be free of charge, i.e. any subscription fee of the relevant New Fund will not apply. Investors' attention is drawn to the section "Switching" in the Explanatory Memorandum for the procedures of conversion (for the avoidance of doubt, no switching fee is payable). Please note that switching fee may be charged by your distributor for each switching request.
- Investors are reminded to read and understand the investment objective, risks, policies and fees applicable to the relevant New Fund before investing in such fund, as described in the Explanatory Memorandum and Product Key Facts Statement of the New Fund. There are risks involved with investment in a New Fund. Investors should pay attention to the offering documents of the relevant New Fund, especially the relevant risk disclosures, before making a decision to invest.
- Payment of (if you choose option (a)) the redemption proceeds or (if you choose option (c)) the Distribution will be subject to procedures as set out in the Explanatory Memorandum.

Costs

Ongoing charges of the Sub-Fund

The ongoing charges over a year for Class A HKD (Distribution) Unit of the Sub-Fund as a percentage of its Net Asset Value is 1.85%*.

** The ongoing charges figure is based on expenses for the year ended 31 December 2025 for the Sub-Fund. It represents the sum of the ongoing expenses chargeable to the Sub-Fund expressed as a percentage of the average Net Asset Value over the same period.*

For the avoidance of doubt, Class A RMB (Distribution) Units has never launched.

The Manager will continue to charge the management fee from the date of this Notice until the Last Redemption Day, and the Manager will waive the management fee thereafter.

The Trustee will continue to charge the trustee fee from the date of this Notice until the Last Redemption Day, and the Trustee will waive the trustee fee thereafter.

Unamortised establishment costs

As at 9 February 2026, the Sub-Fund has unamortised preliminary expenses in the amount of USD14,555.45.

Provision

The Manager will set aside a provision (the “**Provision**”) in the amount of USD24,596.40 immediately after this Notice is published, which amounts to approximately 0.14% of the Net Asset Value as at 9 February 2026. The Trustee has confirmed that it has no objection to the amount of the Provision. The Provision will be used to discharge the unamortised preliminary expenses and other ongoing expenses of the Sub-Fund including the management fee, the trustee fee and the custodian fee incurred and accrued up to the Last Redemption Day (the “**Ongoing Expenses**”).

Where the Provision is insufficient to cover the Ongoing Expenses, any shortfall will be borne by the Manager. Conversely, where the Provision is in excess of the Ongoing Expenses, such excess (“**Excess Provision Distribution**”), after consultation with the Trustee, will be refunded to the Unitholders who remain invested in the Sub-Fund as at 4:00 pm (Hong Kong time) on the Last Redemption Day (“**Relevant Investors**”) in proportion to their holdings in the Sub-Fund as at 4:00 pm (Hong Kong time) on the Last Redemption Day.

The Manager will make a further notice if the Excess Provision Distribution is payable, to inform the Relevant Investors of the amount and the estimated time of refund.

IMPORTANT: If you dispose your Units on or before the Last Redemption Day you will not in any circumstances be entitled to any portion of the Excess Provision Distribution in respect of the Units so disposed of. You should therefore exercise caution and consult professional financial and tax advisers before dealing in the Units or otherwise deciding any cause of action in relation thereto.

Cost of termination and deauthorisation of the Sub-Fund

The total costs and expenses in relation to the termination and withdrawal of authorisation will be borne by the Manager.

Tax implication to Hong Kong investors

Hong Kong profits tax

During such period as the Sub-Fund is authorised as a collective investment scheme by the SFC pursuant to Section 104 of the SFO, under present law and practice in Hong Kong, profits of the Sub-Fund are exempt from Hong Kong profits tax.

Distributions by the Sub-Fund should generally not be subject to Hong Kong profits tax in the hands of Unitholders in accordance with the prevailing practice of the Inland Revenue Department. Hong Kong profits tax will arise on any gains or profits sourced in Hong Kong made on the sale, redemption or other disposal of the Units where such transactions form part of a trade, profession or business carried on by a Unitholder in Hong Kong and such Units are not capital assets to the Unitholders. There is no withholding tax on dividend distributions in Hong Kong.

