

Fund Objective

The Mergence CPI+4% Prime Fund is a collective investment scheme that aims to provide investors with capital growth over the long term. The Fund is managed with the objective of producing a real return of CPI plus 4% per annum over the longer term while preserving capital over a rolling 12 months period. It may underperform relative to overall equity markets due to its focus on capital preservation and long-term capital growth.

Risk Profile*

| | | | | |
|-----|--------------|--------|---------------|------|
| Low | Low - Medium | Medium | Medium - High | High |
|-----|--------------|--------|---------------|------|

Portfolios in this category are tilted towards a higher money market and fixed income exposure with reduced allocation to capital growth assets such as equities. The asset allocation within the fixed income universe is predominantly through shorter duration instruments thereby reducing the interest rate risk of the portfolio. The investment returns generated are mostly of an income nature with some return being of a capital nature over a period of time.

General Fund Information

| | |
|-------------------------|--------------------------------|
| Investment Manager | Mergence Investment Managers |
| Classification | South African MA Medium Equity |
| Benchmark | CPI +4% |
| Fund Inception Date | 2012/11/01 |
| Domicile | South Africa |
| Base Currency | Rand |
| Fund Size | R 182 512 432 |
| Fund Size Date | 2024/06/28 |
| JSE Code | MCPRA1 |
| ISIN Number | ZAE000263174 |
| NAV Price (Month-End) | R 1,39 |
| Income Distribution | Annually |
| Distribution Payment | 3rd working day of March |
| Valuation Time | 10:00 |
| Transaction Cut-off | 14:00 |
| Regulation 28 Compliant | Yes |
| Issue Date | 30 June 2024 |

Distributions

| | | | |
|-----------------------------------|---------|---------|---------|
| Last Distribution Date | 03/2024 | 03/2023 | 03/2022 |
| Last Distribution (Rand per unit) | 0,072 | 0,067 | 0,068 |

Fund Universe

This portfolio has relatively low equity exposure, resulting in relatively low volatility compared to higher risk portfolios. Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks. The portfolio is exposed to default and interest rate risks.

Investment Strategy

The Fund is managed with an absolute return orientation, and is structured to generate a return of 4% above inflation at a low level of risk. It is broadly diversified across asset classes including equities, listed property, conventional bonds and inflation-linked bonds, both domestically and internationally. The Fund employs active asset allocation and derivative hedging to manage and reduce downside risk.

Who should be investing

The portfolio is exposed to default and interest rate risks. Therefore, it is suitable for medium term investment horizons.

Fee Structure

| | |
|--------------------------------|-------|
| Total Expense Ratio (TER) | 1,36% |
| Transaction Costs (TC) | 0,09% |
| Investment Management Fee | 1,15% |
| Initial Fee | N/A |
| Total Investment Charges (TIC) | 1,45% |

The TER above is as of 30 September 2023

All fees are annualised and include 15% Value Added Tax (VAT).

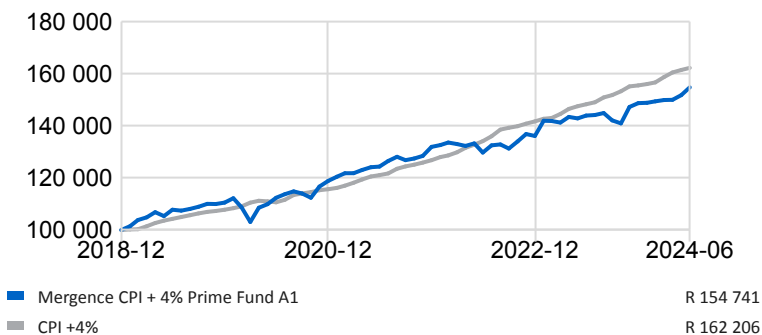
NAV Values

| | | | |
|-----------|-------------|-------------|-------------|
| | 06/2024 | 05/2024 | 04/2024 |
| Fund NAV* | 182 512 432 | 178 783 522 | 170 522 925 |

**Fund size/NAV as at relevant month-end date.*

Growth of a R 100 000 investment*

Time period: 2018/12/31 to 2024/06/30



*Performance History: Based on an initial investment of R 100 000.

Return Statistics

| | Portfolio | Benchmark |
|-----------------|-----------|-----------|
| YTD | 4,08% | 4,33% |
| 1 Month | 1,97% | 0,50% |
| 3 Months | 3,25% | 2,22% |
| 6 Months | 4,08% | 4,33% |
| 1 Year | 7,53% | 9,42% |
| 3 Years | 7,57% | 10,25% |
| 5 Years | 7,50% | 9,24% |
| Since Inception | 6,78% | 9,40% |

*Returns are net of fees reflecting the total monthly return.

