Fund managers: Allan Gray, Coronation, Nedgroup Investments, Ninety One
Inception date: 18 January 2019

Allan Gray Multi-Manager Cautious Portfolio

31 July 2026

Portfolio description and summary of investment policy

The Portfolio invests in the cautious mandates of a minimum of three managers, all of which are managed to comply with the investment limits governing retirement funds. The Allan Gray Stable Portfolio has a target allocation of 30% (excluding cash) in the Multi-Manager Portfolio. This allocation can change as a result of performance within pre-defined parameters. The Portfolio is a pooled portfolio offered by Allan Gray Life Limited and is only available via the Allan Gray retirement funds and the Allan Gray Living Annuity.

Portfolio objective and benchmark

The Portfolio 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 Portfolio's benchmark is the Consumer Price Index, plus 3%.

How we aim to achieve the Portfolio's objective

We have selected managers with a strong track record who have consistently executed on their investment approach over time. These managers have complementary investment styles which, when combined appropriately, should improve the Portfolio's potential to deliver returns through different market cycles.

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 portfolio that complies with retirement fund investment limits
- Wish to diversify risk across multiple managers

Annual management fee

Each underlying manager charges a fee within their portfolio. Where performance fees are charged, this is based on the performance of the portfolio compared to its benchmark. The benchmarks of the underlying portfolios may differ from the benchmark of the Portfolio.

Allan Gray charges a multi-management fee based on the net asset value of the Portfolio, excluding the portion invested in Allan Gray portfolios. This fee is 0.20% p.a. (which equates to approximately 0.14% p.a. on the entire Portfolio).

Portfolio information on 31 July 2026

Portfolio size	R613.3m

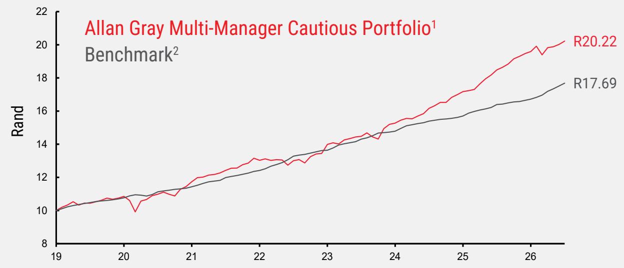
Underlying portfolio allocation on 31 July 2026

Portfolio	% of Portfolio
Allan Gray Stable Portfolio	29.5
Coronation Inflation Plus Portfolio	24.5
Nedgroup Investments Core Guarded Fund	19.6
Ninety One Cautious Managed Portfolio	24.3
Cash	2.0
Total	**100.0**

1. Performance is net of all fees and expenses.
2. Consumer Price Index, plus 3%, and was prorated from 18 January 2019 to 31 January 2019. This is based on the latest numbers published by Iress as at 30 June 2026.
3. Maximum percentage decline over any period. The maximum drawdown occurred from 20 February 2020 to 23 March 2020 and maximum benchmark drawdown occurred from 31 March 2020 to 31 May 2020. Drawdown is calculated on the total return of the Portfolio/benchmark (i.e. including income).
4. The percentage of calendar months in which the Portfolio produced a positive monthly return since inception.
5. The standard deviation of the Portfolio's monthly return. This is a measure of how much an investment's return varies from its average over time.

Performance net of all fees and expenses

Value of R10 invested at inception



% Returns	Portfolio[1]	Benchmark[2]
Cumulative:		
Since inception (18 January 2019)	102.2	76.9
Annualised:		
Since inception (18 January 2019)	9.8	7.9
Latest 5 years	10.2	8.1
Latest 3 years	11.8	7.3
Latest 2 years	11.8	7.2
Latest 1 year	9.4	7.8
Year-to-date (not annualised)	3.8	6.2
Risk measures (since inception):		
Maximum drawdown[3]	-15.1	-0.7
Percentage positive months[4]	81.1	97.8
Annualised monthly volatility[5]	5.5	1.3

Issued: 14 August 2026

Quarterly commentary as at 30 June 2026

The global economy remained resilient during the first half of 2026, although the growth outlook became more uncertain as the conflict in the Middle East placed renewed pressure on energy prices, inflation expectations and financial conditions. Global growth is expected to continue, supported in part by technology-related investment, but the outlook remains sensitive to geopolitical developments, inflation trends, as well as the timing and extent of any monetary policy easing by major central banks.

