



AFC Iraq Fund
February 2026

*Best-Performing, Long-Only, Actively
Managed, Generalist, Unhedged
Equity Fund in the World in 2023*

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➤ Disclaimer

- This presentation is prepared on a confidential basis to a limited number of professional investors solely to provide some information about Iraq and its potential
- This presentation is based on information publicly available either through web sites, publications, presentations and research reports. No representation or warranty, expressed or implied, is made as to their accuracy, completeness or correctness
- Any information contained in this presentation is not to be relied upon as authoritative or taken in substitution for the exercise of judgment. This presentation is not, and should not be construed as, an offer or solicitation to sell or buy any investment product
- The analysis are those of AFC's Iraq team and reflect their views and outlook, however, said views and outlook are subject to change and maybe superseded without notice.

➤ Sources

- Central Bank of Iraq (CBI), Iraqi Securities Commission (ISC), Iraq Stock Exchange (ISX), Iraqi Depository Centre (IDC), Iraq Statistical Organization (COSIT), Iraqi Ministry of Oil, Iraqi Ministry of Finance, Iraqi companies, ... and others:
- IMF, World Bank, IEA, EIA, BP, CIA World Fact Book, Trading Economics, Index Mundi, Iraq Body Count, ... others
- Presentations/Research reports : DB, Standard Chartered, Arqaam Capital, Rabee Securities, Sansar Capital, HSBC, FMG, Pareto Securities, ... others. Iraqi companies research mostly provided by Rabee Securities.
- News sources: WSJ, NYT, FT, Reuters, Bloomberg, The Economist, International Business Times, CNN, BBC, ... others
- A special thanks to the research team at Rabee Securities who have been very generous with their time and resource. The Rabee Securities US Dollar Equity Index is used through-out the presentation as a measure of the market.

ABBREVIATIONS AND CONVENTIONS USED

➤ Currencies

- \$ = US Dollar, IQD = Iraqi Dinar. All figures displayed in \$ using effective exchange rate of \$ = 1,330 IQD

➤ Economic terms

- Gross Domestic Product (GDP) is used through-out as Nominal or Current prices GDP while GDP growth rate is used as real GDP growth rate
Note: Oil is the main driver of Iraq's economy and hence its nominal GDP is highly dependent on price of oil. This explains the seemingly large movements in estimates for future years which are dependent on estimates for the price of oil

➤ Figures

- Billions and millions in main body text but abbreviated to (bn) and (mn) in charts and tables

➤ Iraqi specific terms

- CBI = Central Bank of Iraq, MoF = Ministry of Finance, SOEs = State Owned Enterprises
- KRI is the semi-autonomous Kurdistan Region of Iraq which is governed by the Kurdistan Regional Government (KRG)

➤ Oil terms

- bbl/d = barrels per day

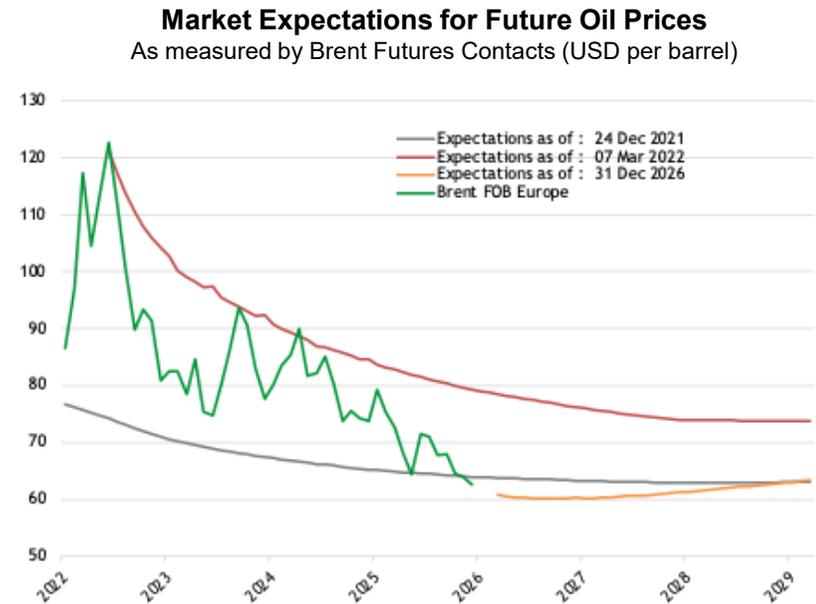
➤ Others

- The RRSISX USD Index is the Rabee Securities U. S. Dollar Equity Index
- To make it for easier reading the following abbreviations are used throughout :avg. for average, est. for estimate, esp. for especially and vs. for versus
- KSA is the Kingdom of Saudi Arabia as used in tables
- ISIS refers to the so-called Islamic State of Iraq & Sham or Da'esh as used in Arabic

WHY IRAQ?

ONGOING ECONOMIC TRANSFORMATION

- Iraq's economy is undergoing a significant economic transformation, driven by two key dynamics:
 - Cumulative positive effects of the relative stability of the past few years
 - Structural changes in the financial sector that are accelerating the adoption of banking and bringing about a transformation of the sector and its role in the economy
 - These were supported by expansionary 2023 and 2024 budgets that boosted non-oil economy in 2023 and 2024; but much less so in 2025 and 2026 due to lower expected oil prices (last point below; slide: 8)
- More than an oil story, despite leverage to oil
 - Oil price expectations shift depending on world economic developments,
 - over last two years were bound by those at the end of 2021 following the emergence from COVID (grey line), and those immediately post the invasion of Ukraine (red line). In 2025, expectations fell below grey line following Trump tariffs in April, and following current fears of over-supply in 2026
 - Weak-near term prices will be headwind, reversing the positive (expansionary budgets) tailwinds of last two year, but secular transformation of economy should trump cyclical weakness



Sources: WSJ, EIA, data as of 31st December 2025

- The essence of the AFC Iraq Fund investment thesis is arbitraging the delta between the real Iraq risk, high as it is, versus the perceived risk which is much higher still
- This delta is a function of an asymmetric information flow, that is bound to narrow as this information flow begins to reflect the country's ongoing economic transformation (prior slide)
- The risk-award proposition of the AFC Iraq Fund argues that as this delta narrows, asset prices – priced at the perceived risk – should rise reflecting the real risk, and thus the ongoing economic transformation

FISCAL BUDGETS

➤ Expansionary budgets for 2023 and 2024, less so for 2025

➤ Non-oil GDP +13.8%, est. 2.5%, and est. 1.0% for 2023, 2024 and 2025

➤ Projections for 2026 vs. 2025:

- Expenditures flat
- Revenues 6% lower
- Deficit: est. IQD 27 tn, to be financed by domestic debt issuance increasing domestic debt stock to est. IQD 126 tn
- Non-oil GDP est. 1.5% in 2026, and est. 2.5% in 2027

Federal budget execution (IQD bn)	2025 e	% vs. 2024	2024	% vs. 2023	2023	% vs. 2022	2022
Total expenditures	144,100	-4.3	150,527	5.4	142,436	8.8	129,962
Programs - Special and government	566	-36.3	887	-19.5	1,061	18.9	860
Operating	566	-36.3	887	-19.5	1,061	18.9	860
Investment spending (within non-oil investment spending)							
Operating expenditures	111,481	2.3	108,972	7.5	100,804	6.0	94,765
Public sector salaries	67,166	11.8	60,053	21.4	47,217	7.6	43,614
Social welfare (pensions, social Security, etc.)	26,708	0.1	26,693	6.4	24,988	0.8	24,783
Goods and services (inc. maintenance)	7,292	-34.2	11,080	-27.4	14,112	-13.9	16,076
Grants, subsidies, foreign aid, etc.	10,114	-5.0	10,649	-30.0	13,841	27.5	10,029
Miscellaneous payments	201	-59.6	497	-29.6	645	59.5	261
Debt servicing	10,237	-33.3	15,354	-6.7	16,378	43.1	9,316
Amortization	8,387	-10.2	9,343	-4.5	9,766	17.5	8,060
Interest payments	1,850	-69.2	6,012	-10.0	6,612	81.0	1,257
Investment spending	21,817	-13.8	25,313	4.4	24,193	-3.4	25,020
Non-oil investment spending	8,007	-38.7	13,053	-1.6	13,262	19.4	10,694
Oil investment spending	13,810	12.6	12,260	10.8	10,931	-31.1	14,326
Total revenues	124,311	-11.7	140,774	3.6	135,681	-19.2	161,697
Oil revenues	109,614	-14.1	127,536	0.1	125,882	-22.4	154,039
Non-oil revenues	14,697	11.0	13,238	26.0	9,799	21.8	7,659
Surplus/deficit	-19,789		-9,753		-6,754		31,736

Non-oil GDP data based on IMF Article 4 consultation report 25/183

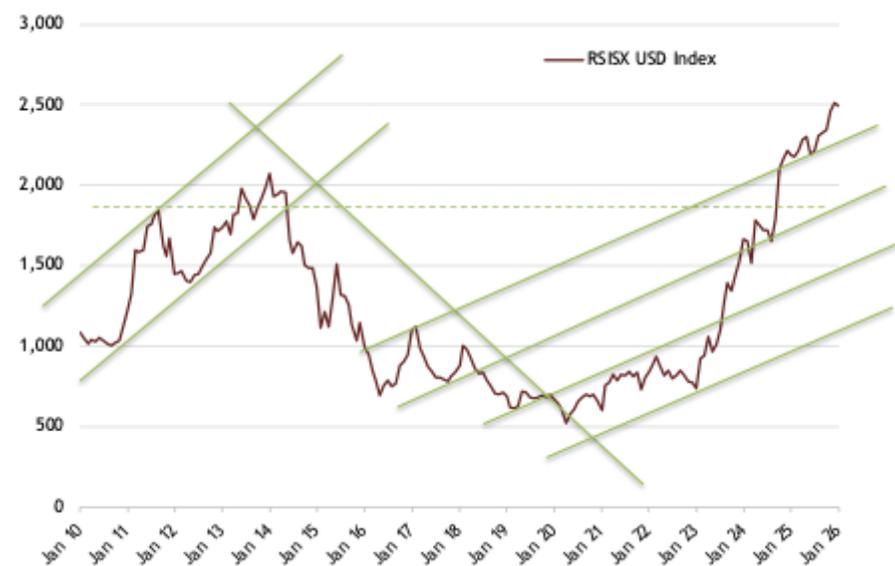
Data based on Ministry of Finance (MoF) budget execution tables for 2022-24

