

## Portfolio Facts

INCEPTION DATE:	October 2014
BENCHMARK:	FTSE/JSE Capped All Share
NUMBER OF STOCKS:	On average 30
FUND SIZE:	R 766 443 001.00

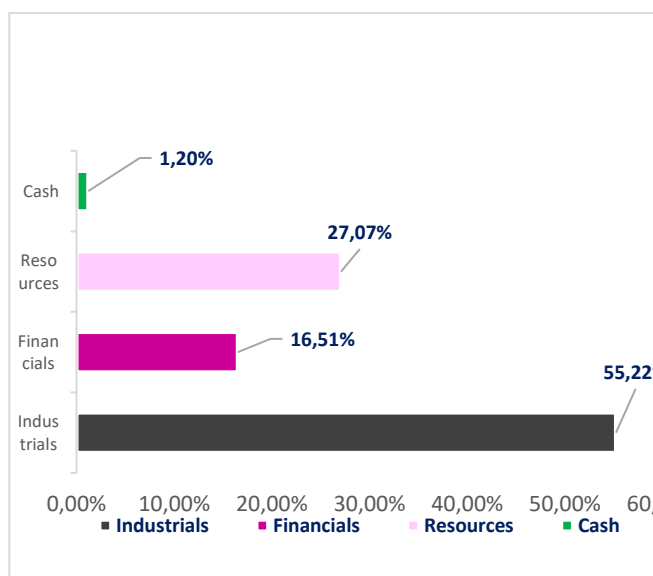
## Long Term Objective

This portfolio is for institutional investors requiring management of an active South African equity portfolio which aims to achieve capital appreciation, coupled with a higher-than-average level of income

## Investment Approach

Our investment philosophy captures both the macro (environment) and price (valuation) in a two-dimensional approach. This fundamental, valuation-based approach is enhanced with quantitative confirming scores for other themes driving the market, namely quality, growth and structural shifts. Extensive research, skillful risk management and disciplined portfolio construction improves our ability to achieve positive active returns through various market cycles.

## Sector Allocation



## Strategy Performance as at 30/09/2025

### Gross Composite Returns

	Portfolio (%)	Benchmark (%)
3 Month	12.03%	12.76%
1 Year	26.98%	28.17%
3 Years	19.77%	22.82%
5 Year	17.78%	19.66%
7 Years	13.87%	13.88%
Since Inception	11.96%	12.01%

## Risk Statistics as at 30/09/2025

### – 12 Months

Measure	Strategy (%)
Tracking Error	9.08
Standard Deviation	17.23
Beta	0.96

## Principal Holdings as at 30/09/2025

Top 10 Holdings	% of Fund
NASPERS LTD	16.97%
COMPAGNIE FINANCIERE RICHEMONT SA	12.14%
PROSUS NV	10.79%
ANGLO AMERICAN PLC	8.89%
BHP GROUP LTD	5.29%
STANDARD BANK GROUP LTD	4.06%
MTN GROUP LTD	3.91%
IMPALA PLATINUM HOLDINGS LTD	3.56%
FIRSTRAND LTD	3.43%
BRITISH AMERICAN TOBACCO PLC	3.34%

## **Market Performance**

With the All Share once again outperformed all asset classes over the month with a total return gain of 6.6% in September. The All Bond posted a gain of 3.4% while Property lagged with a loss of 1.0%. Gold bounced back in September with the Krugerrand price ending the month 5.2% higher.

Within the sector indices, SA Resources continued to outperform with a total return of +25.5%. SA Industrials only managed a gain of 1.3% while SA Financials posted a loss of 1.7% in September.

