# PPS BALANCED FUND OF FUNDS

As of 30 Jun 2026

INVESTMENTS

## FUND DESCRIPTION

This fund will have moderately high equity exposure, not exceeding 75% and property not exceeding 25%. This fund may invest in equity securities, interest-bearing securities, listed and unlisted financial instruments and liquid assets. It solely holds units in local or foreign collective investment schemes or other similar schemes. Ratios may vary.

The PPS Balanced Fund of Funds aims to outperform its peer group over time. This fund is managed according to Regulation 28 of the Pension Funds Act and therefore is a suitable standalone vehicle for retirement savings.

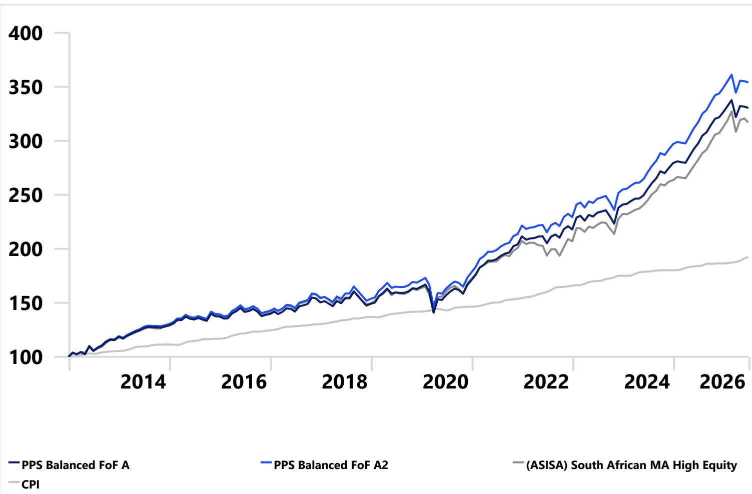
## FUND OVERVIEW

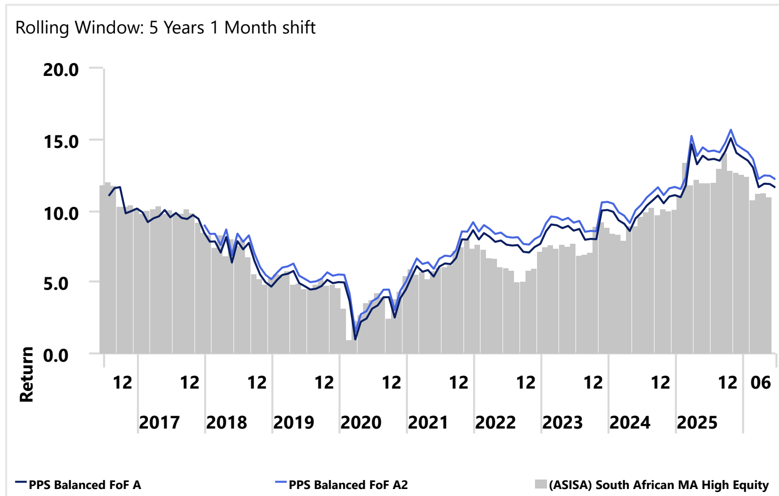
| | |
|---|---|
| **List of classes**** | A & A2 class |
| **Portfolio category** | South African - Multi Asset - High Equity |
| **Launch date** | 30 July 2011 (A) ; 2 January 2013 (A2) |
| **Investment manager** | PPS Multi-Managers Proprietary Limited (authorised FSP) |
| **Benchmark** | South African - Multi Asset - High Equity (Category average) |
| **Income distribution** | Half-yearly |
| **Investment horizon** | Long-term - five years and longer |
| **Portfolio size** | R7 869 783 287 |
| **Market Value (NAV price per unit)** | 289.29 (A); 293.75 (A2) |
| **Number of Units Held** | 156 632 240 (A); 2 166 147 573 (A2) |
| **Asset management fee (excl. VAT)** | 1.05% (A) ; 0.60% (A2) |
| **Trustee** | Standard Chartered Bank |
| **Risk profile** | Medium - High |

**On PPS Investments platform, A2 class is availabe in Select range and A class is available in Original range

## ILLUSTRATIVE PERFORMANCE

Estimated growth of R100 000 invested with all distributions reinvested (for illustrative purposes only).
Growth is represented in R '000




