

Fund description and summary of investment policy

The Fund invests in a mix of shares, bonds, property, commodities and cash. The Fund can invest a maximum of 45% offshore. The Fund typically invests the bulk of its foreign allowance in a mix of funds managed by Orbis Investment Management Limited, our offshore investment partner. The maximum net equity exposure of the Fund is 40%. The Fund's net equity exposure may be reduced from time to time using exchange-traded derivative contracts on stock market indices. The Fund is managed to comply with the investment limits governing retirement funds. Returns are likely to be less volatile than those of an equity-only fund or a balanced fund.

ASISA unit trust category: South African – Multi Asset – Low Equity

Fund objective and benchmark

The Fund aims to provide a high degree of capital stability and to minimise the risk of loss over any two-year period, while producing long-term returns that are superior to bank deposits. The Fund's benchmark is the daily interest rate, as supplied by FirstRand Bank Limited, plus 2%.

How we aim to achieve the Fund's objective

A major portion of the Fund is typically invested in money market instruments. We seek to deploy the Fund's cash by investing in shares when they can be bought at a significant discount to their intrinsic value. We thoroughly research companies to assess their intrinsic value from a long-term perspective. This long-term perspective enables us to buy shares which are shunned by the stock market because of their unexciting or poor short-term prospects, but which are relatively attractively priced if one looks to the long term. If the stock market offers few attractive shares, we may allocate a low weight to shares or partially hedge the Fund's stock market exposure in consideration of the Fund's capital preservation objectives. The Fund may also invest in bonds, property and commodities. The Fund's bond and money market investments are actively managed.

Suitable for those investors who

- Are risk-averse and require a high degree of capital stability
- Seek both above-inflation returns over the long term, and capital preservation over any two-year period
- Require some income but also some capital growth
- Wish to invest in a unit trust that complies with retirement fund investment limits

Meeting the Fund objective

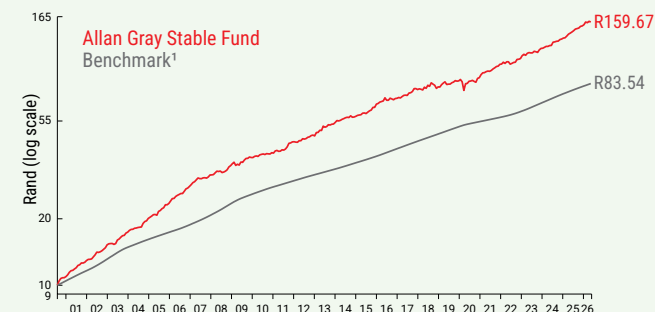
Since inception and over the latest 10- and five-year periods, the Fund has outperformed its benchmark. The Fund has provided returns in excess of CPI inflation for all three periods. The Fund aims to minimise the risk of loss over any two-year period.

Fund information on 31 May 2026

| | |
|----------------------------------|-------------|
| Fund size | R62.7bn |
| Number of units | 587 811 007 |
| Price (net asset value per unit) | R53.31 |
| Class | A |

Performance net of all fees and expenses

Value of R10 invested at inception with all distributions reinvested



1. The Fund's benchmark is the daily interest rate, as supplied by FirstRand Bank, plus 2%, performance as calculated by Allan Gray as at 31 May 2026.
2. This data reflects the latest available headline CPI inflation numbers as at 30 April 2026 (source: Iress).
3. Maximum percentage decline over any period. The maximum drawdown occurred from 20 January 2020 to 23 March 2020. Drawdown is calculated on the total return of the Fund (i.e. including income).
4. The percentage of calendar months in which the Fund produced a positive monthly return since inception.
5. The standard deviation of the Fund's monthly return. This is a measure of how much an investment's return varies from its average over time.
6. These are the highest or lowest consecutive 12-month returns since inception. This is a measure of how much the Fund and the benchmark returns have varied per rolling 12-month period. The Fund's highest annual return occurred during the 12 months ended 30 April 2006 and the benchmark's occurred during the 12 months ended 30 June 2003. The Fund's lowest annual return occurred during the 12 months ended 31 March 2020 and the benchmark's occurred during the 12 months ended 31 August 2021. All rolling 12-month figures for the Fund and the benchmark are available from our Client Service Centre on request.

