MERKLE TREE CAPITAL

FUND BROCHURE

MTC Digital Asset Fund

Core Class · October 2026

As at 31 October 2026 | Currency: AUD | Returns net of fees | Wholesale investors only

FUND PROFILE

The **MTC Digital Asset Fund** is a high growth fund that seeks to achieve capital appreciation by investing in digital assets including established Blockchains, Decentralised Physical Infrastructure Network (DePIN) protocols as well as other emerging subsectors that present an opportunity for superior returns. The fund will hold liquid tokens and may undertake Staking (locking up crypto assets) activities, which may generate a nominal yield for the Fund.

The Fund employs a high conviction, buy and hold, long only investment strategy, holding the best crypto assets that will form the basis of the ecosystem in 10+ years' time. Active management is designed to preserve capital through observed peak (crypto summer) to trough (crypto winter) cycles aligned with Bitcoin halving and global liquidity cycles, though there are no guarantees of performance. The fund will have bias towards established digital assets (i.e., those in the top 50 by market capitalisation) and limited allocations to high-quality emerging crypto assets.

INVESTORS IN THE FUND WILL HAVE THE BENEFIT OF

- Secure institutional-grade insured custody of crypto assets
- Portfolio management and ongoing asset selection
- Avoidance of complex global trading platforms
- Avoidance of opaque and complex tax reporting requirements
- Education via regular market updates

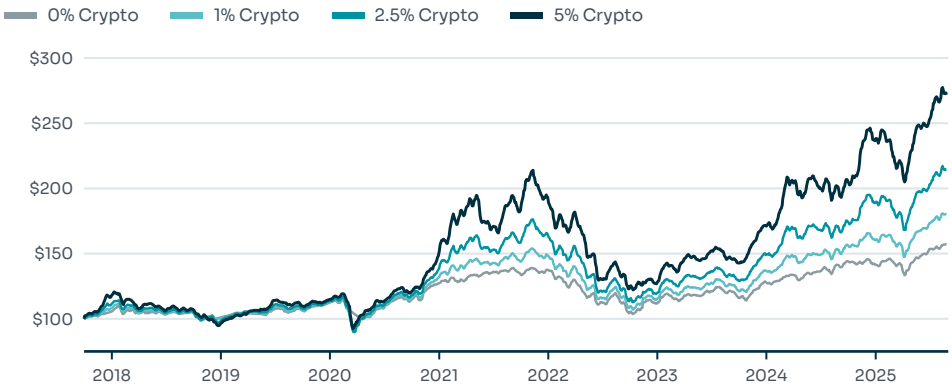
CRYPTOCURRENCY IN A PORTFOLIO

Digital Assets have a low correlation to other asset classes, making it an important growth component of a well-balanced portfolio. Bitwise, in conjunction with the CFA Institute has published whitepapers espousing the benefits of small allocations of crypto to balanced portfolios, the result being greatly enhanced returns and little difference in either volatility or maximum drawdowns.

Our data shows similar stark results, a 5% allocation to a 60/40 portfolio (equity/bonds) more than doubles cumulative returns from 15% to 43%, while the Sharpe ratio rises from a terrible –2.1 (yes 60/40 has been that bad recently) to a very healthy 1.4. The question therefore should not be whether to invest in digital assets but how much to allocate, subject to each investor's risk appetite.

Digital Assets in a 60/40 Portfolio

Growth of $100, September 2017 to August 2025



*Past performance is not an indicator of future performance
Source: Merkle Tree Capital • S&P Global indices

KEY FACTS

STRUCTURE
Wholesale unit trust, domiciled in Australia

OBJECTIVE
Capital appreciation via liquid digital assets

CUSTODIAN
Coinbase Custody

MANAGEMENT FEE
2.00% p.a.

PERFORMANCE FEE
20% on outperformance of 10% hurdle (high watermark)

MINIMUM INVESTMENT
$50,000, limited to wholesale investors & monthly liquidity

APIR
BQC6247AU

CONTACT

Ryan McMillin
ryan@merkle.com.au
0455 319 994

Dean Serroni
dean@merkle.com.au
0438 466 164

Gabriel Carey
gabriel@merkle.com.au
0409 129 513

WEBSITE
www.merkle.com.au

HISTORICAL PERFORMANCE

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	ANNUAL
2026	-13.4%	-16.0%	2.6%	2.9%	2.9%	-12.5%	1.5%	28.8%	21.3%	-14.0%			**-5.8%**
2025	7.6%	-27.8%	-12.4%	16.5%	4.8%	-4.6%	13.6%	0.0%	1.4%	-8.6%	-24.0%	-8.5%	**-42.1%**
2024	2.6%	43.2%	26.7%	-24.3%	12.1%	-10.1%	8.0%	-16.7%	8.2%	13.2%	38.8%	-4.6%	**107.0%**
2023	28.8%	2.1%	8.9%	2.6%	-4.0%	1.1%	-3.1%	-10.7%	4.2%	29.3%	11.3%	23.5%	**128.5%**

* Data pre January 2025 references MTC Digital Asset Fund - A Class performance
* Past performance is not an indicator of future performance

Ready to invest? Apply here → **Contact us**

merkle.com.au · Subscribe to Crypto Market Insights

DISCLAIMER

Merkle Tree Capital Pty Ltd ACN 650 748 879 **(Merkle Tree Capital)** is a corporate authorised representative **(CAR)** (CAR Number 1293010) of Boutique Capital Pty Ltd ACN 621 697 621 **(Boutique Capital)** AFSL 508011

This document contains general advice only and has been prepared by Merkle Tree Capital for individuals identified as wholesale investors for the purposes of providing a financial product or financial service, under Section 761G or Section 761GA of the Corporations Act 2001 (Cth).

The information herein is presented in summary form and is therefore subject to qualification and further explanation. The information in this document is not intended to be relied upon as advice to investors or potential investors and has been prepared without taking into account personal investment objectives, financial circumstances or particular needs. Recipients of this document are advised to consult their own professional advisers about legal, tax, financial or other matters relevant to the suitability of this information.

The investment summarised in this document is subject to known and unknown risks, some of which are beyond the control of Merkle Tree Capital and their directors, employees, advisers or agents. Merkle Tree Capital does not guarantee any particular rate of return or the performance of the Fund, nor does Merkle Tree Capital and its directors personally guarantee the repayment of capital or any particular tax treatment. Past performance is not indicative of future performance.

This document was prepared as a private communication to clients and is not intended for public circulation or publication or for the use of any third party, without the approval of Merkle Tree Capital. Whilst this document is based on information from sources which Merkle Tree Capital considers reliable, its accuracy and completeness cannot be guaranteed. Data is not necessarily audited or independently verified. Any opinions reflect Merkle Tree Capital's judgment at this date and are subject to change. Merkle Tree Capital has no obligation to provide revised assessments in the event of changed circumstances. To the extent permitted by law, Boutique Capital, Merkle Tree Capital and their directors and employees do not accept any liability for the results of any actions taken or not taken on the basis of information in this report, or for any negligent misstatements, errors or omissions.

This document is for informational purposes only and is not a solicitation for units in the Fund. Application for units in the Fund can only be made via the Fund's Information Memorandum and Application Form.