## ANNUALISED PERFORMANCE

| | 1 Year | 2 Years | 3 Years | 5 Years | 7 Years | 10 Years | Since Inception A^ | Since Inception A2^^ |
|---|---|---|---|---|---|---|---|---|
| PPS Balanced FoF A | 11.11% | 13.73% | 12.30% | 11.65% | 10.96% | 8.84% | 9.59% | — |
| PPS Balanced FoF A2 | 11.69% | 14.32% | 12.87% | 12.22% | 11.52% | 9.40% | — | 9.81% |
| (ASISA) South African MA High Equity | 12.32% | 13.73% | 12.58% | 10.96% | 10.27% | 8.34% | 9.47% | 8.92% |

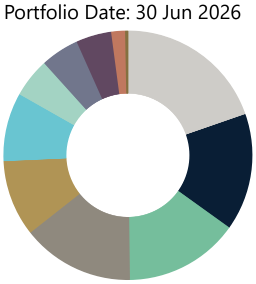
A^30 July 2011; A2^^2 January 2013

| | YTD* 2026 | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|---|---|---|---|---|---|---|---|
| PPS Balanced FoF A | 1.13% | 16.97% | 15.91% | 10.57% | 2.99% | 23.63% | 3.82% | 10.57% |
| PPS Balanced FoF A2 | 1.39% | 17.58% | 16.51% | 11.14% | 3.52% | 24.28% | 4.36% | 11.14% |
| (ASISA) South African MA High Equity | 1.29% | 18.75% | 13.46% | 12.25% | -0.17% | 20.32% | 5.19% | 9.52% |

*Periods less than one year are not annualised

## ASSET MANAGERS

Portfolio Date: 30 Jun 2026



| | % |
|---|---|
| 36ONE Asset Management | 19.7 |
| ABAX Investments | 15.2 |
| Oystercatcher | 14.9 |
| Truffle Asset Management | 14.6 |
| Capital Group | 9.9 |
| Dodge & Cox | 8.9 |
| GMO Quality Investment Fund | 5.1 |
| Egerton Capital | 5.0 |
| Blackrock Asset Management | 4.6 |
| Catalyst Fund Managers | 1.8 |
| Cash | 0.3 |

## RISK METRICS***

| Metric | A | A2 | Benchmark |
|---|---|---|---|
| Annualised Standard Deviation | 6.6% | 6.6% | 7.4% |
| Maximum Drawdown | -5.3% | -5.2% | -6.6% |
| Percentage of Positive months | 76.7% | 76.7% | 66.7% |
| Information Ratio | 0.09 | 0.31 | — |
| Sharpe Ratio | 0.76 | 0.85 | — |

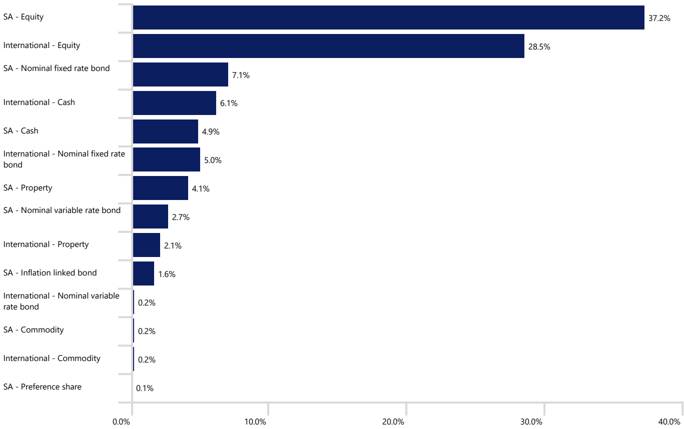
***Risk metrics calculated over a 5 year period

# PPS BALANCED FUND OF FUNDS

**As of 30 Jun 2026**

INVESTMENTS

## ASSET ALLOCATION




## HIGHEST & LOWEST RETURNS SINCE INCEPTION (12-month rolling performance)

| | A^ | A2^^ |
|---|---|---|
| Highest | 31.6% | 32.2% |
| Highest Month End Date | 31 Mar 2021 | 31 Mar 2021 |
| Lowest | -11.6% | -11.1% |
| Lowest Month End Date | 31 Mar 2020 | 31 Mar 2020 |