| % Returns | Fund | Benchmark ¹ | CPI inflation ² |
|--|--------|------------------------|----------------------------|
| Cumulative: | | | |
| Since inception (1 July 2000) | 1496.7 | 735.4 | 284.1 |
| Annualised: | | | |
| Since inception (1 July 2000) | 11.3 | 8.5 | 5.3 |
| Latest 10 years | 8.3 | 7.6 | 4.6 |
| Latest 5 years | 10.9 | 8.0 | 4.9 |
| Latest 3 years | 11.3 | 9.1 | 4.0 |
| Latest 2 years | 13.2 | 8.8 | 3.4 |
| Latest 1 year | 12.4 | 8.2 | 4.0 |
| Year-to-date (not annualised) | 4.2 | 3.3 | 2.5 |
| Risk measures (since inception) | | | |
| Maximum drawdown ³ | -16.7 | n/a | n/a |
| Percentage positive months ⁴ | 78.8 | 100.0 | n/a |
| Annualised monthly volatility ⁵ | 5.0 | 0.6 | n/a |
| Highest annual return ⁶ | 23.3 | 14.6 | n/a |
| Lowest annual return ⁶ | -7.4 | 4.6 | n/a |

Income distributions for the last 12 months

| To the extent that income earned in the form of dividends and interest exceeds expenses in the Fund, the Fund will distribute any surplus quarterly. | 30 Jun 2025 | 30 Sep 2025 | 31 Dec 2025 | 31 Mar 2026 |
|--|----------------|----------------|----------------|----------------|
| Cents per unit | 51.5956 | 43.8841 | 37.7568 | 37.5429 |

Annual management fee

Allan Gray charges a fee based on the net asset value of the Fund excluding the portion invested in Orbis funds. The fee rate is calculated daily by comparing the Fund's total performance over the last two years, to that of the benchmark. If the Fund's return over two years is equal to or less than 0%, Allan Gray will not charge a fee.

Fee for performance equal to the Fund's benchmark: 1.00% p.a. excl. VAT

For each percentage of two-year performance above or below the benchmark we add or deduct 0.10%, subject to the following limits:

Maximum fee: 1.50% p.a. excl. VAT

Minimum fee: 0.50% p.a. excl. VAT

This means that Allan Gray shares in approximately 20% of annualised performance relative to the benchmark.

A portion of the Fund may be invested in Orbis funds. Orbis charges performance-based fees within these funds that are calculated based on each Orbis fund's performance relative to its own benchmark. Orbis pays a marketing and distribution fee to Allan Gray.

Total expense ratio (TER) and transaction costs

The annual management fees charged by both Allan Gray and Orbis are included in the TER. The TER is a measure of the actual expenses incurred by the Fund over a one and three-year period (annualised). Since Fund returns are quoted after deduction of these expenses, the TER should not be deducted from the published returns (refer to page 4 for further information). Transaction costs are disclosed separately.

Top 10 share holdings on 31 March 2026 (SA and Foreign)
(updated quarterly)⁷

| Company | % of portfolio |
|--------------------------|----------------|
| AB InBev | 2.8 |
| Sasol | 2.1 |
| AngloGold Ashanti | 1.8 |
| British American Tobacco | 1.7 |
| Standard Bank | 1.2 |
| Woolworths | 1.2 |
| Remgro | 1.2 |
| Richemont | 1.0 |
| Glencore | 1.0 |
| Shoprite | 0.9 |
| Total (%) | 14.9 |

