

Portfolio Facts

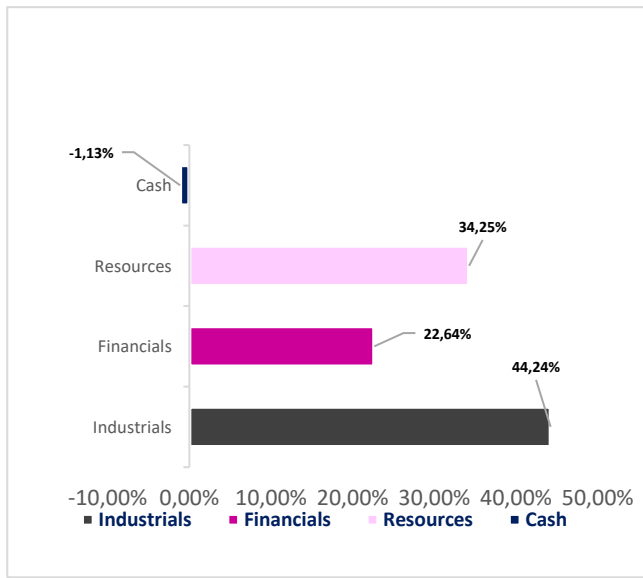
INCEPTION DATE:	October 2014
BENCHMARK:	FTSE/JSE Capped All Share
NUMBER OF STOCKS:	On average 30

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

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 30/04/2026

Gross Composite Returns

	Portfolio (%)	Benchmark (%)
3 Month	-2.02%	-2.58%
1 Year	28.35%	30.87%
3 Years	13.27%	18.24%
5 Year	12.76%	16.44%
7 Years	13.59%	14.63%
Since Inception	11.99%	12.48%

Risk Statistics as at 30/04/2026

- 12 Months

Measure	Strategy (%)
Tracking Error	7.93
Standard Deviation	16.36
Beta	0.91

Principal Holdings as at 30/04/2026

Top 10 Holdings	% of Fund
NASPERS LTD	12.12%
ANGLO AMERICAN PLC	11.11%
COMPAGNIE FINANCIERE RICHEMONT SA	9.25%
BHP GROUP LTD	7.26%
PROSUS NV	7.11%
FIRSTRAND LTD	6.22%
MTN GROUP LTD	5.61%
STANDARD BANK GROUP LTD	5.47%
IMPALA PLATINUM HOLDINGS LTD	3.73%
NORTHAM PLATINUM HOLDINGS LTD	3.55%

Market Performance

Following the market selloff in March on the onset of the war in Iran, the South African market rebounded in April. SA Listed Property led with a total return of +5.4%. SA Bonds gained 3.3% while SA Equities returned +1.6%. Gold (Krugerrands) struggled to gain momentum and ended the month 1.1% lower.

Within the Sector indices, SA Financials showed the best performance over April with a total return gain of 4.4%. SA Industrials returned +3.2% while SA Resources fell 2.3%.

During April, all equity sectors within SA Financials, with the exception of Finance & Credit Services (Optasia -4.1), recorded positive performance. Real Estate stocks led the sector gains with top performance from Hammerson (+11.4%), Fortress B (+10.0%), Primary Health (+8.5%) and Vukile (+8.0%). The Banks sector rose 4.6% with positive total returns across the board, the largest being Investec plc (+9.6%), Investec (+8.7%) and Standard Bank (+8.2%). Investment Banking, Life Insurance and Non-life Insurance posted similar total returns of +3.8%, +3.5% and +3.4% respectively.

SA Industrials achieved positive total returns in 12 of the 17 equity sectors. The strongest performers were Industrial Transport: +13.4% (Grindrod +23.4%), Telecom Services +7.1% (Richemont), Construction +6.9% (WBHO +12.7%), Beverages +6.6% (AB Inbev) and Pharmaceuticals: +5.8% (Aspen). Negative equity sector performance in April came from Tobacco -1.6% (BATS), Food Producers -1.3% (Astral -4.0%, Tigerbrands -3.0%), Drug & Grocery Stores -0.7% (Clicks -9.2%), Retailers -0.7% (WeBuyCars -4.5%, Pepkor -2.8%) and General Industrials -0.3% (Mondi -9.4%).

In April, only Industrial Metals (+6.9%) and Chemicals (+1.9%) delivered positive total returns within SA Resources. Anglo gained 12.8%, BHP Group rose 8.5%, and Sasol, after surging 55% driven by the significant increase in the oil price in March, posted a gain of 2.1% in April. The Oil, Gas & Coal sector lost 4.7% over the month (Thungela -12.2%, Exxaro -2.1%) after a gain of 21.2% in March. Industrial Materials (Sappi -4.6%) recorded their fourth consecutive loss in April. The Precious Metals sector dropped 4.5% (DRD Gold -8.0%, Gold Fields -6.4%, Northam -5.9%, AngloGold -5.5%, Valterra -4.7%).

Since the US/Iran war began on 28 February 2026, SA Equities has fallen by 9.0%, mainly driven by a 17.2% drop in SA Resources (SA Fin & Ind -4.1%). SA Listed Property has declined by 6.6% and SA Bonds declined by 3.8%, while SA Cash has risen 1.1%.

Year to date, Cash has outperformed all asset classes with a total return of +2.2%. Equities and Property have posted marginal gains of 1.0% and 0.2% respectively, while Bonds has lost 0.2%. Gold (Krugerrands) is down 1.1%.

Within Equities, despite the losses over the past two months, SA Resources has outperformed with a total return of +5.6%. SA Financials has gained 3.5%, while SA Industrials has recorded a loss of 5.5%

The rand strengthened to 16.57 against the US dollar (1.50% month on month) from R 16.93. The currency strengthened against the euro at 19.54 (0.10% month on month) and weakened against the pound at 22.66 (1.30% month on month). SA's five-year CDS spread narrowed by 21% during April 2026 by (43 bps) from 201.64 to 159.40 points

On the news front, the SARB published its bi-annual Monetary Review on 21 April, highlighting both the upside risks from the current energy shock and the country's better position versus the 2022 shock. Overall, the message felt somewhat hawkish with its focus on the potential second round effects from the current commodity spike. The next MPC meeting is 28 May. March inflation was 0.6% mom / 3.1%yoy, one tick faster than the 3% yoy in February but inline with consensus, but core inflation was 0.8% mom v 0.6% consensus and 3.2% oya v 3.0% in February. The government announced the appointment of Roelf Meyer as the new ambassador to the US, ending a long-running saga. He helped the National Party negotiate the post-apartheid transition and then served in the Mandela government.

In April, foreign investors were net sellers of South African equities amounting to R18.9 billion. Excluding the dual-listed stocks but including AngloGold, foreign selling totalled R8.3 billion for the month.

Standard Bank, Capitec & Sasol were the most bought stocks by foreigners whereas Harmony, Firstrand and Bidcorp were the most sold stocks by foreigners

Portfolio Performance

The portfolio returned 4.08 % during the month, outperforming the Capped All Share index which returned 1.62%. Positive contributors to performance for the month included the fund's overweight positions in BHP Group, Anglo American & Naspers as well as underweight positions in AngloGold & Goldfields. Negative contributors to performance included the funds overweight positions in Sibanye, Northam & Impala as well as underweight positions in Harmony, Discovery & Capitec

Cachalia Capital Investment team

From our Corner in the Sky

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