Estimates for 2025, and projections of 2026 based on actual MoF budget figures for Jan-Nov 2025, oil price market expectations (slide 6)

TWO GANGBUSTER YEARS IN PERSPECTIVE

- The market peaked in January 2014, followed by a brutal seven-year bear market in which the RSISX USD Index was down 25.4% in 2014, 22.7% in 2015, 17.4% in 2016, 11.8% in 2017, 15.0% in 2018, 1.3% in 2019, and 5.4% in 2020 – for a cumulative decline of 66.6%.
- By end of October 2024, the RSISX USD Index finally surpassed the January 2014 peak, and emerged from deep bear market
- The RSISX USD Index's increases of 13.7%, 44.8% and 97.2% in 2025, 2024 and 2023 respectively, should be seen in the context of a market climbing out of a deep bear market

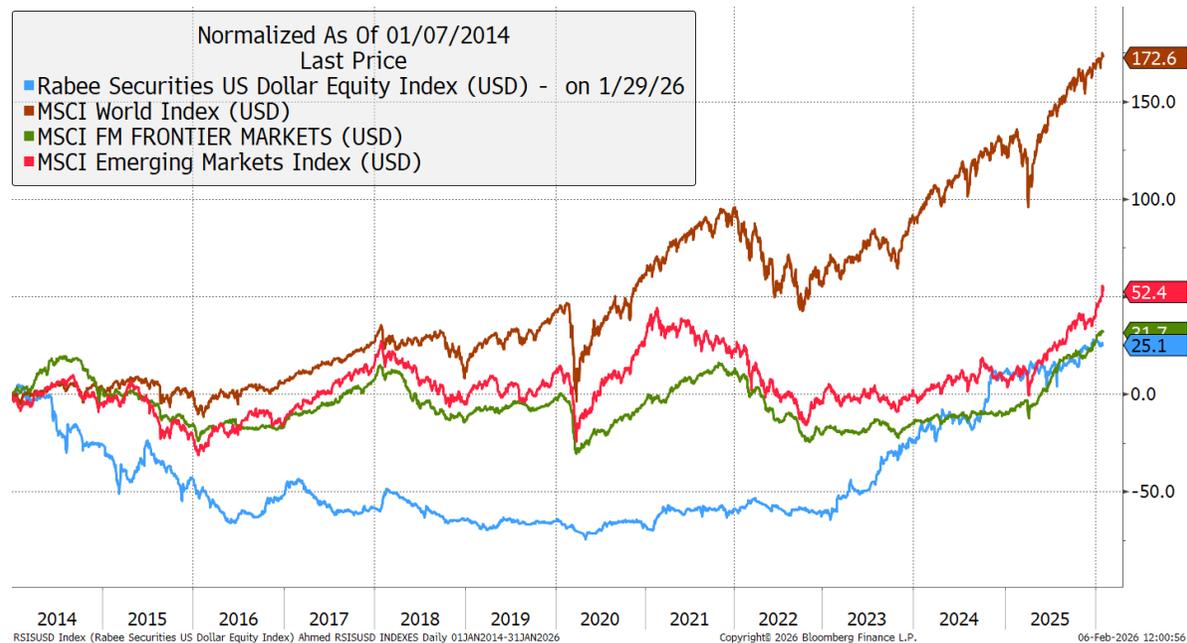
Rabee Securities US Dollar Equity Index



Source: Iraq Stock Exchange, Rabee Securities, AFC Research, monthly data as of 29th January 2026

ATTRACTIVE RISK-REWARD PROFILE

- With increases of 44.8% and 97.2% in 2024 and 2023 respectively, the RSISX USD Index, has finally reclaimed its 2014 peak, has finally begun to catch up with global markets and should attract foreign investors
- The risk-reward profile for Iraq's equity market versus other global markets is still attractive
- Risks remain given Iraq history of conflict, extreme leverage to volatile oil prices, especially in the context of unpredictable US tariff policies, as well as the risks of a potential return the recent Middle East conflict



Source: Bloomberg, data as of 6th February 2026

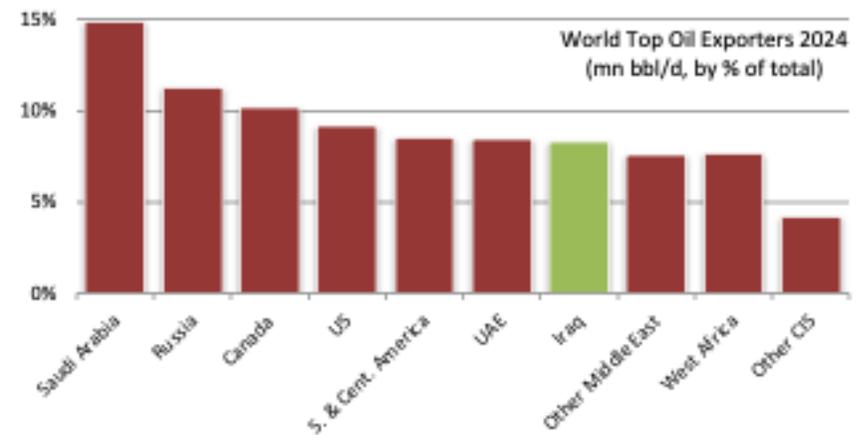
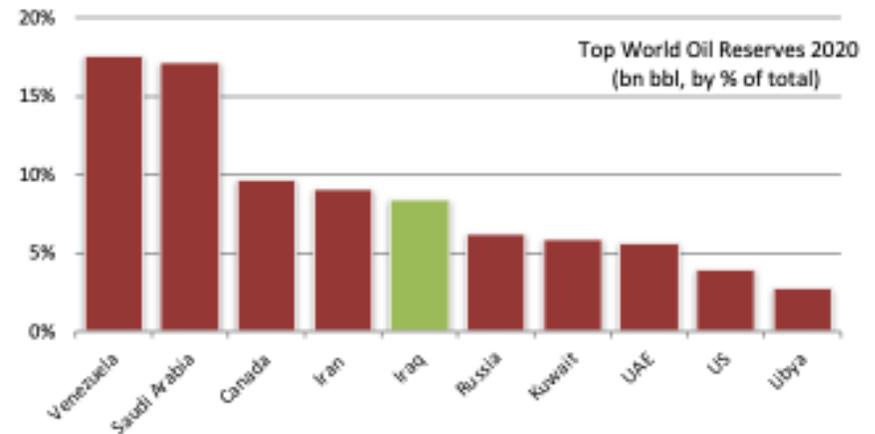
THE GOOD, THE BAD & THE UGLY

THE GOOD: VAST OIL WEALTH

- Holds the 5th largest proved oil reserves in the world accounting for 8% of world total & potentially 15%
- World's fourth largest oil exporter.
- Production costs among the lowest in the world, will allow it to maintain and potentially grow market share

➤ Production costs:

- Many factors affect the cost of production, which include capital and operating costs. OPEC members, including Iraq, generally have much lower oil production costs than non-OPEC members. Some general Estimates
 - Saudi Arabia: Production costs estimated at under \$10 per barrel
 - Iran: Production costs estimated at \$10- \$15 per barrel
 - Iraq: Production costs estimated at \$10-\$20 per barrel
 - U.S.: Production costs estimated at \$30-\$50 per barrel, with shale oil at the upper end of the range
 - Russia: Production costs estimated at \$15 per barrel
 - Venezuela: Production costs estimated at \$10 per barrel



Source: Energy Institute Statical (EI) Review of World Energy 2025.
 Note: On reserves latest data is as of 2020, as the EI notes "the methodology and timing of updating the reserves numbers is currently under review."

THE GOOD: STILL A NACENT ECONOMY

➤ Banking(*)

- A cash dominated economy
 - About 90% of the cash in circulation is outside the banking system
 - 15.8% of adults with a financial institution account versus 46.9% in MENA
 - 14.2% of adults received digital payments in past year versus 40.2% in MENA
- Lack of access to formal credit
 - Credit to the private sector at 11% of GDP versus. avg. 56% for MENA
 - 4.1% of adults formally access credit, including using credit cards, versus 11.3% for MENA
 - 52.9% of adults borrowed any money versus 51.1% for MENA (with above indicates most borrowing is informally)
- Small commercial banking sector: Public sector banks account for over 84% of total assets and deposits

➤ Telecommunication

- Fixed line network penetration at about 7%
- Around 78.7% (**) of the population have internet access
- Mobile penetration at 99.3% (***). 4G launched in 2021

➤ Agriculture, Industrials & Minerals

- Iraq was a self sufficient & exporting agricultural country
- Iraq had a competitive advantage light industry, Oil & Gas related industries, and in minerals & materials
- But Infrastructure across all sectors, after over 40 years of conflict, has deteriorated significantly