A^30 July 2011; A2^^2 January 2013

## PORTFOLIO DETAIL

| Top 10 Holdings | Allocation |
|---|---|
| Prosus | 2.5% |
| RSA R2030 8.00% 20300131 | 2.2% |
| FirstRand Ltd | 2.2% |
| Absa Group Limited | 2.0% |
| Standard Bank Group Ltd | 2.0% |
| Bid Corporation Limited | 1.9% |
| RSA R2032 8.25% 20320331 | 1.8% |
| Naspers Ltd | 1.4% |
| Glencore Plc | 1.4% |
| Anglo American plc | 1.3% |

## 1 YEAR FEES (%) (INCLUSIVE OF VAT)

| Fees | A | A2 |
|---|---|---|
| Total expense ratio (TER) | 1.76 | 1.24 |
| Transaction costs (TC) | 0.25 | 0.25 |
| **Total investment charge (TER+TC)** | **2.01** | **1.49** |

## 3 YEAR FEES (%) (INCLUSIVE OF VAT)

| Fees | A | A2 |
|---|---|---|
| Total expense ratio (TER) | 1.78 | 1.27 |
| Transaction costs (TC) | 0.27 | 0.27 |
| **Total investment charge (TER+TC)** | **2.05** | **1.54** |

## DISTRIBUTIONS (Last 12 months)

| Date | A | A2 |
|---|---|---|
| 30 Jun 2026 | 3.04 | 3.83 |
| 31 Dec 2025 | 0.00 | 0.32 |

## FUND COMMENTARY

This FoF targets outperformance of the ASISA Multi-Asset High Equity peer-group over rolling five years. Diversification is achieved on a manager level across both South African and foreign markets. The FoF has no explicit house-view allocation given its peer-benchmark and maintains a foreign allocation of at least 25%.

The Iran war remained a key market driver. The Strait of Hormuz closure pushed Brent crude above $100 early in Q2, before a 17 June US-Iran memorandum brought prices back near pre-war levels of around $70. Renewed late-June strikes, however, showed the truce remained fragile heading into Q3. Kevin Warsh’s confirmation as Fed chair marked a shift in tone. The Fed held rates at 3.50%–3.75% on 17 June, but May inflation above 4% moved markets from expecting cuts to debating another hike. In South Africa, the SARB raised rates 25 basis points to 7%, a defensive move rather than the start of a new hiking cycle.

On the local credit front, Fitch upgraded South Africa’s sovereign rating from BB- to BB on 5 June, the country’s first Fitch upgrade in roughly 21 years. Following S&P’s upgrade seven months earlier, two of the three major rating agencies have now moved in South Africa’s favour within the past year, welcome local news in a quarter otherwise dominated by global shocks. The rand weakened 4.3% over the quarter to around R16.20, with Fed-driven dollar strength outweighing a credible SARB and an improving credit story.

Global equities (MSCI ACWI) rose 14.3% in dollar terms and 10.0% in rand terms, with technology accounting for roughly 70% of the quarter’s return. This was less a broad mega-cap AI rally than a memory and semiconductor-led advance. The gains were also not confined to the US: a small group of Asian technology and semiconductor companies now represents about a third of the emerging market index by weight yet still trades well below comparable US peers despite similar earnings growth. US equities nevertheless delivered their strongest quarter in six years, supported by a surge in AI-related capital expenditure. Global bonds, represented by the FTSE WGBI, struggled over the quarter, returning -3.6%.

South African equities fell over the quarter, with the Capped All Share Index down 2.4%, as resource and precious metals shares came under pressure after sharp pullbacks in gold and platinum from their 2025 highs. SA bonds fared much better: the All-Bond Index returned 7.9% as long yields moved lower on improved risk sentiment and weaker oil prices. The rally was notable given the SARB’s May rate hike, which investors viewed as credibility-enhancing rather than the start of a new hiking cycle. Inflation-linked bonds returned 6.5% for the quarter and remained the stronger year-to-date performer at 5.3%. SA listed property was the best-performing local asset class, gaining 10.0% in Q2.

Against this backdrop, PPS Balanced underperformed its peer-group benchmark slightly for the quarter, with mixed results from its underlying multi-asset managers. Longer term, PPS Balanced remains competitive over its five year investment horizon, comfortably outperforming its ASISA category average, and ranking favourably in its ASISA category.

Over the five-year investment horizon of the FoF, SA equities (up 15.4% p.a.) have outperformed foreign equities significantly (up 14.1% p.a.), while SA nominal bonds (up 12.4% p.a.) have outperformed SA inflation-linked bonds (up 9.4% p.a.) and SA cash (up 6.6% p.a.).