Monthly Performance

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sept | Oct | Nov | Dec | YTD |
|------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 2024 | 0,09% | 0,38% | 0,34% | 0,05% | 1,20% | 1,97% | - | - | - | - | - | - | 4,08% |
| 2023 | 4,28% | -0,06% | -0,43% | 1,54% | -0,40% | 0,76% | 0,15% | 0,53% | -1,95% | -0,81% | 4,47% | 1,00% | 9,26% |
| 2022 | 0,52% | 0,74% | -0,44% | -0,54% | 0,73% | -2,64% | 2,14% | 0,27% | -1,20% | 2,08% | 2,12% | -0,54% | 3,17% |
| 2021 | 1,35% | 1,11% | 0,01% | 1,02% | 0,86% | 0,19% | 1,73% | 1,27% | -1,01% | 0,51% | 0,78% | 2,70% | 10,99% |
| 2020 | 1,52% | -3,10% | -5,17% | 5,29% | 1,26% | 2,23% | 1,23% | 0,95% | -0,71% | -1,43% | 3,82% | 1,87% | 7,54% |
| 2019 | 1,44% | 2,35% | 0,99% | 1,90% | -1,41% | 2,32% | -0,33% | 0,61% | 0,76% | 1,03% | -0,06% | 0,49% | 10,51% |
| 2018 | -1,11% | -1,23% | -0,75% | 2,28% | -0,60% | 1,50% | 0,22% | 2,53% | -0,89% | -1,91% | -0,99% | 0,10% | -0,96% |
| 2017 | 1,21% | 0,40% | 0,62% | 2,23% | 0,15% | -0,48% | 1,89% | 0,86% | 1,02% | 2,05% | -0,09% | -0,78% | 9,41% |
| 2016 | -1,32% | 0,67% | 1,95% | 0,36% | 2,13% | -1,86% | 0,57% | 0,53% | -0,63% | -1,29% | 0,62% | 0,60% | 2,27% |
| 2015 | 1,49% | 1,59% | -0,03% | 1,80% | -1,08% | -0,47% | 0,32% | -1,84% | 0,29% | 3,32% | 0,85% | -1,19% | 5,05% |
| 2014 | -1,22% | 2,12% | 1,32% | 2,20% | 1,44% | 1,06% | 1,20% | -0,25% | -0,36% | 0,34% | 0,61% | 0,11% | 8,86% |
| 2013 | 0,88% | -0,58% | 0,65% | -0,51% | 1,13% | -2,07% | 1,90% | 0,06% | 2,27% | 2,26% | -0,70% | 1,85% | 7,27% |
| 2012 | - | - | - | - | - | - | - | - | - | - | 0,90% | 1,22% | - |

Past performance is not a reliable indicator of future results. The portfolio's share prices fluctuate and are not guaranteed. Returns may decrease or increase as a result of currency fluctuations. When making an investment in the portfolio, an investor's capital is at risk. See disclaimer and disclosures for important information regarding this Minimum Disclosure Document. Mandate Compliance: The portfolio remains within the reporting framework as at the date of this report

Top Portfolio Holdings

Portfolio Date: 2024/06/30

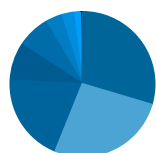
| | Portfolio |
|--|-----------|
| REPUBLIC OF SOUTH AFRICA 31/01/37 8.5% | 6,51% |
| Ubs Amc00001 11Apr28 | 6,07% |
| iShares 1-3 Year Treasury Bond ETF | 4,49% |
| REPUBLIC OF SOUTH AFRICA 31/01/25 2% | 3,66% |
| REPUBLIC OF SOUTH AFRICA 31/03/32 8.25% | 3,63% |
| Mergence Prime Money Market D | 3,31% |
| ClN901 12.10% 201227 | 3,24% |
| ClN891 11.74% 201227 | 3,18% |
| iShares Core MSCI Emerging Markets ETF | 2,80% |
| iShares iBoxx \$ Invmt Grade Corp Bd ETF | 2,73% |

Risk Statistics

| | Portfolio | Benchmark |
|--------------------|-----------|-----------|
| Standard Deviation | 5,13% | 1,36% |
| Sortino Ratio | 0,63% | 14,36% |
| Max Drawdown | -2,88% | N/A |
| Up Period Percent | 74,69% | N/A |
| Sharpe Ratio | 0,38% | 2,93% |
| Max 1 Month Return | 4,47% | 1,87% |
| Min 1 Month Return | -2,64% | 0,21% |

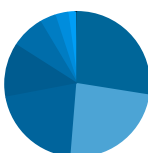
Asset Allocation

Portfolio Date: 2024/06/30



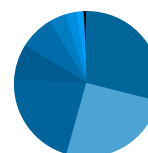
| | % |
|--------------------------|---------------|
| SA Fixed Bonds & ILBs | 29,61 |
| SA Equity | 26,51 |
| Other | 19,67 |
| SA Cash & Money market | 8,40 |
| Developed Markets Equity | 7,25 |
| SA Property | 3,66 |
| Emerging Markets Equity | 2,80 |
| Precious Metals | 1,60 |
| Foreign Cash | 0,51 |
| Total | 100,00 |