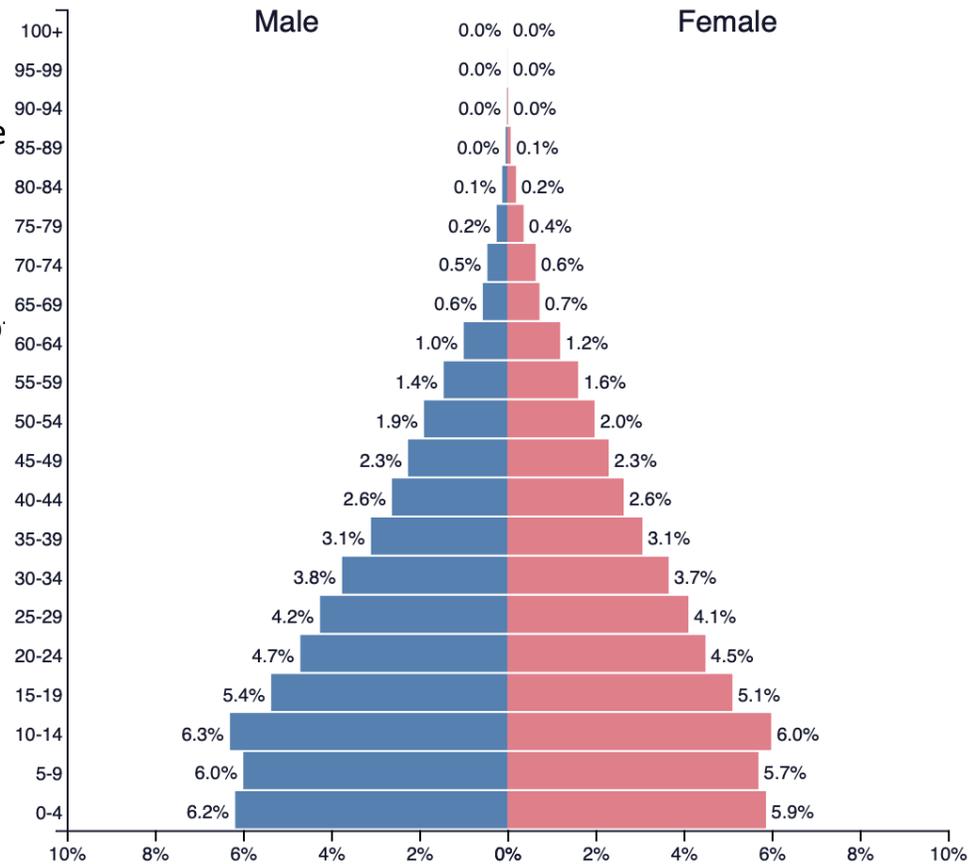
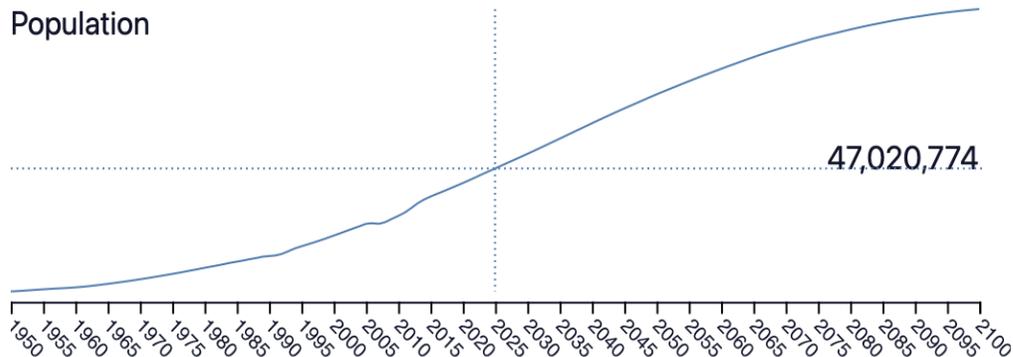
() Sourced from WB Data Bank as of 2024, Central Bank of Iraq as 2024, and WB Findex 2021, WB Findex defines adults as those who are aged 15+ Most data is as of 2021, which is the latest available data.*

*(**) DataReportal, in Digital Iraq 2024, shows that there are over 36 m internet users, or about 78.7% penetration rate (Feb 2024)*

*(***) International Telecommunication Union (ITU), shows that there were 45.7 million mobile-cellular subscribers in 2023, or January 2023*

THE GOOD: A YOUNG AND GROWING POPULATION

- A large population of 47.0 million (2025e) is projected to grow by 10.5% to 51.9 million by 2030
- The under 30 years of age at 30.1 million (2025e) or 64.1% of the population, are projected to grow by 6.2% to 32.0 million by 2030 or 61.6% of the population
- This large young population as it grows will be a massive driver of future economic growth, and will exert powerful pressures for continued economic reforms



Note: Figures rounded

Source: <https://www.populationpyramid.net/iraq/> based on UN World Population Data

THE BAD: STRUCTURAL WEAKNESSES

➤ Oil and State dependence

- Oil accounts for about 90% of government revenues. Government, directly and indirectly, drives the the bulk of economic activity
- Government & State-Owned Enterprises (SOEs) employ over 40% of the formal workforce & are the main vehicle for the transfer of oil wealth
- Budget very sensitive to oil prices

➤ Workforce challenges

- Over 40 years of conflict had a profound effect on quality of workforce (education and skills suffered)
- Aggregate unemployment at 16.5% (*) with high disparities by region, sex and age
- Extreme demographic pressures given its very young population

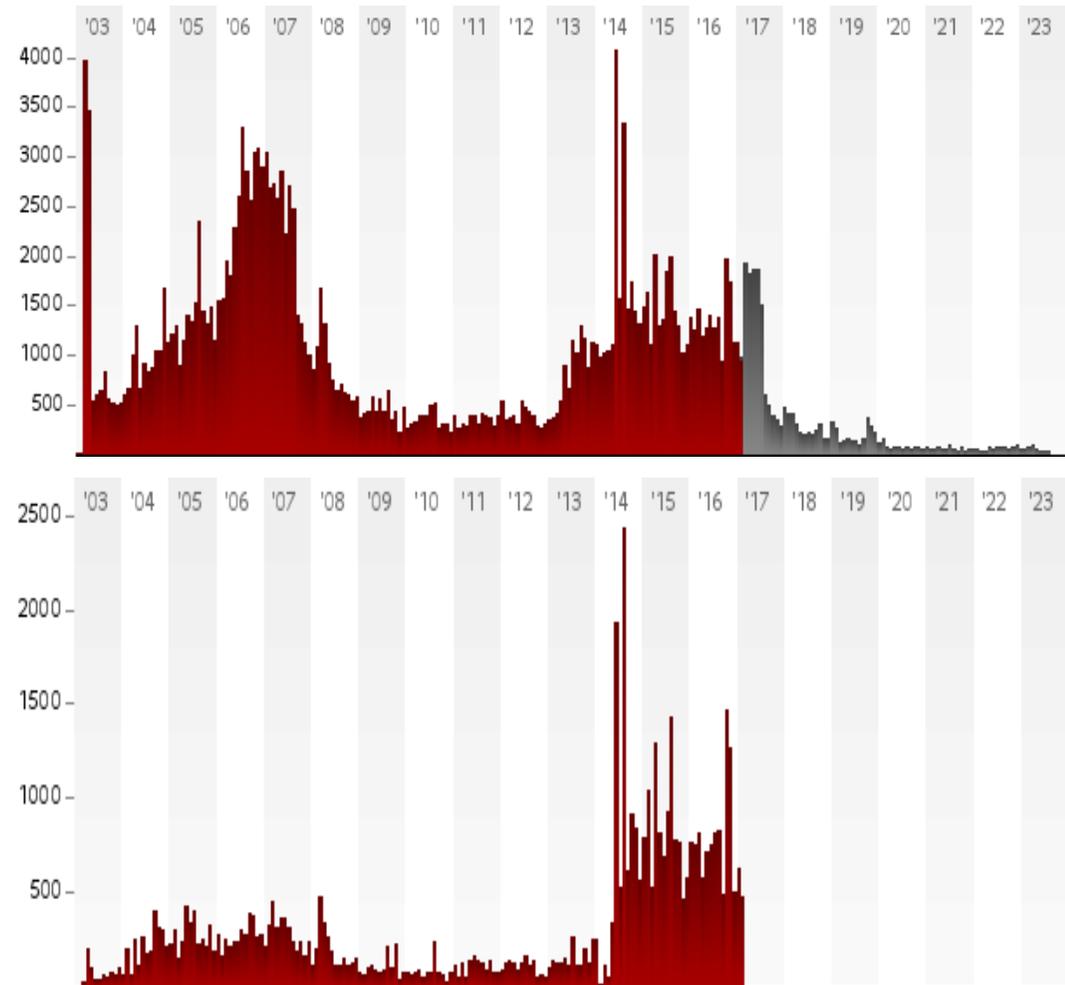
➤ Weak infrastructure

- Weak administrative capacity in government across all levels
- Weak infrastructure (electricity, roads and services)
- Weak business environment (poor governance, inefficient judiciary and weak security)

* ILO 2022.