7. Underlying holdings of foreign funds are included on a look-through basis.

Total expense ratio (TER) and transaction costs for periods ending 31 March 2026 (updated quarterly)

| 1- and 3-year TER and transaction costs breakdown | 1yr % | 3yr % |
|---|-------------|-------------|
| Total expense ratio | 1.76 | 1.61 |
| Fee for benchmark performance | 1.01 | 1.01 |
| Performance fees | 0.55 | 0.41 |
| Other costs excluding transaction costs | 0.03 | 0.03 |
| VAT | 0.17 | 0.16 |
| Transaction costs (including VAT) | 0.05 | 0.04 |
| Total investment charge | 1.81 | 1.65 |

Top debt issuers on 31 March 2026 (SA and Foreign)
(updated quarterly)^{7,8}

| Issuer | % of portfolio |
|--------------------------|----------------|
| Republic of South Africa | 18.9 |
| Standard Bank | 7.0 |
| FirstRand | 4.4 |
| Absa | 3.2 |
| Investec | 3.0 |
| United States Treasury | 1.5 |
| Nedbank | 1.4 |
| Total (%) | 39.4 |

8. Exposures representing 1% or more of the portfolio.

Asset allocation on 31 May 2026

| Asset class | Total | South Africa | Foreign |
|------------------------------------|--------------|--------------|--------------------------|
| Net equities | 30.1 | 15.7 | 14.5 |
| Hedged equities | 18.8 | 8.5 | 10.3 |
| Property | 0.7 | 0.0 | 0.7 |
| Commodity-linked | 1.7 | 1.4 | 0.3 |
| Bonds | 36.2 | 29.8 | 6.3 |
| Money market and cash ⁹ | 12.5 | 9.2 | 3.3 |
| Total (%) | 100.0 | 64.6 | 35.4¹⁰ |

9. Includes the impact of any currency hedging.

10. The Fund can invest a maximum of 45% offshore. Market movements may periodically cause the Fund to move beyond these limits. This must be corrected within 12 months.

Since inception, the Fund's month-end net equity exposure has varied as follows:

| | |
|---------|-----------------------|
| Minimum | 12.4% (January 2010) |
| Average | 26.4% |
| Maximum | 39.6% (December 2018) |

Note: There may be slight discrepancies in the totals due to rounding.

The quarter began on an optimistic note, with both local and global markets extending last year's gains. That changed abruptly in March as the US-Israeli war with Iran escalated, and investors weighed the risk of a more persistent energy shock and lower global growth. On home soil, the South African Reserve Bank kept the repo rate unchanged at 6.75% in March. If oil prices remain above US\$100 per barrel, absent lasting government relief, this would add at least 1% to South Africa's inflation rate – likely more after accounting for knock-on effects.

Locally and globally, there has been a clear shift in sentiment over the quarter. The FTSE/JSE All Share Index ended the quarter 0.6% down, having been up 11% at its intra-quarter high. Similarly, the FTSE/JSE All Bond Index fell 3.4% after trading materially stronger earlier in the period. Against this backdrop, the Fund returned 3.5% for the quarter and remained ahead of its benchmark. While we do not place much weight on short-term relative performance, it is encouraging that the Fund was able to preserve capital and deliver a positive absolute return in a quarter when local equities, local bonds and global equities declined.

The reversals in March are a reminder that markets can move quickly from pricing a benign combination of lower inflation and easier policy to pricing supply shocks and heightened geopolitical risk. For a fund with capital stability as a core objective, valuation and downside risk matter as much as upside participation. At quarter-end, the Fund remained positioned conservatively but with sufficient flexibility to take advantage of dislocations. Net equity exposure was at 30%, comfortably below the Fund's 40% maximum. The Fund has a meaningful allocation to hedged equities, which protect against declines in local and global markets. This was very beneficial during the March market correction. The Fund's fixed income positioning also remains conservative, with relatively low duration and a large holding of cash and near-cash instruments. Having liquidity readily available gives the Fund valuable flexibility to take advantage of opportunities that can arise during periods of heightened market volatility.

