CD PRIVATE EQUITY FUND III

7 JULY 2026

CD PRIVATE EQUITY FUND III: ASX: CD3

PORTFOLIO REALISATION UPDATE

K2 Asset Management Ltd (**K2**), as Responsible Entity (**RE**) for CD Private Equity Fund III (**ASX: CD3**) (**CD3** or **Fund**), is pleased to provide an update on the realisation of an underlying investment within the portfolio.

U.S. Select Private Opportunities Fund III, LP (**LP3**), in which CD3 holds a 71.22% interest, completed the sale of an underlying fund investment through a secondary transaction that closed in early July 2026. The transaction completed at approximately 82% of the underlying fund's Q1 2026 net asset value, with LP3 receiving cash proceeds of approximately US$5.6 million, with no deferred settlement terms and no transaction fees. The transaction results in a final outcome for the investment of approximately 1.7x net MOIC and 12.5% net IRR.

The underlying fund is a 2017 vintage fund, with this transaction providing liquidity ahead of the expected realisation timeline and accelerates the return of capital to investors.

Subject to the Fund receiving a distribution from LP3, the RE expects to distribute proceeds to unitholders as soon as possible in Q3 2026, in line with the Fund's regular six-monthly distribution review process. The Manager will also continue to assess additional liquidity opportunities across the remaining portfolio where these are considered to be in the best interests of investors.

Unitholders may contact the Investor Relations team with any queries via email at cdfunds@k2am.com.au, or by calling +61 3 9691 6110.

Authorised for release by K2 Asset Management Ltd (ACN 085 445 094, AFSL 244 393), the responsible entity of CD Private Equity Fund III (Fund or CD3).