THE UGLY: VIOLENCE

- Violence & death toll
 - Top chart shows total death toll
 - Bottom chart shows death toll by anti-government forces which peaked during the ISIS conflict 2014-2017
 - The ISIS occupation of a 1/3 of the country and the 3+ year war has been profound esp. the effects on the population at large
- Following the liberation of Mosul, fatalities from violence receded considerably. Yet, the scars are still present, and the challenge is to contain the sectarian, ethnic tensions in the wake of years of violence
- The displacement of over 3.6 million Iraqis, or 7.8% of the population, has come to an end, yet the it added new layers of social & economic tensions



Source : Iraq Body Count, data as of September 2023

IRAQ IN NUMBERS

Macro Data	2016A	2017A	2018A	2019A	2020A	2021A	2022A	2023A	2024E	2025P	2026P	2027P	2028P	2029P	2030P
GDP (\$bn)	167.8	192.3	227.2	234.0	181.4	210.8	288.1	270.8	274.6	265.2	268.5	286.9	304.6	324.4	345.0
Real GDP change %	15.2%	-3.4%	4.7%	5.8%	-12.2%	1.4%	7.7%	0.9%	-2.3%	3.1%	1.4%	5.4%	3.9%	4.1%	4.1%
Real non-oil GDP change %	1.3%	-3.1%	15.6%	9.0%	-11.2%	4.4%	1.7%	13.8%	2.5%	-6.3%	-0.1%	1.4%	2.2%	2.3%	2.2%
Nominal GDP Per Capita (\$)	4,639	5,179	5,959	5,983	4,520	5,117	6,818	6,251	6,183	5,826	5,757	6,007	6,228	6,479	6,737
CPI YoY % (avg)	0.5%	0.2%	0.4%	-0.2%	0.6%	6.0%	5.0%	4.4%	2.6%	2.6%	2.9%	3.4%	3.4%	3.5%	3.6%
M2 Growth (YoY)	7.1%	2.6%	2.7%	8.4%	16.0%	16.7%	20.3%	7.5%	-4.3%	9.6%	4.9%	6.6%	6.3%	7.0%	8.3%
Gross foreign reserves (\$bn)	45.5	49.4	64.7	68.0	54.4	63.8	96.6	111.7	100.3	91.0	79.2	69.7	63.4	57.8	54.0
in months of imports (goods & services)	6.7	7.0	8.4	11.8	8.8	12.3	14.2	15.0	11.1	11.1	9.6	8.0	7.0	6.1	5.5
Current account as % of GDP	-7.4%	-4.7%	4.4%	0.5%	-15.0%	6.1%	15.8%	7.5%	2.0%	0.2%	-1.9%	-1.3%	-0.7%	-0.3%	0.1%
Average exchange rate \$/IQD	1,180	1,182	1,182	1,182	1,191	1,450	1,450	1,316	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Banking : Loans (\$bn)	31.5	32.1	32.5	35.6	41.8	36.5	41.8	53.3	56.5						
Banking : Deposits (\$bn)	52.8	56.6	64.9	69.5	71.2	66.3	89.0	102.7	94.5						
Banking : Private sector deposits (\$bn)	20.06	22.04	23.11	25.98	30.13	29.82	37.86	43.51	40.80						
Banking : Private sector deposits as % of GDP	12.0%	11.5%	10.2%	11.1%	16.6%	14.2%	13.1%	16.1%	14.9%						
Banking : Loans to the private sector (\$bn)	15.4	16.4	17.1	17.8	21.7	20.4	24.2	30.4	33.8						
Banking : Loans to the private sector as % of GDP	9.2%	8.5%	7.5%	7.6%	12.0%	9.7%	8.4%	11.2%	12.3%						
Government revenue (\$bn)	47.0	64.6	89.3	84.0	53.1	75.8	121.1	108.4	108.0	97.8	93.0	100.5	107.1	113.9	120.2
Government expenditure (\$bn)	71.4	67.5	71.6	82.0	75.7	76.6	97.8	111.5	119.5	117.7	117.7	124.5	130.9	138.1	145.4
Budget Balance (\$bn)	-24.3	-2.9	17.7	2.0	-23.4	-0.8	23.3	-3.1	-11.5	-19.8	-24.7	-23.9	-23.8	-24.2	-25.2
Government gross debt (\$bn)	112.4	113.6	108.5	105.6	114.8	115.3	112.3	115.4	129.5	144.1	167.4	192.1	216.7	241.7	267.7
Government domestic debt (\$bn)	47.6	45.6	41.8	37.6	47.4	45.2	48.1	56.7	72.9	88.9	111.0	134.4	156.9	179.5	204.1
Government external debt (\$bn)	64.7	68.0	66.7	68.0	67.4	70.1	64.2	58.7	56.6	55.2	56.4	57.7	59.8	62.2	63.6
Oil Production (million bbl/d)	4.6	4.5	4.4	4.6	4.0	4.0	4.5	4.1	3.9	4.1	4.1	4.4	4.7	4.9	5.1
Production growth (%)	24.5%	-3.5%	-1.3%	3.8%	-12.6%	-0.7%	12.1%	-7.4%	-6.3%	4.9%	1.2%	8.0%	5.0%	5.2%	4.9%
Oil Exports (million bbl/d)	3.8	3.8	3.9	4.0	3.4	3.4	3.7	3.5	3.4	3.5	3.5	3.8	4.0	4.2	4.4
Export growth(%)	13.2%	0.1%	1.7%	2.8%	-13.6%	0.3%	7.8%	-6.5%	-2.9%	3.9%	0.0%	7.7%	5.6%	5.3%	4.5%
Iraqi Oil price (\$/bbl)	35.7	48.7	65.4	59.7	38.1	67.1	95.8	80.4	80.6	65.9	62.0	62.4	63.3	64.1	64.6

Notes

- Including updated data from IMF Iraq Article IV report 25/83 published in July 2025, and latest CBI data as of Annual Statistical Bulletin 2024.
- External debt includes about \$40 bn of legacy debt (see slide 19 for more details)

CAPITAL MARKETS

- **Total Debt \$129.5 bn (By end 2024 est.)**
 - **External \$56.6 bn**
 - Debt includes about \$40 billion in legacy arrears to non-Paris Club creditors, accumulated under the pre-2003 regime during the Iraq-Iran war. *Note: These arrears are dormant and are expected to be settled in line with the 2004 Paris Club agreement terms which will effectively mean a 90% cut in NPV.*
 - *Essentially, external debt is about \$16.6 bn, and total debt is about \$89.5 bn.*
 - **Internal \$72.9 bn**

Source: IMF Iraq Article IV Report, 25/89, published July 2025. IMF includes arrears in debt calculations.

CAPITAL MARKETS: EQUITIES

➤ **The Iraq Stock Exchange (ISX) is at its infancy and yet to play its part in the economy**

- The ISX is an SRO and governed by the Iraqi Securities Commission (ISC)
- The ISX operates an electronic trading platform provided by NASDAQ-OMX
- Share ownership is held electronically with the Iraqi Depository Centre (IDC)

➤ **The ISX is made up of over 80 companies**

- Banks account for 49.5% of market cap
- Telecoms account for 39.5% of market cap. significantly boosted by the listing of Asiacell in 2013, & ZAIN-Iraq in 2015
- 12-month average daily turnover is under \$1.0 million (excluding block trades)



28/12/2025	Market Cap (\$ mn)	% of Market Cap
Banking Sector	9,115.6	49.5%
Telecom Sector	7,263.5	39.5%
Industry Sector	1,164.2	6.3%
Hotels & Tourism Sector	507.7	2.8%
Services Sector	195.2	1.1%
Agriculture Sector	116.9	0.6%
Insurance Sector	30.7	0.2%
Investment Sector	5.4	0.0%
Total Market	18,399	

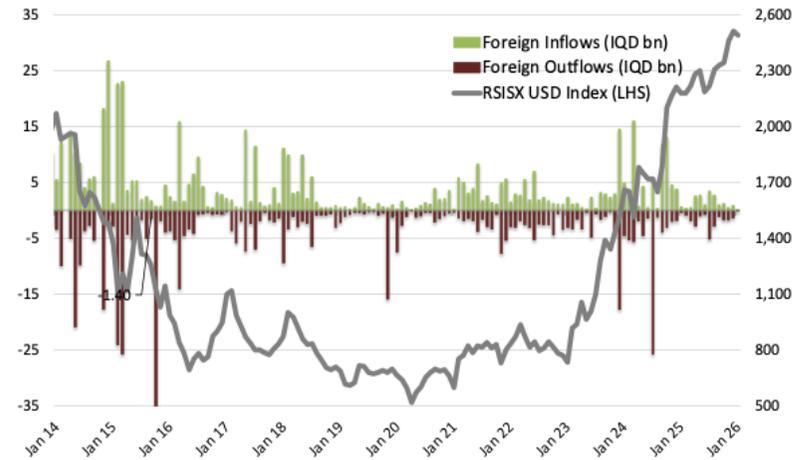
- Top chart : Rabee Securities US Dollar Equity Index, monthly data as of 29th January 2026
- Bottom chart: Regular market capitalization composition by market cap.

CAPITAL MARKETS: EQUITIES

- Trading is dominated by local retail investors, however,
 - the total number of investors is tiny with active traders probably < 5,000 and overall investors probably < 35,000
 - Hardly any local institutional investors

- Foreigners: The market opened to foreigners in 2007
 - Handful of funds with AuM's an estimated \$300 million account for the bulk of institutional funds
 - Top chart shows Foreign inflows (in green) and foreign outflows (red line) versus the Rabee Securities US Dollar Equity Index (grey line)

- In a regional context & as a percentage of GDP
 - The ISX is tiny in both absolute and relative terms
 - In the medium term the ISX should grow, and ultimately should catch to the rest of the region



Country	Market capitalization 30 Dec 2025 in \$bn	GDP 2026p in \$bn	Market capitalization as % of GDP
KSA	2,343	1,316	178.0%
UAE	1,042	601	173.4%
Qatar	177	239	74.2%
Kuwait	144	163	88.1%
Egypt	62	400	15.5%
Jordan	37	59	61.7%
Iraq	18	274	6.7%

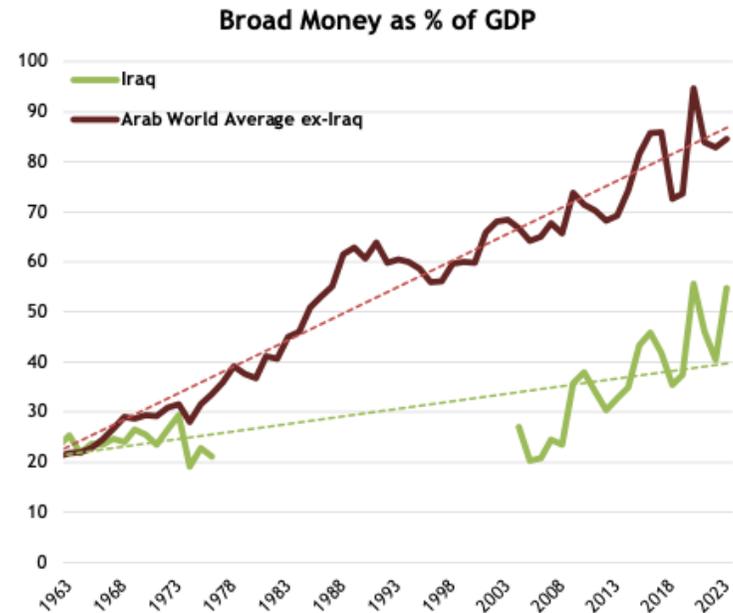
- Top chart : Rabee Securities US Dollar Equity Index for the Iraq Stock Exchange versus foreign inflows and outflows as end of January 2026 Volumes are adjusted for block trades.
- Bottom chart: Sources: Bloomberg, Rabee Securities, IMF Regional Economic Outlook October 2025.