It is important to remember that 2025's local equity and bond returns were exceptionally strong. While we would not expect a repeat of these returns, there are still ample opportunities on offer in the local market. Outside of the precious metals sector, which drove market performance in 2025, many SA Inc. shares are, in fact, relatively depressed. South African bond yields

rose during the quarter as investors reassessed the outlook for inflation, growth and domestic monetary policy. Higher bond yields improve prospective returns, but we continue to weigh this up against other opportunities and remain cautious about many of the structural challenges facing South Africa, such as the government's fiscal challenges and slow reforms at state-owned enterprises.

The rand touched levels below R16 to the US dollar during the quarter, its strongest level in nearly four years, as South Africa's trade account benefited from the windfall of last year's significant increase in gold and platinum prices. The level of the Fund's offshore exposure is primarily driven by where we see the most attractive opportunities, rather than taking a directional view on the rand. While we continue to see global markets as relatively expensive, the Fund's offshore holdings are meaningfully differentiated and, pleasingly, have performed well ahead of global indices during the quarter. The Fund's 36% offshore exposure is also an important source of diversification. As seen again this quarter, periods of global market stress often lead to a weakening of the rand. In such scenarios, the offshore allocation serves as a useful ballast, offsetting declines in local market prices. It is important to note that while heightened geopolitical uncertainty clouds the outlook for short-term returns, the Fund remains defensively positioned overall, aiming to both protect value and deliver returns ahead of cash in the medium term.

During the quarter, the Fund added to selected fixed rate South African government bonds as yields increased. On the equity side, we increased the Fund's exposure to retailers by adding to its existing position in Mr Price and initiating a new position in Truworths. We reduced the Fund's holdings in Sasol and the gold miners.

Commentary contributed by Tim Acker

**Fund manager quarterly
commentary as at
31 March 2026**

© 2026 Allan Gray Proprietary Limited. All rights reserved. The content and information may not be reproduced or distributed without the prior written consent of Allan Gray Proprietary Limited ("Allan Gray").

Information and content

The information in and content of this publication are provided by Allan Gray as general information about the company and its products and services. Allan Gray does not guarantee the suitability or potential value of any information or particular investment source. The information provided is not intended to, nor does it constitute financial, tax, legal, investment or other advice. Before making any decision or taking any action regarding your finances, you should consult a qualified financial adviser. Nothing contained in this publication constitutes a solicitation, recommendation, endorsement or offer by Allan Gray; it is merely an invitation to do business. Allan Gray has taken and will continue to take care that all information provided, in so far as this is under its control, is true and correct. However, Allan Gray shall not be responsible for and therefore disclaims any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable, directly or indirectly, to the use of or reliance on any information provided. Allan Gray is an authorised financial services provider.

Management Company

Allan Gray Unit Trust Management (RF) (Pty) Ltd (the "Management Company") is registered as a management company under the Collective Investment Schemes Control Act 45 of 2002, in terms of which it operates unit trust portfolios under the Allan Gray Unit Trust Scheme, and is supervised by the Financial Sector Conduct Authority (FSCA). The Management Company is incorporated under the laws of South Africa and has been approved by the regulatory authority of Botswana to market its unit trusts in Botswana, however, it is not supervised or licensed in Botswana. Allan Gray (Pty) Ltd (the "Investment Manager"), an authorised financial services provider, is the appointed investment manager of the Management Company and is a member of the Association for Savings & Investment South Africa (ASISA). The trustee/custodian of the Allan Gray Unit Trust Scheme is Rand Merchant Bank, a division of FirstRand Bank Limited. The trustee/custodian can be contacted at RMB Custody and Trustee Services: Tel: +27 (0)11 301 6335 or www.rmb.co.za.

Performance

Collective investment schemes in securities (unit trusts or funds) are generally medium- to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to future performance. Movements in exchange rates may also cause the value of underlying international investments to go up or down. The Management Company does not provide any guarantee regarding the capital or the performance of the Fund. Performance figures are provided by the Investment Manager and are for lump sum investments with income distributions reinvested. Actual investor performance may differ as a result of the investment date, the date of reinvestment and dividend withholding tax.

Fund mandate

Funds may be closed to new investments at any time in order to be managed according to their mandates. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. The funds may borrow up to 10% of their market value to bridge insufficient liquidity.

