VUNANI BOTSWANA EQUITY FUND FACT SHEET

FUND INFORMATION UPDATE AT 30 JUNE 2026

WHAT IS THE FUND'S OBJECTIVE?

The objective of the fund is to provide investors with access to growth opportunities in Botswana as well as in global markets. The fund aims for high growth in capital and re-invested income, and a reasonable level of current income for long-term wealth accumulation.

WHAT DOES THE FUND INVEST IN?

The fund invests in local and global equities.

WHO SHOULD CONSIDER INVESTING IN THIS

The fund is suitable for investors with an appetite for risk and a long-term investment horizon. The fund is suitable for individuals as well as smaller pension funds seeking medium to long-term capital and income growth. It offers investors access to an actively managed portfolio for planning towards a successful retirement.

POSSIBLE RISKS ASSOCIATED WITH THIS FUND

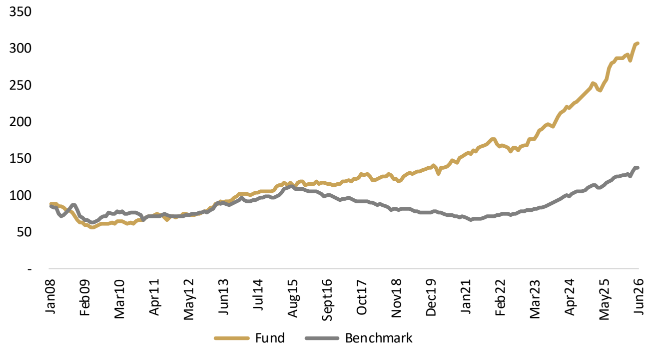
The fund is faced with general market risks such as price/demand fluctuations, economic and market conditions. Where exposure to foreign investments is included in the portfolio, there may be additional risks, such as possible constraints on liquidity and the return of funds to Botswana, macroeconomic, political, tax and settlement risks, and possible limitations on the availability of market information.

PERFORMANCE

Returns (%)	3 months	1 yr	3 yrs	5 yrs
Gross				
Return	8.15	19.27	17.33	13.18
Benchmark	9.10	22.85	20.11	16.09

Returns shown are cumulative for all periods shorter than or equal to 1 year, and annualised for all periods greater than 1 year.

CUMULATIVE PERFORMANCE



RISK PROFILE

Conservative	Moderately conservative	Moderate	Moderately aggressive	Aggressive

GENERAL FUND INFORMATION

Fund managers	Kennedy Manopolwe & Jonathan Paledi
Fund size (P)	247.1 million
Fund class	A
Inception date	01 Oct 2007
Classification	Global Equity
Benchmark*	35% x Botswana Domestic Companies + 65% x MSCI All Country World Index **(new benchmark composite effective 1st December 2023)*
ISIN number	ZAE000104113
Alpha code	STEA

Minimum investment requirements

Lump sum	P1,000
Monthly	P300

FEES

MAXIMUM CHARGES (INCL. VAT)

Initial fee (manager)	0.000%
Initial fee (adviser)	3.420%
Annual fee (manager)	1.140%
Annual fee (adviser)	0.285%
Performance fee	0.000%

Annual fee (manager) - this is a service charge applicable to each class of a fund, and is levied on the value of your portfolio. Annual fees are calculated and accrued daily and recovered monthly.

ANNUAL COST RATIOS (INCL. VAT)

Base period	01/07/2023
TER	2.55%
TC	0.17%
TIC	2.72%
1 year TER	3.61%

Total expense ratio (TER): shows the charges, levies and fees relating to the management of the portfolio (expressed as a % of the average net asset value of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER should not be regarded as an indication of future TERs.

Transaction costs (TC): shows the % of the value of the fund incurred as costs relating to buying and selling of the fund's underlying assets. TC are a necessary cost in administering the fund and impacts fund 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 find, investment decision of the investment manager and the TER.

Total investment charges (TIC): the sum of TER and TC, shows the % of the value of the fund incurred as costs relating to investment of the fund. It should be noted that performance figures account for all costs included in the TIC ratio, so you should not deduct the TIC from performance figures, the perfromance is already net of the TIC.

INCOME DISTRIBUTION

Net income is calculated daily and declared semi-annually.

Declaration: 28 February and 31 August

FUND REVIEW

The Fund ended Q2 2026 with a market value of BWP 247 million, from BWP 233 million in Q1 2026. Equities (both Offshore and domestic) outperformed during the resurgent quarter while Commodities finished in the negative territory.

MARKET OVERVIEW

The IMF's July 2026 forecast projects global GDP growth of 3.0% in 2026 and 3.4% in 2027, below the 2024–2025 average of 3.5%. The outlook remains shaped by Middle East tensions and an accelerating AI-led technology cycle. Growth is expected to remain uneven, with energy exporters and technology-oriented markets better positioned, while energy-importing and lower-income economies face weaker momentum. Global headline inflation is forecast to rise from 4.1% in 2025 to 4.7% in 2026 before easing to 3.9% in 2027, indicating a slower disinflation path.

Global equities rallied sharply in Q2 2026 as easing financial conditions, resilient earnings and sizeable AI-related capital expenditure restored risk appetite. In US dollar terms, the MSCI ACWI and MSCI World Index gained 15.1% and 13.1%, respectively, while Emerging Markets advanced 24.2%, led by semiconductor and technology-linked exposure. Investor positioning shifted decisively from caution to growth, although energy-price volatility, elevated rates and geopolitical developments continued to shape market behaviour.

Domestic equities ended modestly higher, supported by earnings resilience in Banking, Consumer Staples and Property. As measured by the Domestic Company Index (DCI), equities rose by 0.7%. Sentiment, however, remained cautious as subdued rough-diamond demand and weaker realised prices continued to pressure fiscal revenues and domestic growth. In cash, improved system liquidity drove 12-month deposit rates down to 5.8%, leaving real returns constrained by elevated inflation.

OUTLOOK

Global markets recovered strongly during Q2 2026 as improving sentiment outweighed the geopolitical uncertainty that weighed on investors earlier in the year. Confidence improved as Middle East tensions eased, oil prices declined and fears of prolonged energy disruptions moderated. AI remained the dominant structural theme, supported by rising capital expenditure from major technology companies and resilient earnings. Emerging Markets led global equity performance, benefiting from exposure to semiconductor and AI-linked companies, particularly in South Korea and Taiwan.

Looking ahead, market performance is expected to remain driven by geopolitics, inflation trends and the path of monetary policy. Resilient earnings, sustained AI infrastructure investment and improving global sentiment provide a constructive backdrop for risk assets. However, elevated valuations and event risk could keep volatility high. Locally, softer cash yields may pressure income returns, while elevated inflation, fiscal constraints and continued diamond-sector weakness remain key risks to domestic asset class performance.

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