PALISADE

QUARTERLY REPORT

MARCH 2026

Palisade's Diversified Infrastructure Fund (PDIF)



PORTFOLIO AND MARKET UPDATE

During the three months to 31 March 2026, the PDIF portfolio generated a gross total return of 1.8%. This was reflective of asset valuations being rolled forward at their independently determined discount rates, with the exception of North Queensland Gas Pipeline (**NQGP**) and Quantem Bulk Liquids (**Quantem**) which were held flat given discussions remain ongoing regarding certain projects at these assets. The 12 month gross total return of 9.9% remains slightly below the fund's expected return, largely driven by the valuation outcomes on NQGP and Quantem. Despite this, from an operational standpoint, the underlying portfolio continues to perform well, with the vast majority of assets generating earnings at or above budgeted levels.

In April, Palisade announced the acquisition of a 100% interest in the Summerfield Battery Energy Storage System (**Summerfield**) in South Australia. Acquired part-way through construction, the project benefits from a long-term tolling agreement in place with Origin Energy. Summerfield represents Palisade's second battery within the Intera Renewables platform.

MIDDLE EAST CONFLICT

Palisade continues to closely monitor developments in the Middle East and assess any potential implications for the PDIF portfolio. Palisade's infrastructure investment philosophy has always been centred around investing in assets that offer significant downside protection, coupled with resilient and inflation-linked cashflows. PDIF's high proportion of contracted revenue streams (approximately 55% of the portfolio), provides meaningful protection against near-term disruption, placing the fund in a strong position to absorb any immediate shocks. While contract durations vary across assets, they typically extend beyond three years, and in the case of renewable energy and Public Private Partnership investments, often exceed 7–10 years. As such, short- to medium-term revenues for these assets are not expected to be materially affected.

From a macroeconomic perspective, the portfolio also demonstrates defensive characteristics in a higher inflation and interest rate environment. Its significant inflation-linked revenue exposure, coupled with relatively conservative leverage and interest rate hedging, is expected to help offset the effects of sustained increases in interest rates, supporting income stability for investors.

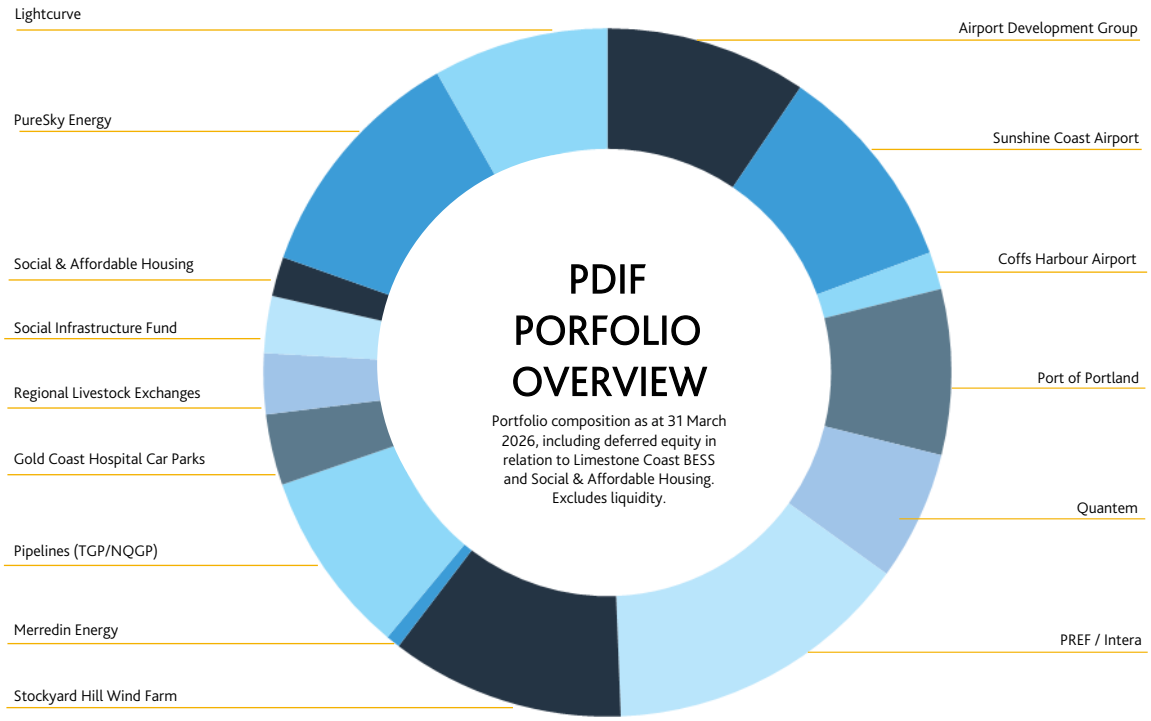
We continue to monitor specific sector risks, including developments in aviation. Jet fuel markets remain constrained, with availability beyond May uncertain. Having said this, the Australian Government has continued to shore up reserves, and has maintained its pre-crisis levels of around 30 days. Jet fuel prices have more than doubled and remain volatile, contributing to capacity adjustments such as Qantas' announcement to reduce domestic capacity by 5% in the June quarter. Notwithstanding these pressures, Palisade has not observed any significant changes to capacity to date across its two major airport assets in Darwin and Sunshine Coast.

