Smart Bitcoin ETF

Fund update for the quarter ended 31 December 2025
This fund update was first made publicly available on 12 February 2026.

What is the purpose of this update?

This document tells you how the Smart Bitcoin ETF has performed and what fees were charged. The document will help you to compare the fund with other funds. Smartshares Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

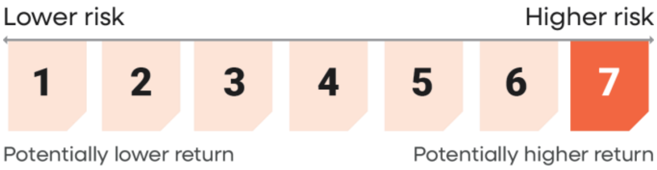
Description of this fund

The Smart Bitcoin ETF invests in the iShares Bitcoin Trust ETF and seeks to reflect generally the performance of the price of bitcoin.

Total value of the fund	$39,137,466
The date the fund started	24 October 2024

What are the risks of investing?

Risk indicator for the Smart Bitcoin ETF[1]



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at sorted.org.nz/tools/investor-profiler.

Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for 5 years to 31 December 2025. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

See the Product Disclosure Statement for the Smart Exchange Traded Funds – Global Series for more information about the risks associated with investing in this fund.

How has the fund performed?[2]

	Past year
Annual return (after deductions for charges and tax)	-11.08%
Annual return (after deductions for charges but before tax)	-9.88%
Relevant index annual return (reflects no deduction for charges and tax)	-9.52%

The relevant index annual return is based on the annual return of the CME CF Bitcoin Reference Rate - New York Variant (NZD). Additional information about the relevant index is available in the 'Other Material Information' document on the offer register at disclose-register.companiesoffice.govt.nz.

What fees are investors charged?

Investors in the Smart Bitcoin ETF are charged fund charges. Based on the Product Disclosure Statement dated 22 September 2025, these are expected to be:

	% per annum of fund's net asset value
Total fund charges	0.55%
Which are made up of:	
Total management and administration charges	0.55%
Including:	
Manager's basic fee	0.53%
Other management and administration charges	0.02%[3]

Investors may also be charged individual action fees for specific actions or decisions (for example, withdrawing from or switching funds). See the Product Disclosure Statement for the Smart Exchange Traded Funds – Global Series for more information about those fees.

The fees set out above include GST where applicable.

Small differences in fees and charges can have a big impact on your investment over the long term.

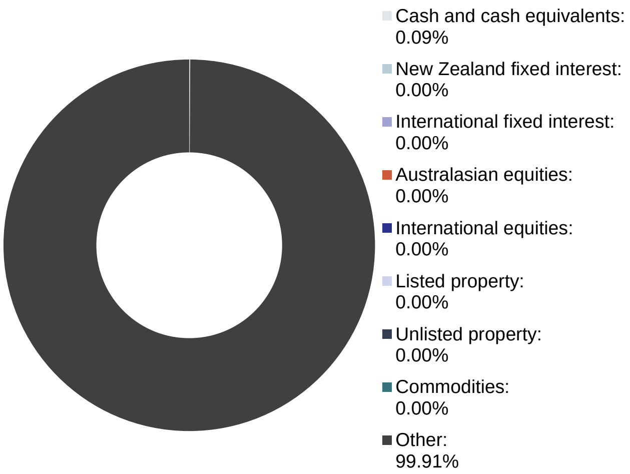
Example of how this applies to an investor

Tara had $10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Tara incurred a loss after fund charges were deducted but before tax of -$988 (that is -9.88% of Tara's initial $10,000). This gives Tara a total loss after tax of -$1,108 for the year.

What does the fund invest in?[4]

Actual investment mix

This shows the types of assets that the fund invests in.



Target investment mix

This shows the mix of assets that the fund generally intends to invest in.

Asset Category	Target Asset Mix
Cash and cash equivalents	-
New Zealand fixed interest	-
International fixed interest	-
Australasian equities	-
International equities	-
Listed property	-
Unlisted property	-
Commodities	-
Other	100.00%

Top 10 investments [5]

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
ISHARES BITCOIN TRUST ETF	99.91%	Other	United States	
NZD CASH ACCOUNT (ANZ BANK)	0.71%	Cash and cash equivalents	New Zealand	AA-
USD CASH ACCOUNT (BNP PARIBAS)	0.22%	Cash and cash equivalents	United States	AA-

The top 10 investments make up 100.84% of the fund's net asset value.

Currency hedging

The fund's foreign currency exposure is not hedged

Key personnel[6]

This shows the directors and employees who have the most influence on the investment decisions of the fund:

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
Guy Roulston Elliffe	Director	10 years and 1 month	Corporate Governance Manager - ACC (current position)	10 years and 8 months
Stuart Kenneth Reginald Millar	Chief Investment Officer - Smart	6 years and 7 months	Head of Portfolio Management - ANZ Investments	6 years and 4 months
Alister John Williams	Director	10 years and 1 month	Investment Manager - Trust Management	5 years and 4 months

Jon Raby	Director	2 months	Chief Financial Officer - ASB Bank	11 years
Lisa Turnbull	Chief Executive Officer - Smart	2 months	Chief Executive Officer - NZX Wealth Technologies	8 years and 11 months

Further information

You can also obtain this information, the Product Disclosure Statement for the Smart Exchange Traded Funds – Global Series, and some additional information from the offer register at disclose-register.companiesoffice.govt.nz.

Notes

1 Relevant index returns (as well as actual returns) have been used to complete the risk indicator, as the fund has not been in existence for 5 years. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund. The risk indicator for the fund uses 3 years and 10 months of relevant index returns.

2 The annual return of the CME CF Bitcoin Reference Rate - New York Variant (NZD) has been used as the relevant index because there is no appropriate market index for funds that invest into singular assets, such as bitcoin. A relevant index may provide a less reliable indicator of future performance than an appropriate market index.

3 These charges refer to the normal fund operating costs that are charged to the fund. For disclosure purposes, supervisor, audit and legal costs are not included in the manager's basic fee, but are included in the other management and administration charges. Some of these are fixed costs so the amount shown can range from 0% up to the total fund charges depending on the total value of the fund.

4 The 'other' category refers to an investment in underlying funds that seek to reflect generally the performance of the price of bitcoin, and that may directly hold bitcoin as an underlying asset.

5 The top 10 investments listed in the table exclude current assets and current liabilities, and as a result do not sum to 100%.

6 John Raby was appointed as a director with effect from 1 October 2025, replacing Guy Elliffe who ceased to be a director on 31 December 2025. Lisa Turnbull was appointed as Chief Executive Officer of Smart with effect from 16 October 2025