OPERATING LEVERAGE

**Banks are the key to the expansion of the
economy**

OPERATING LEVERAGE : BANKS IN A CASH ECONOMY

- The investment thesis for the banks is based on the opportunity for the group to grow earnings multiple times from current levels as the country moves towards full adoption of banking and away from cash
- The key element in the economy's adoption of banking is the growth in bank lending resulting in an expansion in the money circulating in the economy and consequently to an increase in non-oil GDP
- The extent of the opportunity for Iraqi banks to grow their earnings can be appreciated by considering the level of development of banking in Iraq in a regional context by looking at the ratio of broad money to GDP given the role that banks play in the creation of money through the provision of credit.



Source: World Bank. Arab World-ex Iraq is the average of Arab countries excluding Iraq, however, not every country has reported for every year, including some who have not reported since 2017. Average is of those who reported in a given year.

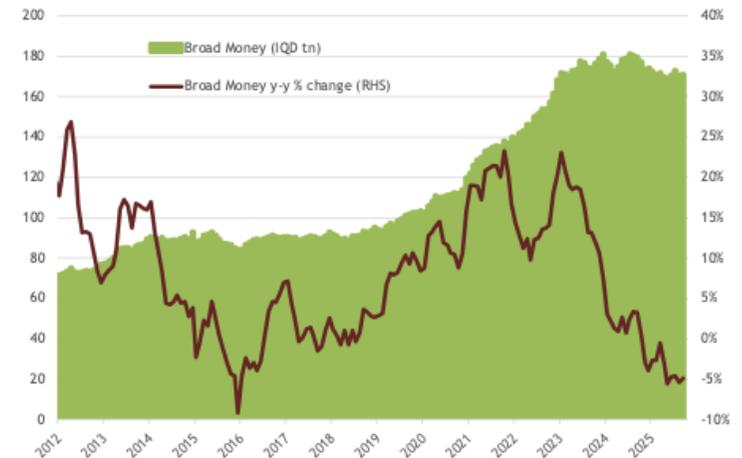
Data is as of 2023. Dotted lines are trendlines.

Note: GDP for most of the oil producing countries in the Arab World, and Iraq, will change with changes in oil prices and oil productions, and as such the trend-lines are added to show direction

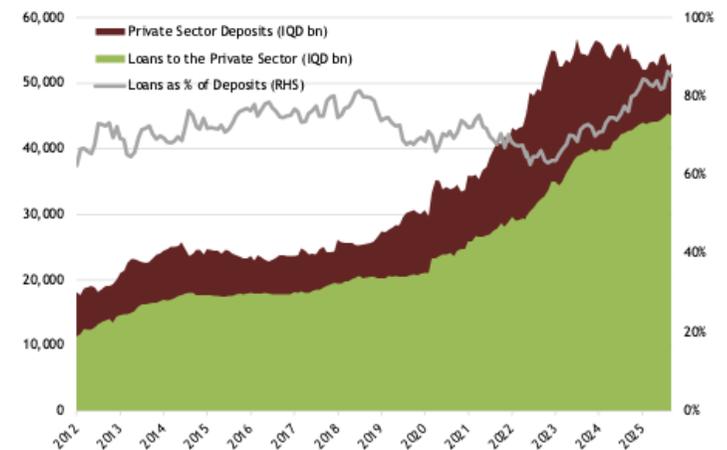
OPERATING LEVERAGE : LIQUIDY INJECTIONS

- Following the severe economic disruptions brought by COVID-19, the economy experienced substantial liquidity injections from mid-2020 onwards from a combination of
 - Government borrowing in 2020, via indirect monetary financing;
 - The Central Bank of Iraq (CBI)'s adoption of an accommodative monetary policy to support borrowers and the economy in countering the negative effects of COVID-19
 - Sustained high oil price increases from October 2020 onwards, which allowed the government to raise spending significantly
- Consequently, the money supply, i.e., broad money, experienced substantial growth
- These injections stimulated economic activity and accelerated private sector deposit and loan growth - already in effect since early 2018

Money Circulating in the Economy (Broad Money)



Private Sector Loans & Deposits

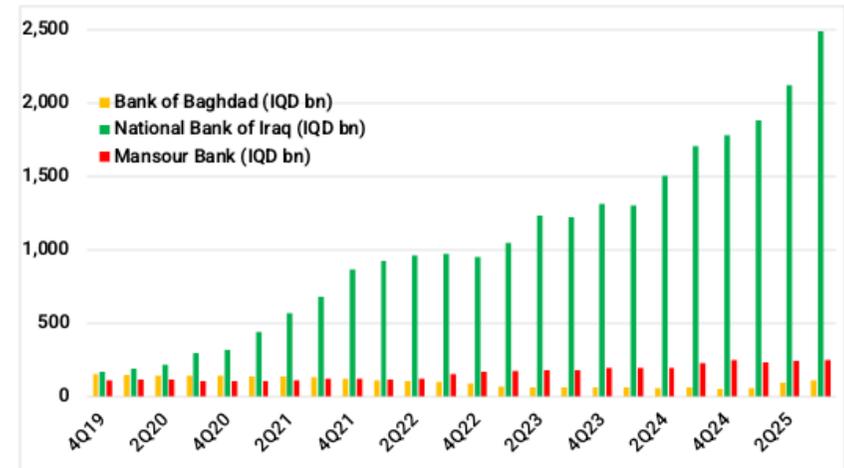


Source: Central Bank of Iraq, data as of September 2025

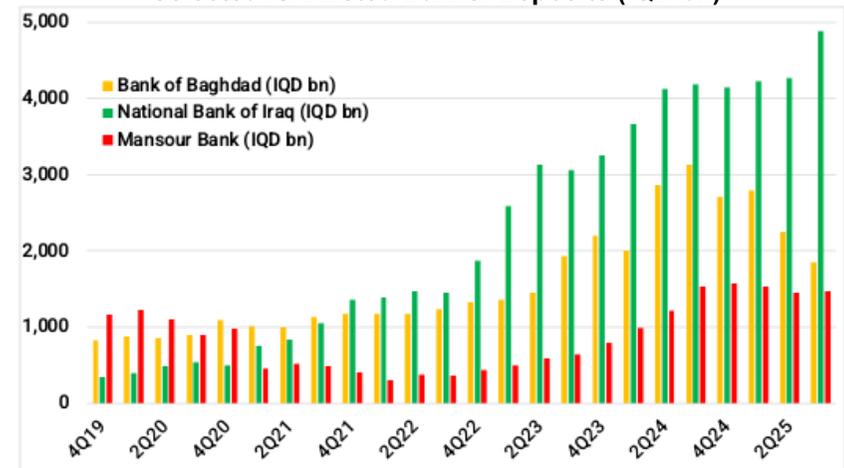
OPERATING LEVERAGE : BANKS IN RECOVERY MODE

- Three banks: The Bank of Baghdad (BBOB), Al Mansour Bank (BMNS), and the National Bank of Iraq (BNOI) dominate the Rabee Securities US Dollar Equity Index
- Deposit and loan book growth are the key drivers for a sustained increases in banks' net profit, and hence their valuations. The quartet of banks, display different performances in 2018-Q3/2025
- These reflect the different strategies pursued by each during the heyday of growth before the onset of the 2014-2017 crises – which exposed the structural weaknesses of the banking sector
- Each of these banks pursued different strategies to address these structural weaknesses, and future growth trajectories

Selected ISX Listed Banks: Loan Books



Selected ISX Listed Banks: Deposits (IQD bn)

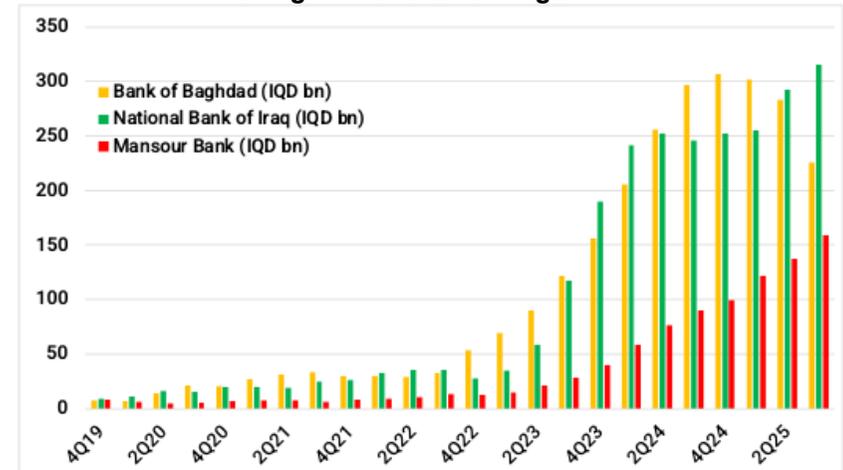


Source: Rabee Securities, AFC Research. Note: Unaudited data of quarterly data as Q3/2025.

