

VUNANI BOTSWANA MANAGED PRUDENTIAL 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 a reasonable level of current income as well as capital growth at a moderate level of risk.

WHAT DOES THE FUND INVEST IN?

The fund provides exposure to a well-diversified portfolio with a balanced mix of local and global equities, bonds and cash. Asset allocation is informed by Vunani's long-term views of geographical and asset class growth, while selected stocks display the key characteristics that we look for in businesses.

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

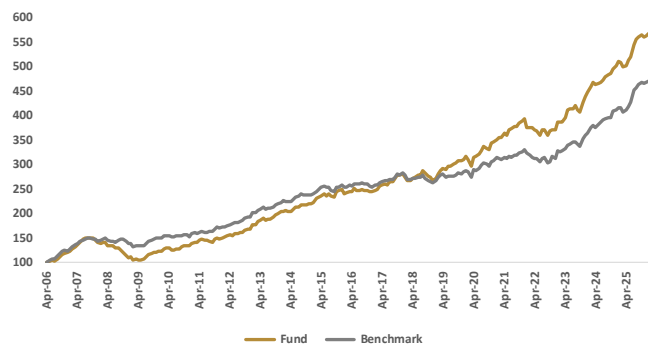
The fund is faced with general market risks such as price/demand fluctuations, economic and market conditions. Where exposure to foreign investments is included in the portfolio, there may be additional risks, such as possible constraints on liquidity and the return of funds to Botswana, macroeconomic, 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	6.21	14.52	13.00	9.94
Benchmark	6.47	16.78	13.39	9.29

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

CUMULATIVE RETURNS



GENERAL FUND INFORMATION

Fund managers Kennedy Manopolwe & Jonathan Paledi
Fund size (P) 948.5 million
Fund class A
Inception date May 2006

Classification Global Multi Asset Class
Benchmark* 25% x Botswana Domestic Companies Index +
 45% x MSCI All Country World Index +
 15% x FTSE World Government Bond Index +
 10% x Fleming Aggregate Bond Index +
 5% x 3 Month T-Bill + 2%
**(new benchmark composite effective 1st January 2024)*

ISIN number ZAE0000167698
Alpha code SMPCA

Minimum investment requirements

Lump sum P2,000
Monthly P300

RISK PROFILE

Conservative	Moderately conservative	Moderate	Moderately aggressive	Aggressive
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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	2.11%
TC	0.08%
TIC	2.18%
1 year TER	2.94%

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 fund, 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 performance is already net of the TIC.

INCOME DISTRIBUTION

Net income is calculated daily and declared semi-annually.

Declaration: 28 February and 31 August

DISCLOSURE

Collective Investment Undertaking (CIUS) are generally medium to long term investments. The value of the units may go up or down, and past performance is not necessarily a guide to future performance. Unit trusts (UTs) are traded at ruling prices and can engage in borrowing and scrip lending.

The Vunani Botswana Managed Prudential Fund is a portfolio of the Vunani Fund Managers Unit Trust Scheme (the Scheme), which is licensed in terms of the Collective Investment Undertakings Act, 1999 (as amended). The manager of the Scheme is Vunani Fund Managers (Pty) Ltd (the Manager). The Manager is licensed by the Non-bank Financial Institutions Regulatory Authority (NBFIRA), Certificate No. CIU/06, to carry out the business of a Unit Trust Management Company in the Republic of Botswana. The investments of this portfolio are managed by the Manager.

The Manager is licensed by NBFIRA, Certificate No. NBFIRA 10/3/13/II, to carry out the business of an asset manager in the Republic of Botswana. Prices are calculated and published on each working day and are available on the Manager's website (www.vunanifm.co.bw). This portfolio is valued at 15h00. Forward pricing is used. Investments and repurchases will receive the price of the same day if received prior to 12h30.

All performance returns quoted are shown in BWP and are based on data sourced from StatPro. Annualised return figures are the compound annualised growth rate (CAGR) calculated from the cumulative return for the period being measured. These annualised returns provide an indication of the annual return achieved over the period had an investment been held for the entire period. Actual annual figures are available on request from the Manager. Portfolio performance figures are calculated for the relevant class of the portfolio, for a lump sum investment, on a NAV-NAV basis, with income reinvested on the ex-dividend date. Individual investor performance may differ due to initial fees, actual investment date, income and dividend reinvestment dates, withholding tax. Portfolio performance accounts for all costs that contribute to the calculation of the cost ratios quoted, all returns quoted are after these costs have been accounted for.

Additional information including but not limited to, prospectus, brochures, application forms, quarterly reports, can be obtained (at no cost) from the Manager and/or from the Manager's website (www.vunanifm.co.bw).

FUND REVIEW

The Fund ended the quarter (Q2 2026) with a market value of BWP 948 million (from BWP 882 million in Q1 2026). Equities (domestic and global) were among the high performers, as all asset classes appreciated, while commodities lagged in a resurgent quarter for risk asset classes.

MARKET OVERVIEW

The IMF's July 2026 forecast projects global GDP growth of 3.0% in 2026 and 3.4% in 2027, slightly below the 2024–2025 average of 3.5%. The outlook remains shaped by geopolitical uncertainty, particularly Middle East tensions, and an expanding AI-led technology investment cycle. Growth prospects are expected to remain uneven, with energy exporters and technology-oriented markets better positioned, while energy-importing and lower-income economies face softer momentum. Global headline inflation is forecast to rise from 4.1% in 2025 to 4.7% in 2026 before moderating to 3.9% in 2027, indicating that disinflation has lost some momentum.

Global equities rebounded strongly in Q2 2026 as easing financial conditions, resilient earnings and large AI-related capital expenditure supported 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%, outperforming developed markets as investors shifted from risk aversion to growth positioning.

Domestically, equities ended modestly higher, supported by earnings resilience in Banking, Consumer Staples and Property. As measured by the Domestic Company Index (DCI), the local equities advanced by 0.7% over the period.

Sentiment remained cautious as weaker rough diamond demand and lower realised prices continued to weigh on government revenues and broader economic momentum. Bonds improved, with the FAB1 up 0.9%, while softer 12-month deposit rates at 5.8% reflected improved liquidity, despite elevated inflation keeping real cash yields under pressure.

OUTLOOK

Global markets staged a strong recovery during Q2 2026 as improving investor sentiment outweighed earlier geopolitical uncertainty. Confidence strengthened as Middle East tensions eased, oil prices declined and fears of prolonged energy supply disruptions moderated. AI optimism remained a key driver of offshore equities, supported by rising capital expenditure commitments from major technology companies and resilient earnings. Emerging markets outperformed developed markets, benefiting from semiconductor and AI-related technology exposure, particularly in South Korea and Taiwan. Global fixed income returns were more modest as investors balanced easing inflation concerns against cautious central bank policy expectations.

Looking ahead, performance is likely to remain sensitive to geopolitics, inflation and monetary-policy expectations. Resilient earnings, sustained AI infrastructure investment and improving global sentiment provide support for risk assets, but volatility may persist as markets react to policy signals and geopolitical developments. Locally, softer cash yields may continue to pressure income returns, while elevated inflation, fiscal constraints and diamond-sector weakness remain the main risks to domestic asset class performance. Selectivity therefore remains important, with preference for diversified exposures, quality earnings and assets that can withstand persistent macroeconomic uncertainty.

CONTACT DETAILS

TRUSTEE

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