While these dynamics present near-term pressures, we expect the conflict to further accelerate existing tailwinds in certain sectors. The current crisis underscores the growing importance of domestic energy security, and as an investor across both renewable energy and gas-related infrastructure, the portfolio is well aligned with this structural shift. Increased focus on reliable, locally sourced energy supply is expected to continue to drive sustained investment across these sectors, providing strong long-term tailwinds for the portfolio. Specifically, assets such as Quantem, as one of only two large scale independent bulk liquid storage providers, are well positioned to benefit from this ongoing "deglobalisation" trend, as energy security and supply chain resilience become increasingly critical. Quantem's participation in the Boosting Australia's Diesel Storage Program, which facilitated the expansion of the Pelican Point terminal in Adelaide, further strengthens its strategic positioning as an essential service infrastructure asset. This "near-shoring" of liquid fuel inventories reduces Australia's reliance on offshore supply chains and enhances resilience to external supply disruptions.

In summary, the PDIF portfolio remains resilient, supported by its contracted revenue base, long-duration cashflows and inflation-linked exposures, which provide strong defensive characteristics and support stable income generation. We will continue to closely monitor developments in the Middle East and their potential implications for the portfolio.

PALISADE'S DIVERSIFIED INFRASTRUCTURE FUND (PDIF)

PDIF provides investors with an opportunity to invest in a diversified portfolio of infrastructure assets and aims to provide investors with long-term capital growth and stable cash distributions.