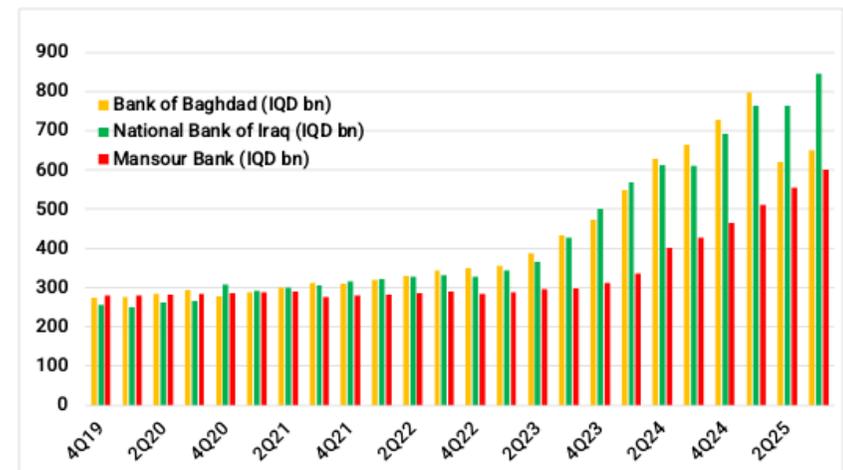
SIGNIFICANT DEVELOPMENT : ACCELERATING THE ADOPTION OF BANKING

- The catalyst for this development was the Central Bank of Iraq's (CBI) new procedural requirements for its provisioning of U.S. dollars for cross-border transfers in mid-November 2022. Part of an ongoing process of encouraging the economy's increased adoption of banking
- Created the economic incentives for informal companies to transfer to formality and to access the banking sector for the first time
- Disproportionally benefited the top-quality banks, who experienced fast growth post 2022 as seen by accelerating trailing 12-month earnings, and book values in Q4/22 – Q3/25 vs the prior period

Trailing 12 months Earnings



Trailing 12 months Book Values



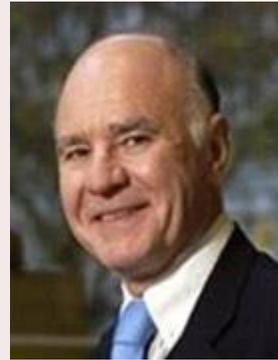
Source: Company reports, Rabee Securities, AFC Research. Unaudited data of Q3/2025

ABOUT ASIA FRONTIER CAPITAL

SHAREHOLDERS OF ASIA FRONTIER CAPITAL LTD.



Thomas Hugger, CEO and Fund Manager, has spent 27 years in private banking and has been investing in Asian and African Frontier Markets since 1993. He is the former Managing Partner, CFO & COO of Leopard Capital; and was previously a Managing Director and Head of Portfolio Management at LGT Bank in Hong Kong. Mr. Hugger was the founding shareholder of one of the largest brokerage companies in Bangladesh. He is also a Certified Financial Investment Analyst (CFIA) and Investment Adviser (Switzerland) and a Certified European Federation of Financial Analysts Societies (EFFAS) Financial Analyst.



Dr. Marc Faber, is CEO, investment advisor and fund manager of Marc Faber Limited. He is the publisher of a widely read monthly investment newsletter The Gloom, Boom and Doom report which highlights global investment opportunities. Dr. Faber is respected around the world for his market forecasts over the past three decades.

DIRECTORS OF ASIA FRONTIER CAPITAL (IRAQ) LIMITED



Ahmed Tabaqchali, Chief Strategist AFC Iraq Fund, is an experienced Capital Markets professional with over 25 years experiences in US and MENA markets. A Senior Fellow at the Institute of Regional & International Studies, a Visiting Fellow at the LSE Middle Center, and a Senior non-resident Fellow at the Atlantic Council. He is a board member of Arab Bank Iraq.

He is a former Executive Director of NBK Capital, the investment banking arm of the National Bank of Kuwait as head of Brokerage. Prior to that a Managing Director and Head of International Institutional Sales at WR Hambrecht + Co. based in London, New York and San Francisco. This followed on from roles as a Managing Director at KeyBanc in London charged with international sales, and before that Director & Head of Capital Markets & Institutional Sales at Jefferies Int'l in London. He started his career at Dean Witter Int'l in London.

Ahmed has an M. Sc. in Mathematics from Oxford University in the UK, a B.Sc. (Hons, 1st class) in Mathematics from Victoria University in New Zealand and a B.Sc. in Mathematics from Canterbury University in New Zealand. Ahmed is an Iraqi & a British national.



Thomas Hugger, Fund Manager and Founder of Asia Frontier Capital, has spent 27 years in private banking where he specialized in managing portfolios of listed and unlisted equities.

He has been investing in Asian and African Frontier Markets since 1993. He is the former Managing Partner, CFO & COO of Leopard Capital; and was previously a Managing Director and Head of Portfolio Management at LGT Bank in Hong Kong. He also held senior investment positions at Bank Julius Baer in Zurich and Hong Kong.

He was the founding shareholder of one of the largest brokerage companies in Bangladesh. He is a Certified Financial Investment Analyst (CFIA) and Investment Adviser (Switzerland) and a Certified European Federation of Financial Analysts Societies (EFFAS) Financial Analyst.

FUND INFORMATION

AFC IRAQ FUND DETAILS

Legal Structure	Open Ended Umbrella Funds (Master-Feeder Structure) Cayman Islands
Initial Investment Minimum	Non-US Investors: USD 10,000 / US Investors: USD 50,000
Subsequent Investment Minimum	Non-US Investors: USD 1,000 / US Investors: USD 10,000
Launch Date	26 th June 2015
Subscription Frequency	Monthly, 5 business days before month end
Redemption	Monthly: Class D - 3 month notification, Class E - 6 month notification
Management Fee	Class D: 1.8% / Class E: 1.5% p.a. of NAV
Performance Fee	Class D: 18% / Class E: 15% (with high watermark)
Risk Classification for Hong Kong Investors	High Risk
Auditor	Ernst & Young, Hong Kong
Legal Advisor	Ogier, Hong Kong US: Wilmer Cutler Pickering Hale and Dorr LLP, Boston
Custodian	Iraq Depository Centre (IDC)
Fund Administrator	Trident Fund Services (Hong Kong) Limited, Hong Kong
Investment Manager	Asia Frontier Investments Limited, Hong Kong

FUND PERFORMANCE – AFC IRAQ FUND

NAV as of 31st January 2026

	Class D	Class E
NAV	2,392.16	2,507.20
Since Inception	139.22%	150.72%
Inception Date	26 th June 2015	26 th June 2015

Monthly Performances AFC Iraq Fund Class D

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	USD						+0.00%	-7.92%	-5.20%	-2.20%	-7.00%	-3.39%	+0.56%	-22.86%
2016	USD	-9.71%	-4.31%	-5.85%	-2.73%	-8.59%	+7.29%	-1.92%	-3.28%	+0.55%	+1.91%	+0.53%	+4.83%	-20.50%
2017	USD	+10.94%	-0.14%	-10.64%	-2.65%	-3.14%	-5.94%	+1.72%	+1.17%	-1.81%	-2.61%	+5.23%	+1.75%	-7.48%
2018	USD	+6.33%	+18.38%	+0.46%	-2.89%	-2.16%	-2.50%	+1.04%	-5.37%	-7.09%	-4.82%	+5.27%	-0.65%	+3.60%
2019	USD	-0.44%	-7.48%	-0.90%	+3.74%	+12.74%	-0.85%	-2.44%	-0.10%	+3.95%	-2.04%	+0.77%	+0.78%	+6.68%
2020	USD	-4.75%	-5.72%	-7.11%	-11.26%	+10.17%	+3.97%	+11.40%	+2.50%	-1.55%	-2.10%	+2.37%	-5.56%	-9.80%
2021	USD	-5.20%	+19.34%	+4.72%	+6.99%	-2.51%	+7.28%	-3.30%	+4.98%	-3.12%	+6.21%	-18.89%	+9.09%	+22.51%
2022	USD	+7.41%	+2.45%	+5.48%	-8.21%	-7.06%	+6.73%	-8.93%	+2.62%	+5.16%	-0.81%	-4.52%	-0.23%	-1.87%
2023	USD	-0.51%	+23.27%	+4.12%	+15.85%	-11.45%	+5.78%	+7.92%	+16.84%	+8.96%	-1.35%	+5.13%	+6.55%	+110.37%
2024	USD	+9.95%	+0.44%	-5.33%	+14.19%	+0.11%	-2.07%	-1.31%	-4.56%	+11.55%	+12.36%	+2.81%	+1.01%	+43.49%
2025	USD	-0.68%	+0.43%	+0.32%	+3.29%	+5.87%	-2.84%	+2.95%	+2.65%	+0.39%	-0.69%	+3.91%	+0.46%	+16.94%
2026	USD	-0.34%												-0.34%