Unit price

Unit trust prices are calculated on a net asset value basis, which is the total market value of all assets in the Fund, including any income accruals and less any permissible deductions from the Fund, divided by the number of units in issue. Forward pricing is used and fund valuations take place at approximately 16:00 each business day. Purchase and redemption requests must be received by the Management Company by 14:00 each business day to receive that day's price. Unit trust prices are available daily on www.allangray.co.za.

Fees

Permissible deductions may include management fees, brokerage, securities transfer tax, auditor's fees, bank charges and trustee fees. A schedule of fees, charges and maximum commissions is available on request from Allan Gray. For more information about our annual management fees, refer to the [frequently asked questions](#), available via the Allan Gray website.

Total expense ratio (TER) and transaction costs

The total expense ratio (TER) is the annualised percentage of the Fund's average assets under management that has been used to pay the Fund's actual expenses over the past one- and three-year periods. The TER includes the annual management fees that have been charged (both the fee at benchmark and any performance component charged), VAT and other expenses like audit and trustee fees. Transaction costs (including brokerage, securities transfer tax, Share Transactions Totally Electronic (STRATE) and FSCA Investor Protection Levy and VAT thereon) are shown separately. Transaction costs are necessary costs in administering the Fund and impact Fund returns. They should not be considered in isolation as returns may be impacted by many other factors over time, including market returns, the type of financial product, the investment decisions of the investment manager, and the TER. Since Fund returns are quoted after the deduction of these expenses, the TER and transaction costs should not be deducted again from published returns. As unit trust expenses vary, the current TER cannot be used as an indication of future TERs. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. Instead, when investing, the investment objective of the Fund should be aligned with the investor's objective and compared against the performance of the Fund. The TER and other funds' TERs should then be used to evaluate whether the Fund performance offers value for money. The sum of the TER and transaction costs is shown as the total investment charge (TIC).

Compliance with Regulation 28

The Fund is managed to comply with Regulation 28 of the Pension Funds Act 24 of 1956 (the "Pension Funds Act"). Exposures in excess of the limits will be corrected immediately, except where due to a change in the fair value or characteristic of an asset, e.g. market value fluctuations, in which case they will be corrected within the prescribed regulatory time period. The Management Company does not monitor compliance by retirement funds with section 19(4) of the Pension Funds Act (item 6 of Table 1 to Regulation 28).

Foreign securities

The Fund invests in foreign securities. Depending on their markets, trading in those securities may carry risks relating to, among others, macroeconomic and political circumstances, constraints on liquidity or the repatriation of funds, foreign exchange rate fluctuations, taxation and trade settlement.

FTSE/JSE indices

The FTSE/JSE indices referenced herein are calculated by FTSE International Limited ("FTSE") in conjunction with the JSE Limited ("JSE") in accordance with standard criteria. The FTSE/JSE indices are the proprietary information of FTSE and the JSE. All copyright subsisting in the FTSE/JSE indices' values and constituent lists vests in FTSE and the JSE jointly. All their rights are reserved.

FTSE Russell Index

Source: London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). © LSE Group 2026. FTSE Russell is a trading name of certain of the LSE Group companies. "FTSE®", "Russell®", "FTSE Russell®", is/are a trade mark(s) of the relevant LSE Group companies and is/are used by any other LSE Group company under license. All rights in the FTSE Russell indices or data vest in the relevant LSE Group company which owns the index or the data. Neither LSE Group nor its licensors accept any liability for any errors or omissions in the indices or data and no party may rely on any indices or data contained in this communication. No further distribution of data from the LSE Group is permitted without the relevant LSE Group company's express written consent. The LSE Group does not promote, sponsor or endorse the content of this communication.

MSCI Index

Source: MSCI. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indexes or any securities or financial products. This report is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

Important information for investors

Need more information?

You can obtain additional information about your proposed investment from Allan Gray free of charge either via our website www.allangray.co.za or via our Client Service Centre on **0860 000 654**