

SYNOPSIS**PERFORMANCE (TOTAL RETURN)**

	<u>Portfolio</u>	<u>Benchmark</u>
Annualised (since 01/04/2008)	11.0%	10.2%
Last 12 months	15.0%	8.0%
Last 3 months	4.4%	2.0%

PORTFOLIO VALUE

R 9 669.0 million (31/03/2025: R 9 589.5 million)

INVESTMENT OUTLOOK AND PORTFOLIO CONSTRUCTION

World: US economy showing signs of slowing
 Tariffs could put upward pressure on inflation
 Rate cuts to slow outside of an economic crisis
 Earnings growth decelerating
 Geopolitical tensions elevated by trade war

South Africa: Growth unlikely without structural reform
 Energy supply stable but risk of disruption remains
 Inflation at cyclical lows but with upside risks
 Pace of interest rate cuts slowing

Portfolio construction: Significant allocation to equities overall
 Selective allocation to SA Inc equities
 Favour companies with pricing power and strong balance sheets
 Low exposure to expensive US equities
 Increased resources but remains low
 Favour inflation-linked bonds over nominal
 Physical gold position hedges global risks

EFFECTIVE ASSET ALLOCATION (previous)

	<u>Portfolio</u>	
	<u>%</u>	<u>%</u>
JSE equities	22	(22)
Foreign assets	59	(59)
JSE property	1	(1)
Commodities	2	(2)
SA bonds	8	(9)
Money market	8	(7)
	<u>100</u>	