Monthly Performances AFC Iraq Fund Class E

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	USD						+0.00%	-7.89%	-5.17%	-2.18%	-6.98%	-3.37%	+0.59%	-22.74%
2016	USD	-9.69%	-4.29%	-5.83%	-2.71%	-8.57%	+7.32%	-1.89%	-3.25%	+0.57%	+1.94%	+0.56%	+4.86%	-20.26%
2017	USD	+10.97%	-0.11%	-10.61%	-2.63%	-3.12%	-5.92%	+1.75%	+1.20%	-1.79%	-2.59%	+5.26%	+1.77%	-7.20%
2018	USD	+6.35%	+18.41%	+0.49%	-2.86%	-2.14%	-2.48%	+1.07%	-5.35%	-7.06%	-4.80%	+5.30%	-0.63%	+3.91%
2019	USD	-0.42%	-7.46%	-0.88%	+3.77%	+12.77%	-0.83%	-2.42%	-0.07%	+3.97%	-2.01%	+0.79%	+0.80%	+7.00%
2020	USD	-4.73%	-5.70%	-7.08%	-11.23%	+10.19%	+3.99%	+11.42%	+2.52%	-1.53%	-2.08%	+2.40%	-5.54%	-9.53%
2021	USD	-5.18%	+19.37%	+4.75%	+7.02%	-2.49%	+7.30%	-3.27%	+5.00%	-3.10%	+6.23%	-18.87%	+9.11%	+22.88%
2022	USD	+7.43%	+2.47%	+5.50%	-8.19%	-7.04%	+6.75%	-8.91%	+2.65%	+5.18%	-0.78%	-4.49%	-0.21%	-1.58%
2023	USD	-0.49%	+23.30%	+4.14%	+14.17%	-10.10%	+5.08%	+7.09%	+17.62%	+9.33%	-1.33%	+5.29%	+6.81%	+110.60%
2024	USD	+10.34%	+0.47%	-5.49%	+14.73%	+0.13%	-2.11%	-1.28%	-4.54%	+11.76%	+12.83%	+2.93%	+1.07%	+45.66%
2025	USD	-0.66%	+0.45%	+0.34%	+3.43%	+6.10%	-2.92%	+3.08%	+2.77%	+0.43%	-0.66%	+4.05%	+0.49%	+17.89%
2026	USD	-0.31%												-0.31%

FUND PERFORMANCE – AFC IRAQ FUND (NON-US)

NAV as of 31st January 2026

	Class D	Class E
NAV	2,392.17	2,507.20
Since Inception	139.22%	150.72%
Inception Date	26 th June 2015	26 th June 2015

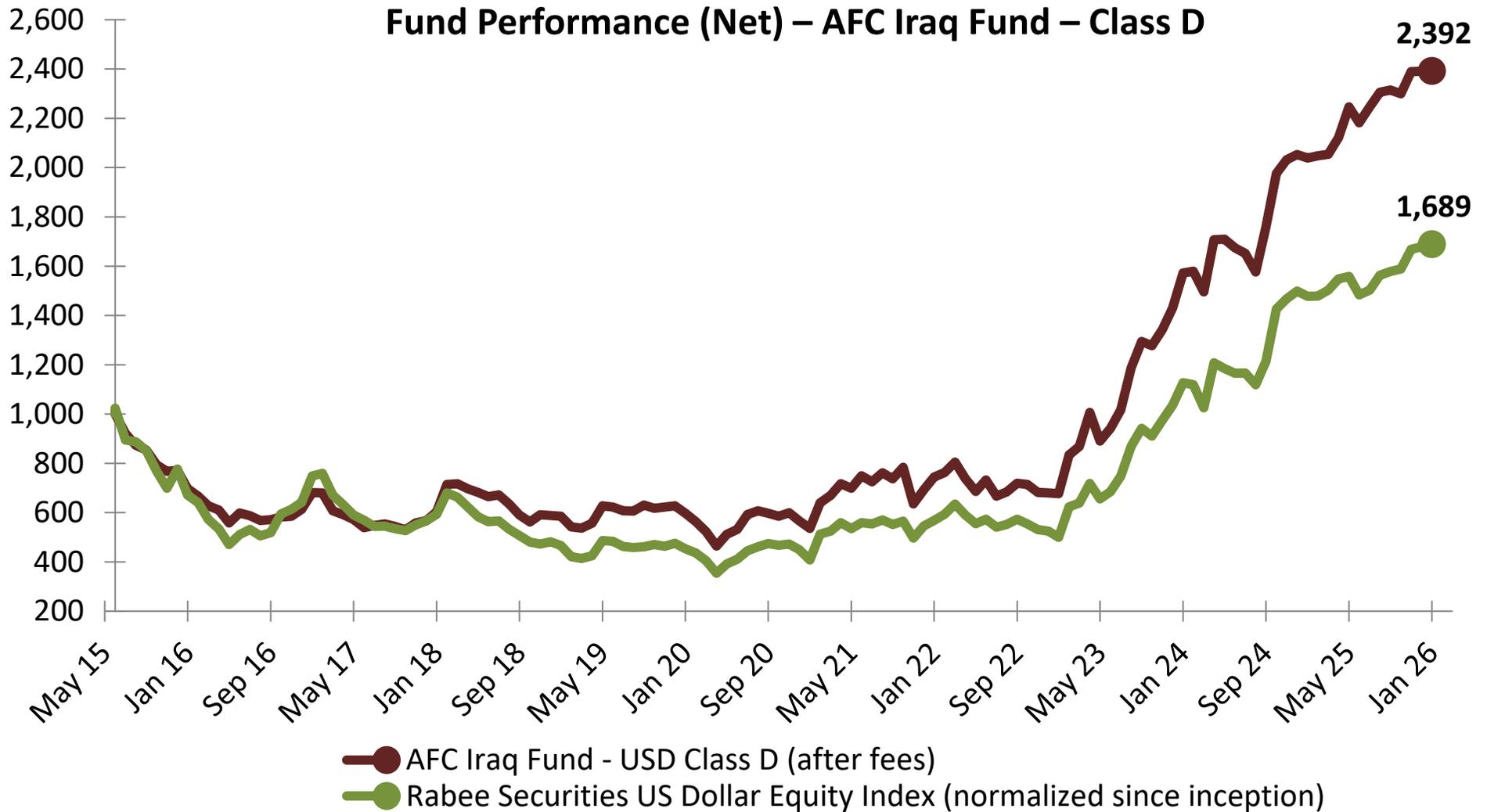
Monthly Performances AFC Iraq Fund (non-US) Class D

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	USD						+0.00%	-7.92%	-5.20%	-2.20%	-7.00%	-3.39%	+0.56%	-22.86%
2016	USD	-9.71%	-4.31%	-5.85%	-2.73%	-8.59%	+7.29%	-1.92%	-3.28%	+0.55%	+1.91%	+0.53%	+4.83%	-20.50%
2017	USD	+10.94%	-0.14%	-10.64%	-2.65%	-3.14%	-5.94%	+1.72%	+1.17%	-1.81%	-2.61%	+5.23%	+1.75%	-7.48%
2018	USD	+6.33%	+18.38%	+0.46%	-2.89%	-2.16%	-2.50%	+1.04%	-5.37%	-7.09%	-4.82%	+5.27%	-0.65%	+3.60%
2019	USD	-0.44%	-7.48%	-0.90%	+3.74%	+12.74%	-0.85%	-2.44%	-0.10%	+3.95%	-2.04%	+0.77%	+0.78%	+6.68%
2020	USD	-4.75%	-5.72%	-7.11%	-11.26%	+10.17%	+3.97%	+11.40%	+2.50%	-1.55%	-2.10%	+2.37%	-5.56%	-9.80%
2021	USD	-5.20%	+19.34%	+4.72%	+6.99%	-2.51%	+7.28%	-3.30%	+4.98%	-3.12%	+6.21%	-18.89%	+9.09%	+22.51%
2022	USD	+7.41%	+2.45%	+5.48%	-8.21%	-7.06%	+6.73%	-8.93%	+2.62%	+5.16%	-0.81%	-4.52%	-0.23%	-1.87%
2023	USD	-0.51%	+23.27%	+4.12%	+15.85%	-11.45%	+5.78%	+7.92%	+16.84%	+8.96%	-1.35%	+5.13%	+6.55%	+110.37%
2024	USD	+9.95%	+0.44%	-5.33%	+14.19%	+0.11%	-2.07%	-1.31%	-4.56%	+11.55%	+12.36%	+2.81%	+1.01%	+43.49%
2025	USD	-0.68%	+0.43%	+0.32%	+3.29%	+5.87%	-2.84%	+2.95%	+2.65%	+0.39%	-0.69%	+3.91%	+0.46%	+16.94%
2026	USD	-0.34%												-0.34%

