Fund Fact Sheet

Infrastructure & Development Fund | Bond Composite

31 August 2026 - *Issued: 22 September 2026*

FUND DESCRIPTION

The Mergence Infrastructure & Development | Bond Composite aims to invest in a diversified combination of infrastructure debt assets that will result in superior risk adjusted returns, whilst supporting the development of both social and economic infrastructure services. This Fund forms part of the Mergence suite of Impact Funds. It is a yield enhanced bond portfolio that targets attractive returns through a combination of investment grade listed exposure and high quality unlisted yield enhancing infrastructure assets. The Fund aims to provide a measure of liquidity whilst providing exposure to attractive infrastructure investments. The Fund is managed with regard to prudent credit concentration exposure, dynamic interest rate risk management and robust counterparty assessment. The Fund is allowed to invest up to 50% in unlisted debt. The Fund is thus expected to generate attractive risk-adjusted return over that of the ALBI.

OVERVIEW

	Low Moderate High
Risk Profile	
Fund Size	R 0.535 billion
Targeted Fund Size	R 5 billion
Benchmark	All Bond Index (ALBI)
Performance Target	All Bond Index (ALBI) +1%
Asset Class	Fixed & variable rate debt instruments; Listed and unlisted instruments
Credit Rating	Investment grade specialist credit fund
Fund Purpose	Maximise long-term income generation while promoting infrastructure assets
Performance Objective	The Fund aims to outperform the ALBI by 1% per annum over a rolling 3-year period

SALIENT FEATURES

- Exposure to quality bonds (listed and unlisted)
- Aims to generate stable long term returns
- Conservative risk profile vs corporate listed bonds
- Leverages off existing impact and fixed income Teams
- Provides a measure of liquidity
- Diversified exposure
- Attractive transaction pipeline
- Achievement of socio-economic developmental and impact objectives
- Suitable for consideration in retirement fund and similar models
- Good diversifier of overall fixed income allocation in balanced portfolios;
- Complements and enhances fixed income exposure

FUND COMPOSITION

The Fund will comprise the following:

- Listed Investment Grade Bond Exposure
- Unlisted Exposure

Mergence Renewable Energy Debt Fund

The Mergence Renewable Energy Debt Fund is a Development Impact Fund which invests into the renewable energy sector enabling investors to achieve targeted investment returns together with social and environmental impact. This Fund invests primarily in the construction, commissioning and operation of renewable energy projects within South Africa's REIPPP Programme, and aims to achieve the maximum risk-adjusted return possible from this asset class. The Fund invests predominantly in the debt of viable renewable energy projects.

Mergence Infrastructure & Development | Debt Fund

The Mergence Infrastructure Debt Fund is a socio-economic impact fund that invests in projects and businesses that encourage and enhance growth and development in SA. This Fund aims to invest in debt investments issued to create positive and sustainable social and/or economic impact beyond the financial return.

Other Infrastructure and Development Funds

These will comprise investments in related funds established to enhance and complement the Infrastructure and Development suite of funds (e.g. a housing fund).

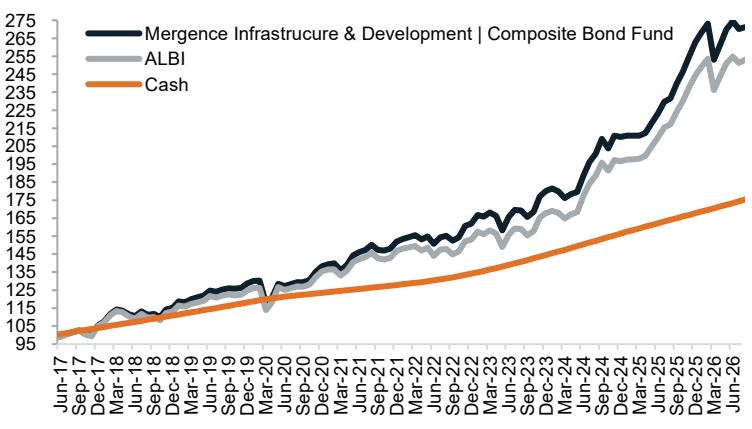
FUND* PERFORMANCE SUMMARY

Period	Fund	ALBI	Diff
1 Month	0.39%	0.69%	-0.30%
3 Months	0.49%	0.79%	-0.30%
6 Months	-0.71%	-0.20%	-0.52%
Year to date	3.21%	3.52%	-0.31%
1 Year	17.14%	16.55%	0.59%
3 Year	17.01%	16.74%	0.27%
Since Inception (June 2018)**	11.60%	10.77%	0.83%