Portfolio Date: 2024/05/31



| | % |
|--------------------------|---------------|
| SA Fixed Bonds & ILBs | 27,51 |
| SA Equity | 23,78 |
| Other | 20,71 |
| SA Cash & Money market | 12,02 |
| Developed Markets Equity | 7,41 |
| SA Property | 3,54 |
| Emerging Markets Equity | 2,88 |
| Precious Metals | 1,69 |
| Foreign Cash | 0,46 |
| Total | 100,00 |

Portfolio Date: 2024/04/30



| | % |
|--------------------------|---------------|
| SA Fixed Bonds & ILBs | 28,95 |
| SA Equity | 25,39 |
| Other | 21,55 |
| SA Cash & Money market | 7,81 |
| Developed Markets Equity | 7,55 |
| SA Property | 3,70 |
| Emerging Markets Equity | 2,47 |
| Precious Metals | 1,63 |
| Foreign Cash | 0,95 |
| Total | 100,00 |

Prime Collective Investment Schemes Management Company (RF) (Pty) Ltd

| | | |
|-------------------------------|----------------|-------------------|
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| 📄 +27 (0)87 220 4547 | Lyme Park | Private Bag x 9 |
| ✉ save@primeinvestments.co.za | Sandton | Benmore |
| 🌐 www.primeinvestments.co.za | 2060 | 2010 |

Portfolio Contact Details

Fund Manager

Mergence Investment Managers (Pty) Ltd

☎ (021) 433 2960

Trustee

FirstRand Bank Limited

☎ 087 577 8730

Administrator

Global Independent Administrators

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Glossary of Terms

Standard Deviation is a statistical measure of the dispersion of returns for a given security or market index.

Sortino Ratio measures the risk-adjusted return of an investment asset, portfolio, or strategy. It is a modification of the Sharpe ratio but penalizes only those returns falling below a user-specified target or required rate of return, while the Sharpe ratio penalizes both upside and downside volatility equally.

Sharpe Ratio is a measure for calculating risk-adjusted return. It is the average return earned in excess of the risk-free rate per unit of total risk.

Max Drawdown is the maximum loss from a peak to a trough of a portfolio, before a new peak is attained. Max drawdown is an indicator of downside risk over a specified time period.

Total Investment Charge (TIC) is the sum of the Total Expense Ratio (TER) and the Transaction Costs (TC).

Total Expense Ratio (TER) is the global standard used to measure the impact that the deduction of management and operating costs has on a fund's value. It gives you an indication of the effects these costs have on the future growth of your investment portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. Also, the current TER may not necessarily be an accurate indication of future TERs.

Transaction Costs (TC) is 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, the investment decisions of the investment manager and the TER. Calculations are based on actual data where possible and best estimates where actual data is not available.

Disclaimer

The co-named funds (as defined in BN 778 of 2011) are registered under the Prime Collective Investment Scheme, managed by Prime Collective Investment Schemes Management Company (RF) (Pty) Ltd ("the manager") (Registration No. 2005/017098/07), a registered Collective Investment Schemes Management Company in terms of the Collective Investment Schemes Control Act 45 of 2002, supervised by the Financial Sector Conduct Authority ('FSCA'). The manager takes full responsibility for the co-named portfolio, regardless of any co-naming arrangements. Mergence Investment Managers (Pty) Ltd (FSP No: 16134) is the FSCA approved and appointed investment manager of the co-named CIS funds situated at 2nd Floor, Cape Town Cruise Terminal, Duncan Road, V&A Waterfront, Cape Town, South Africa, 8001, and is authorised as a Financial Services Provider. Collective Investment Schemes ("CIS") in securities are generally medium to long term investments. The value of participatory interests or the investment may go down as well as up and past performance is not necessarily a guide to future performance. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. All CIS are traded at ruling prices and can engage in borrowing and scrip lending. The manager reserves the right to close and reopen the portfolio to new investors from time to time in order to manage them more efficiently and in accordance with its mandate. A schedule of fees and charges and maximum commissions is available on request from the manager. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Investment performance is calculated for the portfolio and is for illustrative purposes only. The investment performance may differ for each investor as it is calculated by taking into account the initial fees, the actual investment date, the date of reinvestment of income and dividend withholding tax and all ongoing fees. Dealing prices are calculated on a net asset value and auditor's fees, bank charges and trustee fees are levied against the portfolios. Lump sum investment performances are quoted. Income distributions are in the calculations. Income is reinvested on the reinvestment date. The reinvestment of income is calculated on the actual amount distributed per participatory interest by using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. Performance numbers and graphs are sourced from Morningstar. NAV to NAV figures have been used. Risk profile of the fund ranges from low risk to high risk with a low risk potentially associated with lower rewards and a high risk with potentially higher rewards. Foreign securities may be included in the portfolio from time to time and as such may result in the following risks: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks and potential limitations on the availability of market information. The daily cut off time is 14:00 for trades and the valuation point is 17:00. Prices are published on Finswitch by 10:00 daily and are also available on request from the manager. This is a Minimum Disclosure Document and a general investor report and should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice. Investors can also obtain additional information on the managers' website and all price related queries or information is readily available on request.