1. PORTFOLIO PERFORMANCE

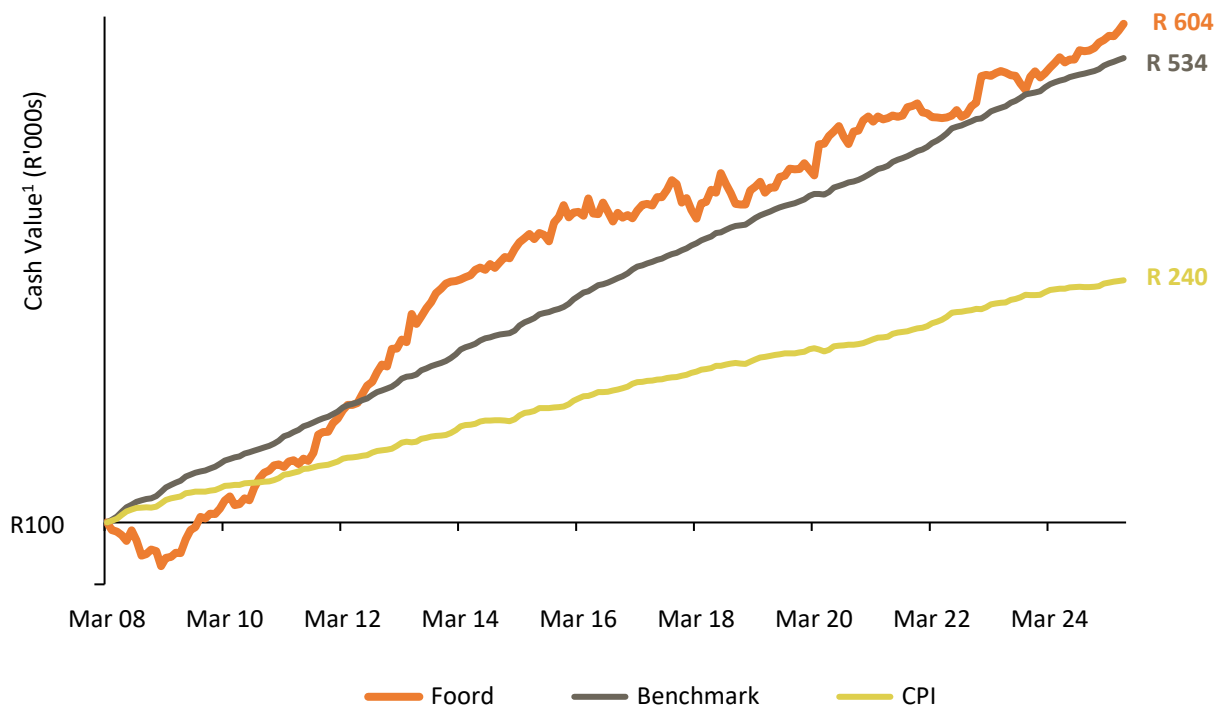
1.1 Total performance to 30 June 2025

	<u>Portfolio</u>	<u>Benchmark*</u>	<u>Variance</u>	<u>Peer Group[#]</u>
	<u>%</u>	<u>%</u>	<u>%</u>	<u>%</u>
From inception (01/04/2008)	11.0	10.2	0.8	9.2
15 years	12.2	10.0	2.2	11.0
10 years	8.1	9.8	-1.7	8.3
7 years	8.9	9.6	-0.7	9.7
5 years	8.4	10.1	-1.7	10.7
3 years	11.9	9.5	2.4	15.1
1 year	15.0	8.0	7.0	13.6
6 months	9.2	4.8	4.4	5.5
3 months	4.4	2.0	2.4	6.3

* CPI + 5% per annum

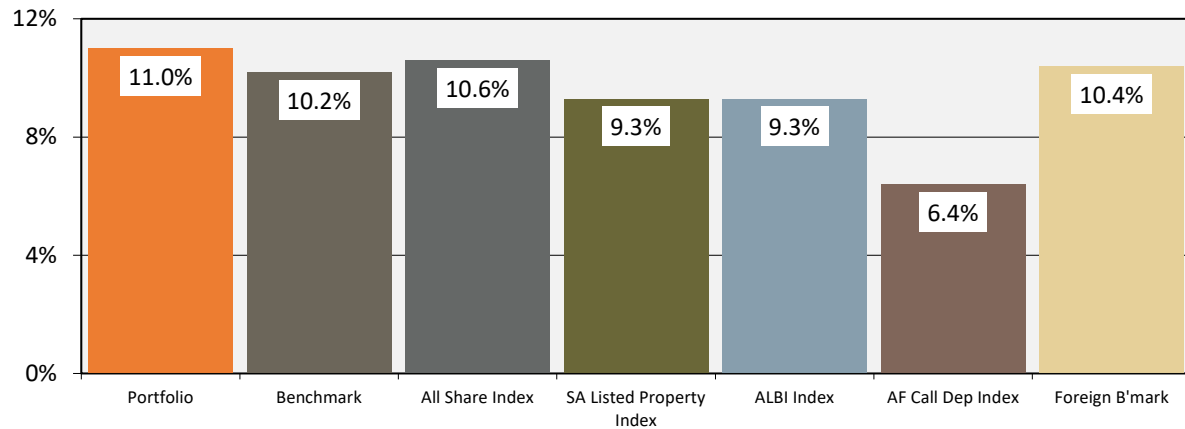
[#] (ASISA) Worldwide – Multi Asset – Flexible average

Daily linked total rates of return (capital and income) based on unit price. Returns in percent net of service fees and fund expenses. Returns for periods 1 year and above are annualised percentages.



¹ Current value of R100 000 notional lump sum invested at inception, distributions reinvested (graphically represented in R'000s above)

Performance - Since inception (p.a.)



1.2 Sector contribution to 30 June 2025

(Returns x weight)

	<u>JSE equities</u>	<u>JSE property</u>	<u>Interest bearing*</u>	<u>Other assets</u>	<u>Foreign assets</u>	<u>Portfolio</u>
	%	%	%	%	%	%
1 year	4.1	0.0	0.8	0.6	10.0	15.5
6 months	2.0	0.0	0.4	0.2	6.8	9.4
3 months	1.2	0.0	0.4	-0.3	3.1	4.4

* Bonds and cash combined

Returns in percent, calculated on a gross basis

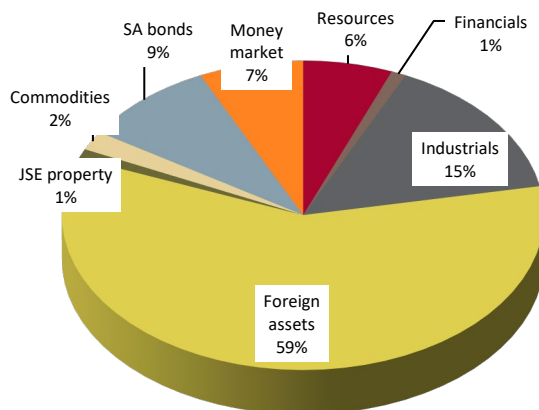
Quarterly performance comment:

- Global equities contributed positively to rand returns despite rand strength — global equities rallied to double-digit gains, with US bourses recouping Q1 losses on robust earnings and moderating inflation
- South African equities delivered a solid contribution to returns, with the local market posting strong gains — while resource stocks continued to advance, industrial and financial counters were also up strongly, resulting in a broad-based rally
- SA bonds contributed positively to returns, with the All Bond Index delivering modest gains — South African bonds rallied, boosted by resilient demand amid stable inflation and a dovish SARB outlook
- US government bonds contributed to returns — Global government bond yields continued to moderate on expectations of lower real interest rates despite fiscal headwinds
- Selective holdings in listed property also added to returns — interest rate-sensitive property stocks responded positively to falling interest rates
- The fund's holding in pharmaceuticals group Aspen was a detractor from returns — Aspen's share price fell following a profit warning related to a contractual dispute with Moderna, despite reporting modest earnings growth
- Cash continued to enhance absolute returns with yields remaining fairly elevated — the SARB maintained their cautious approach, cutting interest rates by only 25 basis points despite inflation moderating to cyclical lows
- The fund continued to benefit from its allocation to gold — the gold price rose further driven by ongoing US dollar weakness, heightened geopolitical tensions supporting safe-haven demand, and continued central bank buying

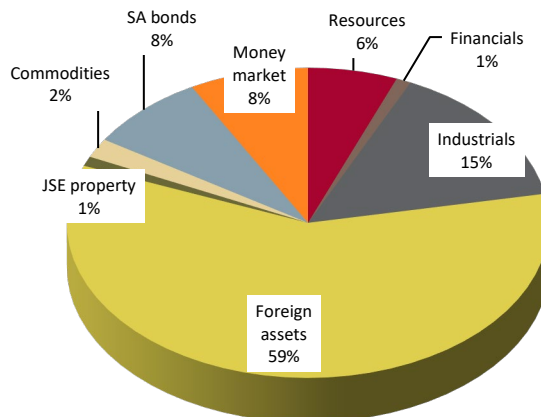
2. PORTFOLIO STRUCTURE

Mandate (%)		Portfolio Effective exposure		FTSE/JSE ALSI Weightings
		31/03/2025	30/06/2025	
		%	%	%
0 - 100	JSE equities: resources	6	6	5
	JSE equities: financials (ex property)	1	1	6
	JSE equities: industrials	15	15	11
	JSE equities*	22	22	22
	Foreign assets	59	59	
	Foord International Fund	28	28	
	Foord Global Equity Fund	32	32	
	Currency hedge	-3	-3	
	Corporate debt	2	2	
0 - 25	JSE property	1	1	
	Commodities	2	2	
	SA bonds	9	8	
0 - 100	Money market	7	8	
		100	100	
Total portfolio		R 9 589.5m	R 9 669.0m	
*Size distribution of JSE equities		%	%	%
Large capitalisation		77	76	88
Mid capitalisation		0	1	7
Small capitalisation		23	23	5
		100	100	100
<u>Exposure analysis</u>		<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
		%	%	%
Equities		22	47	69
Listed property		1	1	2
Corporate bonds		0	3	3
Government bonds		8	3	11
Commodities		2	2	4
Money market		8	3	11
		41	59	100

Effective exposure 31/03/2025



Effective exposure 30/06/2025



3. PORTFOLIO CONSTRUCTION

- South African equities remain moderate at 22% — weak economic growth prospects both locally and globally continue to weigh on the outlook for domestically oriented stocks
- The weighting in foreign assets remains elevated at 59% of the portfolio — measured together with non-rand earnings of JSE-listed companies, total foreign economic exposure is even higher on a look-through basis
- Foreign equities make up close to half the portfolio — however, direct exposure to US equities remains limited due to elevated valuations that offer little margin for error
- Holdings in a longer-dated South African nominal government bonds were trimmed — a rally in longer-dated bonds move into expensive territory with yields falling below levels sufficient to compensate for the risk premium
- An allocation to SA inflation-linked bonds was increased given attractive real yields on SA inflation-linked government bonds — we continue to avoid SA credit assets where we believe risk to be mispriced
- Listed property is limited to a low weighting, given poor fundamentals for the asset class, despite optically attractive yields — sector risks include excess capacity, weak rental trend, consumer headwinds and rapidly escalating municipal costs
- The allocation to foreign government bonds remains low, comprising of short-duration US Treasuries with a preference for inflation-linked bonds — while listed property also remains low, given sector risks and unattractive valuations
- Physical gold ETF position maintained given supportive fundamentals, a weaker US dollar and its status as a safe haven asset — the position provides attractive portfolio diversifying properties during periods of market stress
- Our effective asset allocation is:

Policy parameters		Portfolio at	
		31/03/2025	30/06/2025
%		%	%
0 - 100	JSE equities	22	22
	Foreign assets	59	59
	Foord International Fund*	28	28
	Foord Global Equity Fund	32	32
	Currency hedge	-3	-3
	Corporate debt	2	2
0 - 25	JSE property	1	1
	Commodities	2	2
	SA bonds	9	8
0 - 100	Money market	7	8
		100	100

* Currently 57% in equities, property 5%, commodities 7%, government bonds 9%, corporate bonds 3% and money market 19%

D FOORD/N BALKIN
JUNE 2025

4. EFFECTIVE EXPOSURE AND PORTFOLIO SENSITIVITY**4.1 Effective exposure**

Asset class	Market value R'000	Option exposure R'000	Effective exposure R'000	Effective exposure %
JSE equities	2,136,708		2,136,708	22.1%
Foreign assets	5,704,693		5,704,693	59.0%
JSE property	94,476		94,476	1.0%
Commodities	191,861		191,861	2.0%
Other assets	56,353		56,353	0.6%
SA bonds	817,197		817,197	8.4%
Money market	667,678		667,678	6.9%
Total	9,668,966		9,668,966	100.0%

4.2 Sensitivity reportJSE EQUITIES**Change in portfolio equities**

	-20.0%	-10.0%	-5.0%	0.0%	5.0%	10.0%	20.0%
Resultant equity change *	-427,342	-213,671	-106,835	0	106,835	213,671	427,342
Resultant portfolio value *	9,241,624	9,455,295	9,562,131	9,668,966	9,775,801	9,882,637	10,096,308
Resultant portfolio change (%)	-4.4%	-2.2%	-1.1%	0.0%	1.1%	2.2%	4.4%

FOREIGN ASSETS**Change in R/\$ exchange rate**

	-20.0%	-10.0%	-5.0%	0.0%	5.0%	10.0%	20.0%
R/\$ exchange rate	21.2542	19.4830	18.5974	17.7118	16.8262	15.9406	14.1694
Resultant for. assets change *	1,140,939	570,469	285,235	0	-285,235	-570,469	-1,140,939
Resultant portfolio value *	10,809,905	10,239,435	9,954,201	9,668,966	9,383,731	9,098,497	8,528,027
Resultant portfolio change (%)	11.8%	5.9%	3.0%	0.0%	-3.0%	-5.9%	-11.8%

JSE PROPERTY**Change in portfolio property**

	-20.0%	-10.0%	-5.0%	0.0%	5.0%	10.0%	20.0%
Resultant property change *	-18,895	-9,448	-4,724	0	4,724	9,448	18,895
Resultant portfolio value *	9,650,071	9,659,518	9,664,242	9,668,966	9,673,690	9,678,414	9,687,861
Resultant portfolio change (%)	-0.2%	-0.1%	0.0%	0.0%	0.0%	0.1%	0.2%

SA BONDS**Change in yields**

	-3.0%	-2.0%	-1.0%	0.0%	1.0%	2.0%	3.0%
Resultant fixed income change *	78,493	49,362	23,327	0	-20,951	-39,813	-56,836
Resultant portfolio value *	9,747,459	9,718,328	9,692,293	9,668,966	9,648,015	9,629,153	9,612,130
Resultant portfolio change (%)	0.8%	0.5%	0.2%	0.0%	-0.2%	-0.4%	-0.6%

*[R'000]