Hong Kong stamp duty

Pursuant to the remission order issued by the Secretary for the Treasury on 20 October 1999, any Hong Kong stamp duty payable on the transfer of securities to the Sub-Fund by an investor as consideration for an allotment of Units will be remitted or refunded. Similarly, any Hong Kong stamp duty payable on the transfer of securities by the Sub-Fund to an investor upon redemption of Units will also be remitted or refunded.

No Hong Kong stamp duty is payable by Unitholders in relation to an issue or redemption of Units where the redemption is effected by extinguishing the Units. Other types of sales or purchases or transfers of Units by the Unitholders should be liable to Hong Kong stamp duty of 0.10% (payable by both the buyer and the seller) on the higher of the consideration amount or market value. In addition, a fixed duty of HKD5 is currently payable on any instrument of transfer of Units.

The tax implications of the investors' holdings as a consequence of the termination of the Sub-Fund may vary depending on the law and regulations of their country of residence, citizenship or domicile. Investors should consult their professional tax advisers for tax advice.

Combination of the annual report with the termination audit

Under Chapter 11.6 of the Code, the Manager is required to publish and distribute annual reports containing the information required in Appendix E to the Code to investors within four months of the end of the Sub-Fund's financial year-end which is 31 December every year. Chapter 11.6 of the Code also provides that, as an alternative to the distribution of printed financial reports, investors may be notified of where such reports, in printed and electronic forms, can be obtained within the relevant time frame.

With a view to minimising operational costs, the Manager will rely on Note (2) to Chapter 11.6 of the Code which permits extension of reporting period for the annual report in the case of fund termination. Accordingly, to the extent that the Termination Date falls within the first four months after the financial year ended 31 December 2025, the annual report for the financial year ended 31 December 2025 will be combined with the termination audit of the Sub-Fund (the "**Termination Audit Report**"), covering an extended reporting period from 1 January 2025 to the Termination Date.

The contents of the Termination Audit Report shall comply with the requirements under Chapter 4.5(f) of the Code and Appendix E to the Code and all other applicable provisions of the Code and other applicable laws and regulations.

Unitholders will be notified by way of notice on or before 30 April 2026 (i.e. the original due date for issuance of the annual report for the financial year ended 31 December 2025) of: (i) when the Termination Audit Report will be published; (ii) the start and end dates of the Termination Audit Report; and (iii) where the hard copy and electronic copy of the Termination Audit Report may be obtained.

The Termination Audit Report will be published on the Manager's website at <https://www.pickerscapital.com> (this website has not been reviewed by the SFC) as soon as practicable and in any event no later than four months after the Termination Date. The Termination Audit Report will remain published on the Manager's website for a period of at least one year after the date on which the authorisation of the Sub-Fund is withdrawn by the SFC. Hard copies may also be obtained from the Manager on request free of charge within the same period.

The Manager considers that Unitholders' interests will not be prejudiced by the above arrangement. Save as otherwise set out above, the Manager will continue to comply with all the other applicable provisions of the Code, the applicable provisions in the Trust Deed and other applicable laws and regulations in respect of the Sub-Fund.

Documents available for inspection

Copies of (a) the Trust Deed (including any supplemental deeds) and (b) the most recent annual report and accounts of the Sub-Fund and the most recent interim report of the Sub-Fund are available for inspection free of charge at any time during normal business hours on any day (excluding Saturdays, Sundays and public holidays) at the offices of the Manager at Suites 801-802, 8/F, South Tower, World Finance Centre, Harbour City, 17-19 Canton Road, Tsim Sha Tsui, Kowloon, Hong Kong.

The Explanatory Memorandum will be amended in due course to reflect the termination and subsequent withdrawal of authorisation of the Sub-Fund, and will be published on the Manager's website at <https://www.pickerscapital.com> (this website has not been reviewed by the SFC) as soon as practicable.

If you have any questions or require further information, please contact the Manager during normal working hours at +852 2989 1083 or email us at info@pickerscapital.com.

Pickers Capital Management Limited

12 February 2026