BALONDOLOZI PASSIVE BOND FUND **September 30, 2026**

FACT SHEET

INVESTMENT OBJECTIVE

This fund seeks to perform in line with the All Bond Index (ALBI).

INVESTMENT STRATEGY

This fund seeks out a high level of income which is consistent with the preservation of capital over the medium term. To meet its objective, the fund actively allocates between South African money market instruments, government bonds, corporate bonds and hybrid instruments. Although the fund aims to preserve capital over the medium term, capital depreciation is a possibility over the short term. Quantitative techniques such as the use of derivatives are employed to fine tune strategy and hedge risk factors.

FUND INFORMATION

Fund Classification	South African - Interest Bearing - Variable Term
Benchmark	ALBI
Risk Profile	Moderately Conservative
Fund Managers	Fannuel Tigere, Sindisiwe Mahlangu
Inception Date	01 July 2019
Fund Size	R29 million
Currency	SA Rands
Administration	Prescient Management Company (RF) (Pty) Ltd
Trustees	Standard Bank
Regulator	Financial Sector Conduct Authority (FSCA)
Regulation 28	Compliant

FEES

Initial & Exit Fees	Nil
Total Investment Charge	0.16%
Portfolio TER	0.16%
Management Fees	*0.15%*
Transaction Costs	*0.00%*
Audit Fees	*0.00%*
Other Costs	*0.01%*
Vat	*15.00%*
Pricing	Daily at 17:00

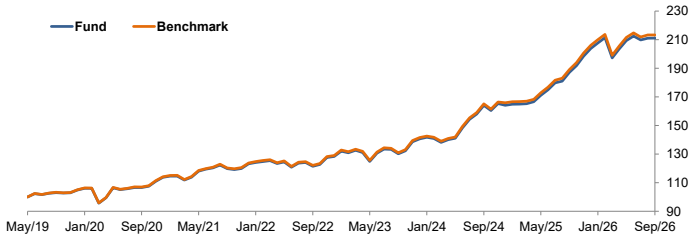
RISK RATIOS

	Fund	*Benchmark*
Annualised Return	10.73%	10.88%
Sharpe Ratio	0.51	0.53
Sortino Ratio	0.54	0.56
Max Drawdown	-9.78%	-9.75%
Drawdowns	23	23

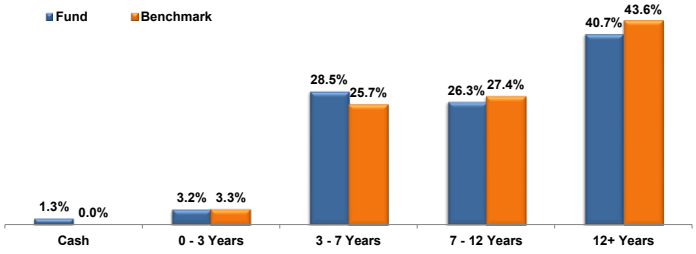
PERFORMANCE (Gross of fees)

	Fund	*Benchmark*
Sep-26	0.05%	0.01%
Year to Date	3.56%	3.51%
Rolling 12 months	12.79%	12.79%
Return p.a. since inception	10.73%	10.88%
Return since inception	111.12%	113.30%
Highest Rolling 1-year Return	28.15%	28.19%
Lowest Rolling 1-year Return	0.30%	0.32%

GROWTH OF R100 INVESTED AT INCEPTION



SECTOR ANALYSIS



FUND COMMENTARY

Global economic conditions remain shaped by the conflict between the United States and Iran and its effect on energy markets. Brent crude rose above $108 per barrel on the 28th of September 2026 after President Trump rejected an Iranian proposal to reopen the Strait of Hormuz. Energy-driven price pressures have prompted monetary tightening, with the Federal Reserve, the European Central Bank and the South African Reserve Bank all raising interest rates during the month.

Nominal government bonds returned -0.01% (GOVI); vanilla credit bonds delivered 0.14% (OTHI); inflation linked bonds returned 0.67% (CILI) and cash returned 0.55% as indicated by the STeFi Call Index in September 2026. Overall, the ALBI (All Bond Composite Index) returned 0.01% for the month.

During the same period; the yield for the R2035 (benchmark bond) rose by +18 basis points to end the month at 8.76%.

Concurrently, the R2048/R2030 spread ticked down by -16 basis points to 122 bps whilst medium-term break-evens tightened by -0.17% to 4.07%. Foreigners bought bonds worth +R2.7 billion as yields sold-off during the month of September 2026.

After registering a value of 4.3% in July 2026, headline inflation for August 2026 was 4.4% (consensus 4.4%). On the same note, the price for brent crude oil rose by 13.47%, to end the month at $103.53 per barrel and the Rand depreciated against the Dollar by -1.83% to close at R16.42 per dollar. The seasonally adjusted Kagiso Purchasing Managers' Index (PMI) declined by -1 index points to reach 45.8 in August 2026

The fund delivered 0.05% for the month against a benchmark return of 0.01%.