

# India Capital

## GROWTH FUND

### Company Update: EGM Outcome Explained

On 25<sup>th</sup> March 2026 Shareholders approved the implementation of a five-year conditional tender and the introduction of an annual dividend to be paid semi-annually. In addition to the dividend, the Company will also introduce a DRIP scheme.

These changes will not impact the investment team; it's process or philosophy.

#### Redemption Facility

The previous two-year redemption facility led to a reduction in the Company's size and an increase in ongoing charges, borne most heavily by long-term shareholders. The new five-year, conditional performance-related tender for up to 25% of the Company's issued share capital is intended to rebalance and protect the interests of all shareholders. It should support greater scale and lower costs, while the introduction of clear performance criteria ensures Shareholders have the opportunity to reduce their holdings at close to Net Asset Value should performance fall short of expectations.

If the Company's NAV Total Return per Share, (before Indian Capital Gains Tax) measured over five years is less than the Total Return of the benchmark, the Performance Related Tender will be triggered.

#### Dividend

India Capital Growth Fund will pay interim dividends per Share commencing in October 2026 and then semi-annually from the 2026 Financial Year. Dividends will be paid out of capital and/or from any net income after payment of operating expenses. The Board expects to pay an interim dividend equating to approximately 2% of prevailing NAV per Share in the current financial year ending 31 December 2026 with the intention of increasing the dividend over time if circumstances permit.

#### DRIP Scheme?

A Dividend Reinvestment Plan (DRIP) is a program that lets shareholders reinvest their cash dividends into more shares of the same company, rather than receiving the dividend as cash. This strategy is especially useful for retail investors aiming to grow their portfolios steadily.

Further details of the DRIP scheme will be released in due course.

These changes will not affect the Company's approach to discount management and the Company will continue with its existing buyback policy.