6. RESPONSIBLE INVESTMENT SUMMARY**Voting resolutions for Q2 2025****Foord Absolute Return**

	Total count	For	Against	Abstain
Adopt financials	3	100%	0%	0%
Auditor/risk/social/ethics related	16	100%	0%	0%
Buy back shares	2	100%	0%	0%
Director remuneration	6	100%	0%	0%
Disapply preemptive rights	2	0%	100%	0%
Dividend related	1	100%	0%	0%
Issue shares	2	0%	100%	0%
Loan/financial assistance	2	100%	0%	0%
Other	5	80%	20%	0%
Political expenditure/donation	1	0%	100%	0%
Re/elect director	24	100%	0%	0%
Remuneration policy	4	25%	75%	0%

Foord Global Equity Fund (Luxembourg)

	Total count	For	Against	Abstain
Adopt financials	34	100%	0%	0%
Auditor/risk/social/ethics related	52	79%	21%	0%
Buy back shares	14	93%	7%	0%
Issue shares	20	15%	85%	0%
Re/elect director or members of supervisory board	256	99%	1%	0%
Remuneration policy including directors' remuneration	47	43%	57%	0%
Signature of documents/ratification	10	100%	0%	0%
Others	39	79%	21%	0%

Foord International Fund

	Total count	For	Against	Abstain
Adopt financials	25	100%	0%	0%
Auditor/risk/social/ethics related	40	80%	20%	0%
Buy back shares	17	94%	6%	0%
Issue shares	21	14%	86%	0%
Political expenditure/donation	2	100%	0%	0%
Re/elect director or members of supervisory board	222	100%	0%	0%
Remuneration policy including directors' remuneration	40	55%	45%	0%
Signature of documents/ratification	7	57%	43%	0%
Others	24	75%	25%	0%

General comments:

- There are few abstentions. We apply our minds to every single resolution put to shareholders. When there is an abstention it would typically be intentional or for strategic reasons
- We typically vote against any resolution that could dilute the interests of existing shareholders. Examples include placing shares under the blanket control of directors, providing loans and financial assistance to associate companies or subsidiaries and blanket authority to issue shares. On the rare occasion, we have voted in favour of such resolutions, we were able to gain the required conviction in the specifics of the strategic rationale for such activities and could gain comfort that such activities are indeed to be used to the reasons stated
- The firm also has a strong philosophy regarding management remuneration models. We believe in rewarding good managers with appropriate cash remuneration on achievement of relevant performance metrics that enhance long-term shareholder value. We are generally not in favour of share option schemes given the inherent asymmetry between risk and reward typical of such schemes. In addition, we do not believe that existing shareholders should be diluted by the issuing of new shares to management as is the case with most option schemes. We are in favour of the alignment created between management and shareholders when management has acquired its stake in the company through open market share trading and paid for out of management's own cash earnings

IMPORTANT INFORMATION FOR INVESTORS:

Collective Investment Schemes in Securities (unit trusts) are generally medium- to long-term investments. The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to the future. Performance is calculated for the portfolio. Individual investor performance may differ as a result of the actual investment date, the date of reinvestment and withholding taxes. Performance may be affected by changes in the market or economic conditions and legal, regulatory and tax requirements. Neither Foord nor Foord Unit Trusts provide any guarantee either with respect to the capital or the performance return of the portfolio. Unit trusts are traded at ruling prices and can engage in borrowing. Foord Unit Trusts does not engage in scrip lending. Commission and incentives may be paid and if so, this cost is not borne by the investor. A schedule of fees and charges and maximum commissions is available on request. Distributions may be subject to mandatory withholding taxes. A feeder fund portfolio is a portfolio that, apart from assets in liquid form, consists solely of units in a single portfolio of a single investment scheme. A fund of funds invests only in other Collective Investment Schemes, which may levy their own charges, which could result in a higher fee structure for these portfolios. Foord Unit Trusts is authorised to close the portfolio to new investors in order to manage the portfolio more efficiently in accordance with its mandate.

FOREIGN INVESTMENT RISK:

The portfolio may include underlying foreign investments. Fluctuations or movements in exchange rates may cause the value of underlying foreign investments to go up or down. The underlying foreign investments may be adversely affected by political instability as well as exchange controls, changes in taxation, foreign investment policies, restrictions on repatriation of investments and other restrictions and controls that may be imposed by the relevant authorities in the relevant countries.

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