** Including illustrative Mergence ALBI Composite performance.*

*** Annualised*

CUMULATIVE FUND* PERFORMANCE



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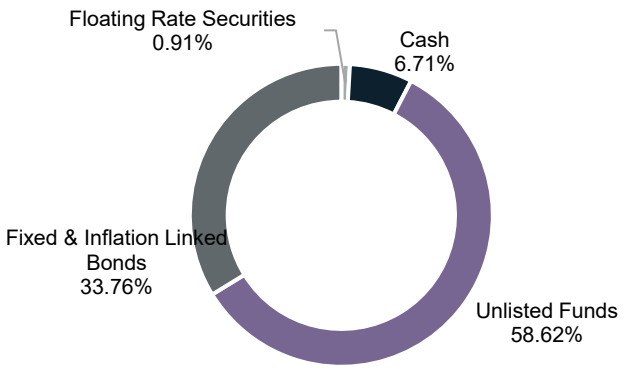
INFRASTRUCTURE IMPACT AREAS



LIQUID BOND PORTFOLIO EXPOSURE

	Fund	ALBI
Inflation Linked Bonds	**0.00%**	
1-3 years	0.00%	
Floating Rate Securities	**0.79%**	
1-3 years	0.79%	
3-7 years	0.00%	
Fixed rate bonds	**99.21%**	**100.00%**
1-3 years	0.89%	0.42%
3-7 years	74.99%	32.23%
7-12 years	12.86%	17.60%
12+ years	10.48%	49.76%
Modified duration	**7.33**	**6.35**

The Fund aims to invest in projects which are structured to deliver measurable developmental impact, therefore taking into account impact metrics such as local content, local procurement, and local ownership, housing and job creation.

PORTFOLIO MANAGEMENT TEAM

Mohamed Ismail

BSc Hons (Advanced Mathematics of Finance), EMFin, FRM, CFA

Head: Fixed Income

Mohamed joined Mergence in March 2021 as Head of Fixed Income: Multi-Asset Class. He has 14 years of experience. Mohamed is responsible for a stand-alone fixed-income product and integrating a fixed-income investment process into the overall multi-asset strategy He is the primary portfolio manager for the Mergence Composite Bond Fund and lead investment manager for the Money Market and Multi-Asset Income portfolios.

Fazila Manjoo

BSc (Actuarial Science) PG Dip (Management in Actuarial Science)

Head: Multi-asset & Global Equity

Fazila joined Mergence in September 2020 as a Portfolio Manager in the Multi-Asset team. At the start of 2026, she was appointed Head: Multi-Asset & Global Equity, reflecting her leadership role across global equity, balanced and absolute return strategies. She has over 21 years of experience in the financial services industry and a strong passion for research, technology and sustainability. At Mergence, Fazila is responsible for the development and implementation of quantitative and systematic investment strategies across multi-asset portfolios.

Mosa Molebatsi

BCom Honours (Finance),
MPhil (Development Finance), CFA

Head: Private Debt

Mosa joined Mergence in 2023 as a Senior Investment Associate in the private markets team and was promoted to Head: Private Debt in 2025. She has extensive experience across private debt and development finance, with particular sector strengths in renewable energy, affordable housing, digital infrastructure and financial inclusion, among others. Prior to joining Mergence, Mosa held investment roles at the International Finance Corporation, Public Investment Corporation and Momentum Metropolitan Holdings. She is also involved in academia, including lecturing and research supervision.

INFRASTRUCTURE PROJECTS

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