

VUNANI BOTSWANA MANAGED PRUDENTIAL FUND FACT SHEET

FUND INFORMATION UPDATE AT 30 SEPTEMBER 2025

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

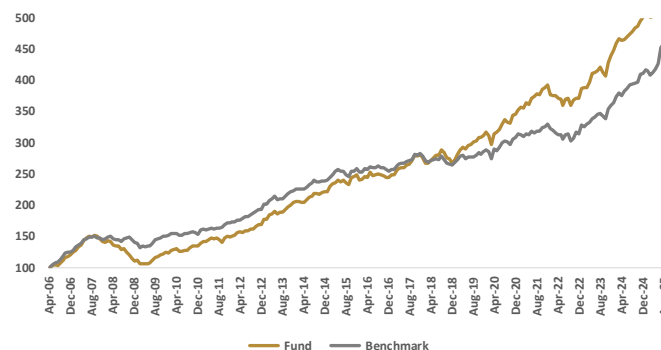
The fund is faced with general market risks such as price/demand fluctuations, economic and market conditions. Where exposure to foreign investments is included in the portfolio, there may be additional risks, such as possible constraints on liquidity and the return of funds to Botswana, macroeconomic, 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	7.54	15.83	15.86	11.00
Benchmark	8.54	17.08	15.11	8.93

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)	899.9 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	01/10/2022
TER	1.84%
TC	0.11%
TIC	1.95%
1 year TER	2.05%

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 Money Market 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 (NBFIIRA), 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 NBFIIRA, Certificate No. NBFIIRA 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 Morningstar/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 (Q3 2025) with a market value of BWP 899.9 million (up from BWP 805.8 million in Q2 2025). Commodities (Gold) delivered the highest returns, followed by Offshore and Domestic Equities. Offshore Bonds also contributed positively, alongside the risk assets over the period.

MARKET OVERVIEW

The International Monetary Fund (IMF) projects global growth to moderate slightly, with world output expanding by 3.2% in 2025, down from 3.3% in 2024, and easing to 3.1% in 2026. Although stronger than mid-year estimates, growth remains below pre-tariff expectations amid persistent protectionist pressures. The U.S. economy is expected to slow to around 2.0% (growth) after a robust 2024, while advanced economies expand by roughly 1½%. Emerging market and developing economies should grow just above 4%, supported by resilient domestic demand. Global inflation is forecast to decline to 4.2% in 2025 and 3.7% in 2026, as U.S. price pressures persist but ease elsewhere. World trade is seen rising 2.9%, aided by improving transatlantic frameworks.

Global equities posted strong gains in the third quarter of 2025, supported by improving macroeconomic conditions and renewed investor confidence. The MSCI All Country World Index (ACWI) rose 7.7%, driven by solid developed-market equity performance, while the MSCI World and MSCI Emerging Markets (EM) indices advanced 7.4% and 11.0%, respectively, in U.S. dollar terms. September was notably robust, underpinned by easing inflation, steady global growth, and expectations of monetary easing across major economies. At quarter-end, the MSCI ACWI and EM traded

at trailing P/E ratios of 23.2x and 16.4x, signaling firmer sentiment but selective positioning ahead. Emerging markets outperformed, buoyed by renewed AI optimism, U.S. rate cuts, and expanded trade ties with key Asian economies.

Domestic equities extended gains in the third quarter of 2025, though at a slower pace than earlier periods. The banking sector remained the key driver, reflecting its dominant weighting in local indices. The Domestic Companies Index (DCI) rose 2.0%, while the Domestic Company Total Return Index (DCTRI) advanced 2.7%, versus 3.0% and 5.4% a year earlier. However, stretched valuations and cautious sentiment persist as weak diamond sales continue to pressure government revenues and constrain broader economic activity in Botswana.

OUTLOOK

Global equities advanced strongly in the third quarter of 2025, supported by improving macroeconomic conditions and renewed investor optimism. The MSCI ACWI gained 7.7%, while the MSCI World and MSCI EM indices rose 7.4% and 11.0%, respectively, in U.S. dollar terms. Performance was particularly robust in September, as easing inflation, resilient global growth, and mounting expectations of monetary policy easing across major economies bolstered sentiment. At quarter-end, the MSCI ACWI and MSCI EM traded at trailing price-to-earnings ratios of 23.2x and 16.4x, highlighting improving market confidence. Emerging markets outperformed, buoyed by optimism surrounding U.S. rate cuts.

Looking ahead, global trade tensions and evolving policy dynamics are likely to sustain periods of heightened volatility. The interplay between protectionist measures, monetary easing, and technological investment themes will continue to shape investor behavior. We view these developments as part of an ongoing adjustment toward a more fragmented but adaptive global economy. Against this backdrop, maintaining diversification, valuation discipline, and prudent risk management remains essential as investors navigate toward 2026.

CONTACT DETAILS

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