Abax, Truffle and Oyster Catcher each manage domestic-only multi-asset mandates, while 36One has allowance to invest in both SA and foreign markets. The remainder of the foreign allocation is made up of the underlying managers in the PPS Global Balanced FoF. From an underlying manager perspective, the composition of the portfolio has not changed this quarter.

There were no material changes to the composition of the portfolio and underlying unit trust funds during the quarter. The fund has adhered to its policy objective.

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As of 30 Jun 2026

INVESTMENTS

**DISCLOSURES**

Collective Investment Schemes in Securities (CIS) are generally medium-to long-term investments. The value of participatory interests (units) may go down as well as up, and past performance is not necessarily a guide to future performance. CIS are traded at ruling prices and can engage in borrowing and scrip lending up to 10% of the market value of the portfolio to bridge insufficient liquidity. The manager does not provide any guarantee either in respect of the capital or the return of a portfolio. A fund of funds is a portfolio that invests in portfolios of collective investment schemes that levy their own charges, which could result in a higher fee structure for the fund of funds.

**Total Expense Ratio (TER)** is a measure that can be used by investors and advisers to determine how much of a CIS's underlying assets are relinquished as payment for services rendered in the administration of the CIS. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's.

**Transaction Costs (TC)** is a measure that can be used by investors and advisors to determine the costs incurred in buying and selling assets underlying the CIS. TC's are a necessary cost in administering the CIS and impact CIS's returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of CIS, the investment decisions of the investment manager and the TER.

**Total Investment Charges (TIC)** is a measure of total cost relating to the investment. TIC is the sum of the total expense ratio (TER) and the transaction cost (TC).

TER's and TC's are expressed as a percentage of the daily net asset value of the CIS calculated over the past one year and three-year period on an annualised basis. The TER and TC disclosed are estimates based on our best estimate of the underlying costs.

These performance figures are for lump sum investments with income distributions reinvested on the ex-dividend date. All PPS Multi-Managers performance figures and values are quoted after the deduction of costs and applicable taxes incurred within the Fund. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of the reinvestment of income and dividend withholding tax. The reinvestment of income is calculated based on actual distributed amount and factors such as payment date and reinvestment date will be considered. Please note that performance over periods greater than one year is annualised. Annualised performance is the average return earned on an investment each year over a given time period. Performance is based on NAV to NAV calculations and calculated on a rolling monthly basis. The past performance is relevant to the investment or the service offered by the manager.

This fund is exposed to foreign securities and as such, it may be subject to the macroeconomic, settlement risks and political risks brought about by this exposure. It may also be subject to currency risk, which means the underlying investments of the fund could depreciate or appreciate against the reporting currency of the investor. Because these securities are listed on other exchanges, it may be subject to the relevant regulatory authority, and thus the tax implications and legislative changes of that particular entity. There may also be delays in realizing investments, due to system or liquidity issues experienced by the respective exchange. In addition, market and investment value fluctuations may occur. Overall, please be advised that, as indicated by the risk profile and potentially influenced by asset allocation, risks may be associated with this fund such as general market risk, company risk, credit risk, counterparty risk and third party operational risk.

Unit Trust prices are calculated on a Net Asset Value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses from the Fund divided by the number of units in issue. Transactions must be received by the Management Company (MANCO) by 2pm to receive the net asset value price for that day. Transaction requests received after this cut off time will only be processed on the next business day, and will receive the price of that day. Linked Investment Service Providers (LISP), specify their own transaction timelines and may take up to five business days to process. Portfolio valuations occur at 3 p.m. on business days, except the last business day of the month, when it will be 5pm. Prices are published daily and are available in the daily newspapers.

A schedule of fees, charges and maximum commissions are available on request. This fund does not charge performance fees.

The manager may close the portfolio to new investors to ensure the portfolio is managed according to its mandate.

Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained from the Manager, free of charge.

PPS Investments (39270), PPS Multi-Managers (28733), PPS Investment Administrators (45924) and PPS Insurance (1044) are licensed Financial Services Providers. PPS Management Company is a licensed collective investment scheme manager. PPS Nominees is an independent nominee company approved by the Financial Sector Conduct Authority (FSCA).


| | | | |
|---|---|---|---|
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PPS Multi-Managers is the appointed investment manager for the PPS Management company.