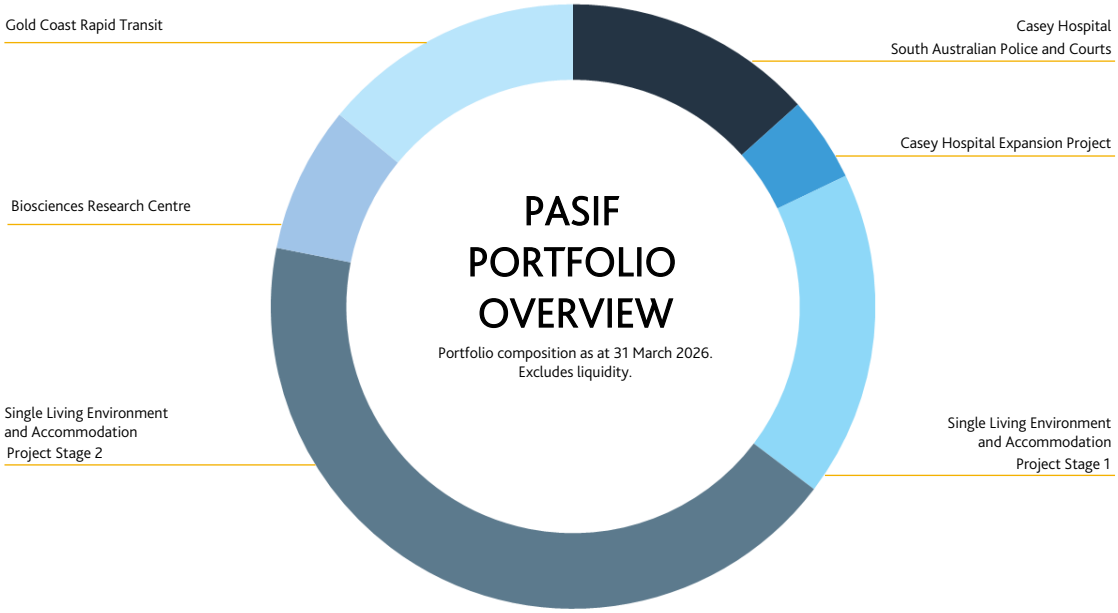
PDIF PERFORMANCE



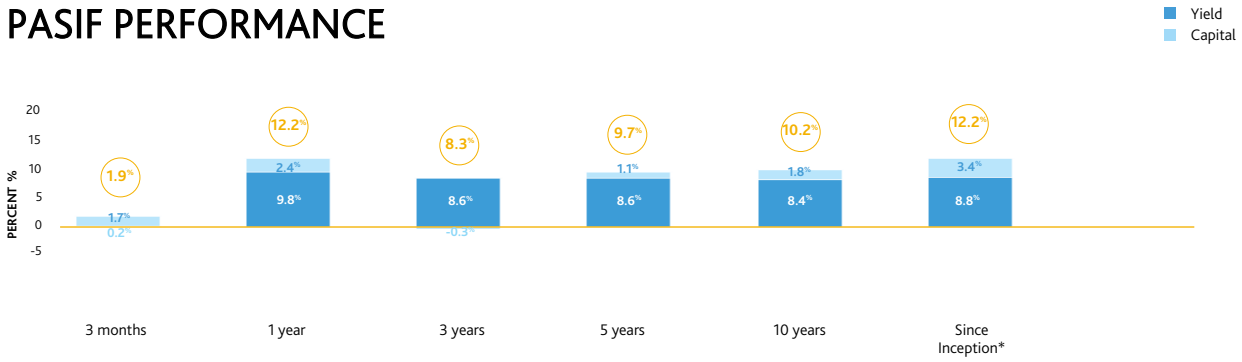
Gross performance including franking credits as at 31 March 2026
Returns for periods greater than 12 months have been annualised
*Inception date August 2008 (Palisade management)
Past performance is not indicative of future returns

PALISADE'S AUSTRALIAN SOCIAL INFRASTRUCTURE FUND (PASIF)

PASIF provides investors with an opportunity to invest in a portfolio of social infrastructure assets procured under the public private partnership delivery model with government bodies and aims to provide investors with low volatility and inflation-linked government revenue streams.