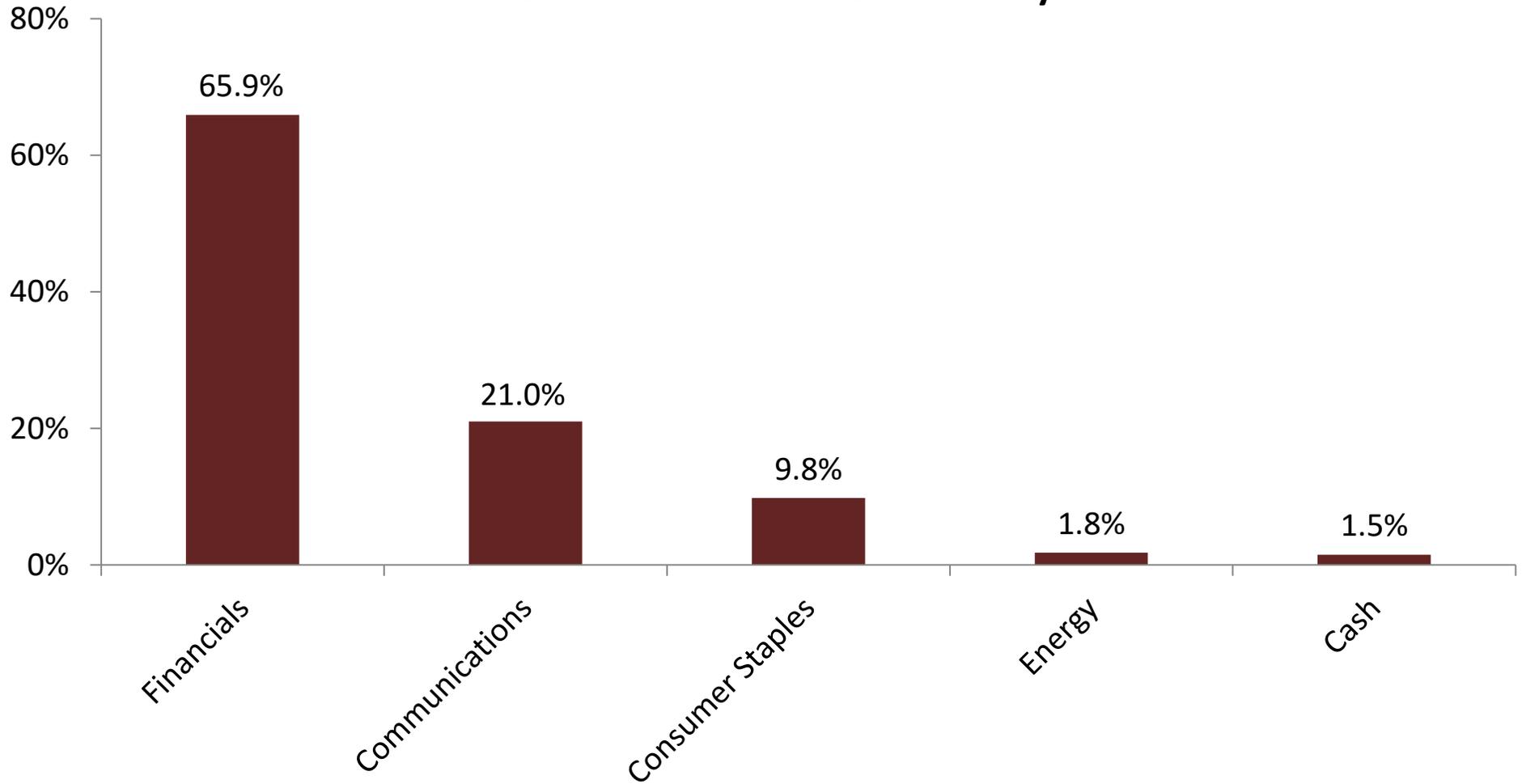
Monthly Performances AFC Iraq Fund (non-US) Class E

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	USD						+0.00%	-7.89%	-5.17%	-2.18%	-6.98%	-3.37%	+0.59%	-22.74%
2016	USD	-9.69%	-4.29%	-5.83%	-2.71%	-8.57%	+7.32%	-1.89%	-3.25%	+0.57%	+1.94%	+0.56%	+4.86%	-20.26%
2017	USD	+10.97%	-0.11%	-10.61%	-2.63%	-3.12%	-5.92%	+1.75%	+1.20%	-1.79%	-2.59%	+5.26%	+1.77%	-7.20%
2018	USD	+6.35%	+18.41%	+0.49%	-2.86%	-2.14%	-2.48%	+1.07%	-5.35%	-7.06%	-4.80%	+5.30%	-0.63%	+3.91%
2019	USD	-0.42%	-7.46%	-0.88%	+3.77%	+12.77%	-0.83%	-2.42%	-0.07%	+3.97%	-2.01%	+0.79%	+0.80%	+7.00%
2020	USD	-4.73%	-5.70%	-7.08%	-11.23%	+10.19%	+3.99%	+11.42%	+2.52%	-1.53%	-2.08%	+2.40%	-5.54%	-9.53%
2021	USD	-5.18%	+19.37%	+4.75%	+7.02%	-2.49%	+7.30%	-3.27%	+5.00%	-3.10%	+6.23%	-18.87%	+9.11%	+22.88%
2022	USD	+7.43%	+2.47%	+5.50%	-8.19%	-7.04%	+6.75%	-8.91%	+2.65%	+5.18%	-0.78%	-4.49%	-0.21%	-1.58%
2023	USD	-0.49%	+23.30%	+4.14%	+14.17%	-10.10%	+5.08%	+7.09%	+17.62%	+9.33%	-1.33%	+5.29%	+6.81%	+110.60%
2024	USD	+10.34%	+0.47%	-5.49%	+14.73%	+0.13%	-2.11%	-1.28%	-4.54%	+11.76%	+12.83%	+2.93%	+1.07%	+45.66%
2025	USD	-0.66%	+0.45%	+0.34%	+3.43%	+6.10%	-2.92%	+3.08%	+2.77%	+0.43%	-0.66%	+4.05%	+0.49%	+17.89%
2026	USD	-0.31%												-0.31%

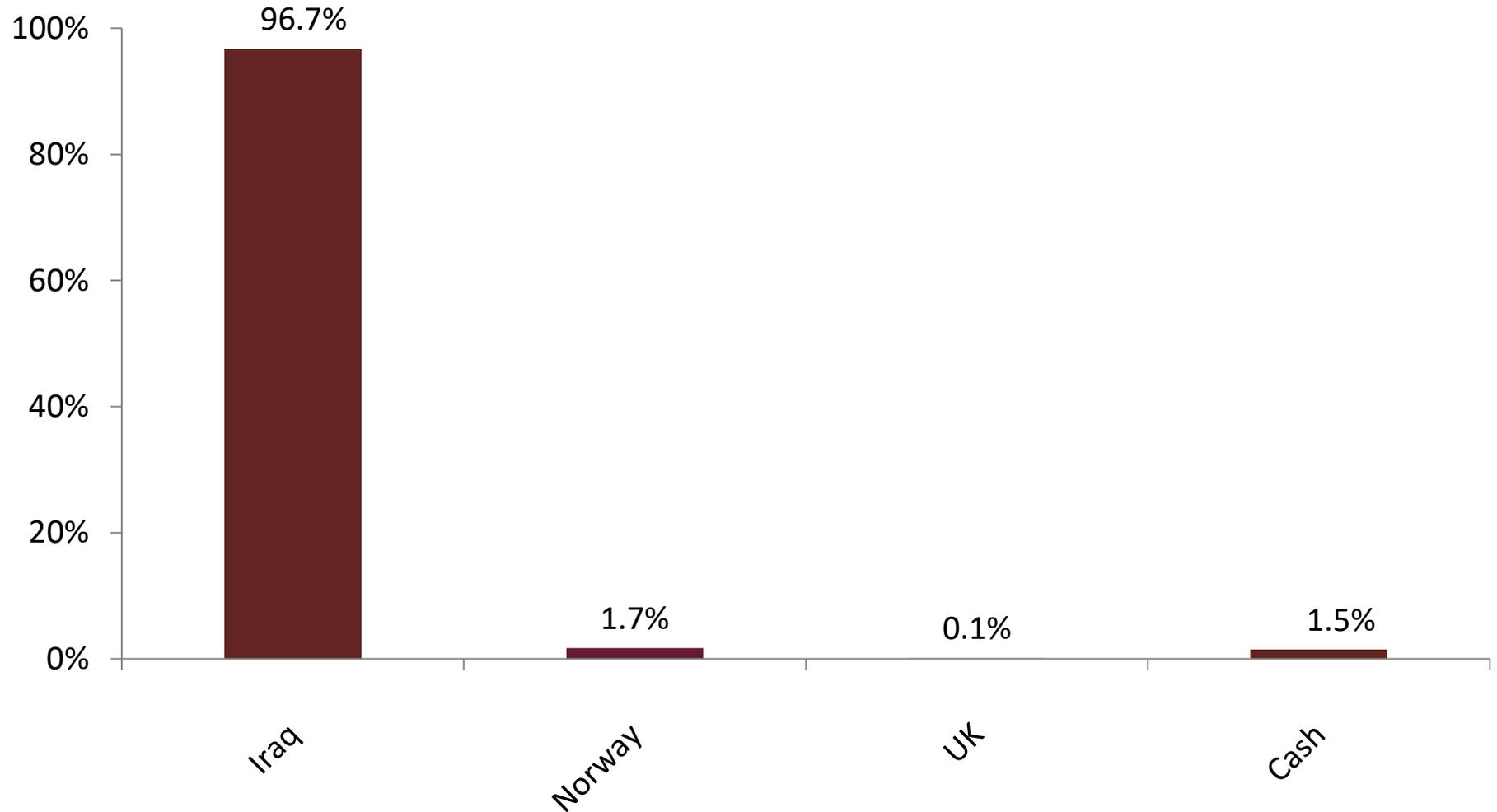
FUND PERFORMANCE



Sector Allocation – 31st January 2026



Country Allocation – 31st January 2026



AFC Umbrella Fund – AFC Iraq Fund

	Class D	Class E
ISIN	KYG0132A1682	KYG0132A1765
CUSIP	G0132A168	G0132A176
Bloomberg	AFCIRAQ KY	AFCIRAE KY
Valoren	28883562	28883205
Reuters	LP68336918	LP68336919

AFC Umbrella Fund (non US) – AFC Iraq Fund (non US)

	Class D	Class E
ISIN	KYG0133A1756	KYG0133A1830
CUSIP	G0133A175	G0133A183
Bloomberg	AFIRNUD KY	AFIRNUE KY
Valoren	28570227	28881954
Reuters	LP68336920	LP68336921

ASIA FRONTIER INVESTMENTS LIMITED

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Fax: +852 3904 1017

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** The representative of the Fund in Switzerland is Acolin Fund Services AG, Maintower, Thurgauerstrasse 36/38, 8050 Zurich, Switzerland, whilst NPB Neue Privat Bank AG, Limmatquai 1 / am Bellevue, 8024 Zurich, Switzerland is the Swiss Paying Agent. In Switzerland, shares shall be distributed exclusively to qualified investors. The basic documents of the fund report may be obtained free of charge from the representative. The place of performance with respect to shares distributed in or from Switzerland is the registered office of the Representative.*

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