Within the Industry groups, Basic Materials (+26.4%) was the top performer over the month boosted by Precious Metals (+32.9%) with solid performance across the board. The Technology group gained 8.2% with Prosus and Naspers returning +10.8% and +7.7% respectively. Consumer Discretionary was flat in September, Personal Goods gained 6.6% while Travel & Leisure and the Retailers shed 6.3% and 2.7% respectively. Real Estate and Financials posted losses of 1.1% and 1.9% respectively, Health Care lost 3.1%, Telecommunications lost 3.3% and Consumer Staples lost 3.9%, dragged down by losses of 8.6% from Tobacco and 7.5% from Beverages. Energy and Industrials were the worst performing industry groups in September, each posting a loss of c6.0%.

In Q3 2025, Equities outperformed with a rand total return gain of 12.9% vs a total return gain of 69% for Bonds and a total return gain of 6.7% for Property. Cash returned +1.8% over the quarter. Gold increased by 8.6% in Q3

Within Equities, Large Cap stocks outperformed in Q3 with a total return of +15.4%. Mid Caps returned +7.1%, while Small Caps returned +6.0%. SA Resources returned a solid +46.8% in Q3 while SA Industrials and SA Financials only managed gains of 3.7% and 1.0% over the quarter.

Precious Metals (+58.2%) was the top performing equity sector in Q3, followed by Chemicals (+22.7%), Oil, Gas & Coal (18.9%) and Industrial Metals (18.1%). Within SA Industrials, Software & Computers (+14.9%) and Tobacco (+8.5%) were the top performing sectors and within SA Financials, Real Estate Dev & Services (+6.3%) and REITs (+5.2%) outperformed the Financials sectors (Non-life Insurance -8.9%, Life Insurance -4.1%, Banks +2.1%). The worst equity sector performance over Q3 came from Industrial Materials (-22.3%), Beverages (-15.7%), Pharmaceuticals (-15.5%) and Alternative Energy (-14.0%).

Year to date, Equities has outperformed all asset classes with a solid total return of +31.7% and remains ahead of Gold (+29.9%). Bonds, with a total return of +14.0% has moved ahead of Property (+12.3%). Cash has returned +5.7%.

Of the equity Headline indices year-to-date, Large Caps has returned +39.9%. The Mid Cap index has returned +17.9% and Small Caps +7.8%. Within Equities, SA Resources has outperformed year-to-date with a solid total return of +104.9%. SA Industrials has returned +19.5% and SA Financials +7.6%

The rand strengthened to 17.25 against the US dollar (2.21% month on month) from R 17.64. The currency strengthened against the euro at 20.25 (1.75% month on month) and strengthened against the pound at R23.19 (2.64% month on month). SA's five-year CDS spread narrowed by 4.25% during September 2025 by (7.32bps) from 172.23 to 164.91 points

On the news front, the SARB held the repo rate steady at 7.0%, in line with our expectations at its 18 September meeting, while markets had priced a near 50% probability of a cut. Eskom reported a ZAR 16 billion net profit for FY25. The AGOA trade pact expired on 30 September without being rolled over as US-SA trade talks continued.

On the corporate front, on 9 September, Anglo American announced a \$55 billion nil-premium merger with Canadian Teck Resources planning to retain its primary listing in London and Secondary listing in Johannesburg but place its headquarters in Vancouver.

Foreigners were large net sellers of SA Equities in September to the value of R39.8 billion. However, removing the dual-listed companies as well as the outflows from Valterra (-R18.9 billion) following the completed sale of the company by Anglo American, there was foreign selling to the value of R9.6 billion.

Goldfields, Sasol & Shoprite were the most bought stocks by foreigners whereas Pepkor, Valterra and Sibanye were the most sold stocks by foreigners.

## **Portfolio Performance**

The portfolio returned 7.88% during the month, outperforming the Capped All Share index which returned 6.54%. Positive contributors to performance for the month included the fund's overweight positions in Prosus, Northam & Anglo American as well as underweight positions in Discovery & Bidcorp. Negative contributors to performance included the funds overweight positions in Impala, Mr Price & Aspen as well as underweight positions in Exxaro, AngloGold & Goldfields

## ***Cachalia Capital Investment team From our Corner in the Sky***

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