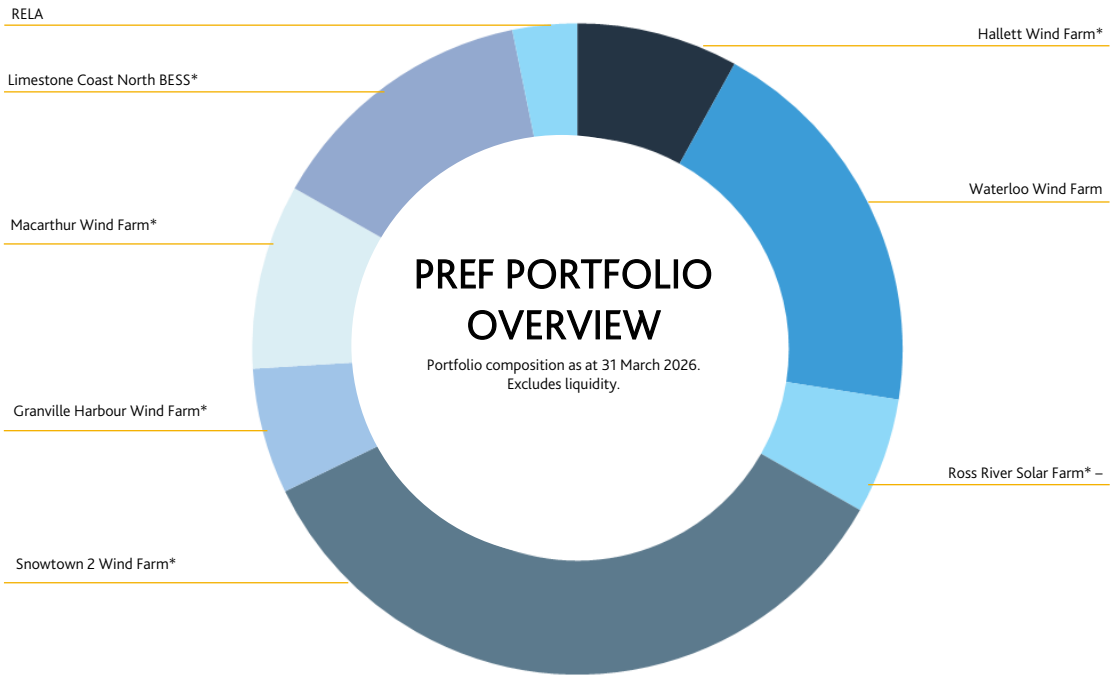
PASIF PERFORMANCE



Gross Performance including franking credits as at 31 March 2026
Returns for periods greater than 12 months have been annualised
*Inception date May 2011
Past performance is not indicative of future returns

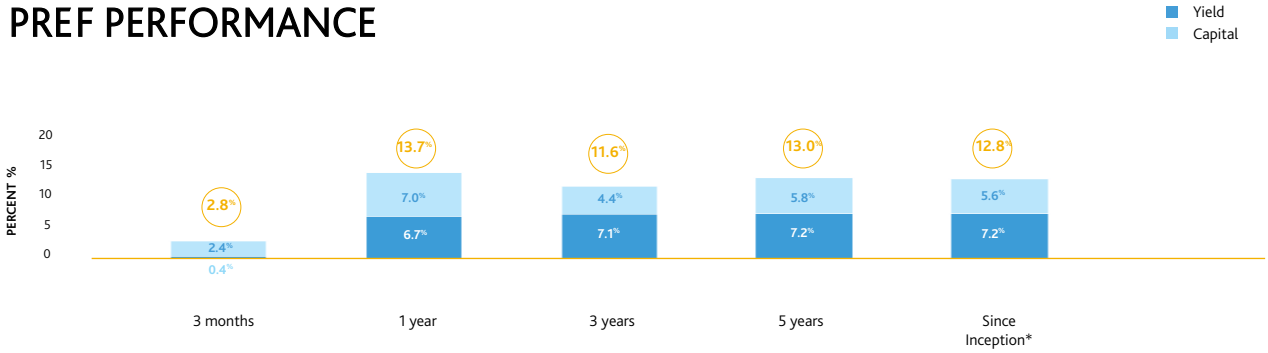
PALISADE'S RENEWABLE ENERGY FUND (PREF)

PREF provides investors with an opportunity to invest in a diversified portfolio of Australian utility scale wind and solar assets, primarily through a 50% ownership in Intera Renewables, and aims to provide investors with long-term capital growth and stable cash distributions.



Note: * PREF holds six assets under Intera (GHWF, MWF, S2WF, HWF, RRSF and Limestone Coast North BESS).
Allocation of Intera equity value based on the EBITDA of the operating assets and the letter of credit for Limestone Coast North BESS.
Includes deferred commitment in relation to Limestone Coast North BESS.

PREF PERFORMANCE



Gross performance including franking credits as at 31 March 2026
Returns for periods greater than 12 months have been annualised
*Inception date September 2016
Past performance is not indicative of future returns

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Palisade's Diversified Infrastructure Fund (PDIF)

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