In South Africa, the quarter was dominated by the inflationary impact of rising oil prices linked to the conflict in the Middle East. Annual inflation rose from 3.1% in March to 4.5% in May, largely reflecting higher fuel and transport costs. In response to the deterioration in the inflation outlook and increased upside risks, the South African Reserve Bank's Monetary Policy Committee raised the repo rate by 25 basis points, from 6.75% to 7.00%, at its meeting in May.

The FTSE/JSE Capped All Share Index returned -2.4% for the quarter and 19.4% over the one-year period to the end of June 2026. Performance across the local market was uneven, with Industrials and Financials contributing positively, while Resources detracted materially. On the global front, the MSCI All Country World Index returned 15.1% for the quarter in US dollars, recovering from a weaker first quarter to end June with a year-to-date return of 11.5%.

The Portfolio returned 3.2% for the quarter, recovering from the previous quarter. While the Portfolio has lagged its benchmark year to date, it continues to deliver returns ahead of its benchmark over the long term – in line with its objective of providing a high degree of capital stability while minimising the risk of loss over any rolling two-year period. Over the quarter, the composition of the top 10 local equities remained relatively stable, with Discovery replacing Sasol.

Please refer to the commentaries below from the underlying investment managers on their portfolio positioning and economic outlook.

Commentary contributed by Tonderai Makeke

Top 10 share holdings on 30 June 2026 (SA) (updated quarterly)

Investment name	% of Portfolio
Naspers and Prosus	1.4
Standard Bank	1.3
FirstRand	1.1
AB InBev	1.1
Shoprite	0.9
Richemont	0.9
British American Tobacco	0.8
AngloGold Ashanti	0.7
Glencore	0.6
Discovery	0.5
Total (%)	**9.3**

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

Asset allocation on 31 July 2026

Asset class	Total	South Africa	Foreign
Net equities	35.4	17.7	17.6
Hedged equities	5.7	2.5	3.2
Property	3.0	2.2	0.8
Commodity-linked	0.9	0.9	0.1
Bonds	35.7	30.7	5.0
Money market and cash[6]	18.8	17.7	1.1
Other[7]	0.5	0.5	0.0
Total (%)	**100.0**	**72.1**	**27.9**

6. Includes the impact of any currency hedging.
7. Hedge fund.

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

1- and 3-year TER and transaction costs breakdown[8]	1yr %	3yr %
Total expense ratio[9]	**1.04**	**0.95**
Fee for benchmark performance	0.62	0.63
Performance fees	0.35	0.25
Other costs excluding transaction costs[10]	0.06	0.07
Transaction costs[11]	**0.05**	**0.04**
Total investment charge	**1.08**	**1.00**

8. This estimate is based on information provided by the underlying managers.
9. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TERs.
10. Includes expenses such as audit fees, bank charges, custody fees, trustee fees and, for some underlying portfolios, the associated offshore TERs.
11. Transaction costs are a necessary cost in administering the Portfolio and impacts Portfolio returns. It 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.

Commentary from underlying fund managers as at 30 June 2026

Coronation Inflation Plus Portfolio

The Portfolio delivered a return of 5.6% for the quarter and 9.3% for the year. The Portfolio has outperformed its benchmark and target over all meaningful time periods. Once again, we saw that a global crisis event resulted in significant investment opportunities for the Portfolio. We took advantage of the volatility in asset prices following the start of the war in two ways:

- Firstly, we made a sizeable increase in our allocation to SA nominal bonds, mostly executed in the first quarter of the year. In the aftermath of the war, we saw the 10-year yield spike to nearly 10% on the back of risk-off fears and a sharply elevated inflation outlook. We felt that, even after factoring in an inflationary shock from the war, the real yields on the nominal bonds looked attractive, warranting an increase in allocation. SA bonds and cash remain a material allocation in the Portfolio at 43%, providing a dependable anchor to the Portfolio's target real-return ambitions.
- Secondly, we slightly stepped up our global equity allocation to largely maintain our full exposure. This building block has been the largest detractor from the Portfolio's performance over the last year. Much of the negative performance was a function of a broad sell-off across several industries – to which we have exposure – that have been indiscriminately categorised as "AI losers". This includes digital platforms, e-commerce companies, financial services companies and data owners. We acknowledge that developments in AI are fast changing, with new models being introduced and evolving narratives on who the winners and losers will be. A level of humility is required when positioning our holdings in this environment, compelling us to continually retest the investment theses behind each of the businesses we own. However, we believe that there are compelling arguments that many companies in these segments are either resilient to AI disruption or will prove to be significant beneficiaries of the technology in time. We continue to believe that a large allocation is warranted, with the upside to fair value currently sitting at unusually high levels across our selection. Global equities now make up 25% of the Portfolio at quarter end. We continue to maintain put option protection at approximately 30% against our developed market global equity allocation as the price of this protection remains reasonable.

Despite the return headwind from our global equity holdings, our total equity building block has positively contributed to the Portfolio's returns year to date, with our SA equity selection outperforming an SA equity market that delivered negative returns overall. Glencore, PSG Financial Services, Altron and Richemont were top SA equity contributors to the Portfolio's performance, highlighting the impact of astute equity selection across a range of sectors within the SA market. When including global equity, our total equity allocation in the Portfolio remains at the maximum level of 40%. We believe the Portfolio's risk asset allocation in both equities and property will provide the necessary capital growth pillar for future Portfolio returns.

"It's tough to make predictions, especially about the future"
– Potential Danish proverb (origin uncertain)

While the above quote has always been true, it has felt even more acute over the last 18 months. Policy unpredictability under the Trump administration, developments in AI and heightened geopolitical tensions have all introduced a higher baseline of uncertainty, often reflected in ferocious swings in asset prices. Managing the Portfolio in this environment requires agility, with frequent reassessment of our outlooks and the incorporation of renewed views into our long-term fair values and, where appropriate, our asset class allocations. We have reiterated on many occasions that we aim to build robust portfolios that can deliver our Portfolio's target return in a wide range of outcomes. While the first half of the year has been tough, we have managed to meet this target. We remain confident in the Portfolio's positioning and believe that its prospects and ability to achieve targeted returns over the medium to long term are particularly compelling.

Nedgroup Investments Core Guarded Fund

What began as a month overshadowed by fears of conflict and rising energy costs ended on a far more optimistic note. A ceasefire framework between the United States and Iran, coupled with the reopening of the Strait of Hormuz, eased concerns about supply disruptions and helped drive Brent crude oil prices 38% lower over the quarter to US$72.90 per barrel. As inflation fears receded, investor confidence returned, lifting the MSCI All Country World Index 15.1% in the second quarter.

South Africa delivered encouraging news during the quarter, with Fitch upgrading the country's sovereign credit rating from BB- to BB, reflecting improved fiscal discipline and progress in structural reforms. Economic growth remained modest but positive, with gross domestic product expanding 0.5% in the first quarter of 2026, while inflation rose to 4.5% in May, below market expectations. Improved investor sentiment, a stronger rand and renewed foreign demand helped local bonds recover, with the 10-year government bond yield falling from 9.33% in March to 8.66% by mid-June. Despite these positive developments, weaker consumer spending, subdued investment and persistently high unemployment continued to temper the economic outlook.

Therefore, with some of the positive developments in markets, the Nedgroup Investments Core Guarded Fund increased by 3.3% over the quarter.

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.

Disclaimer

The Allan Gray Multi-Manager Cautious Portfolio is a pooled portfolio that is made available via the Allan Gray retirement funds and the Allan Gray Living Annuity. This pooled portfolio is underwritten by Allan Gray Life Limited, a registered insurer licensed to provide life insurance products as defined in the Insurance Act 18 of 2017. Allan Gray Proprietary Limited (the "Investment Manager"), an authorised financial services provider, is Allan Gray Life Limited's appointed investment manager.

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.

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.

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.

Bloomberg Index Services Limited

Bloomberg® and the indices referenced herein (the "Indices", and each such index, an "Index") are service marks of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg") and/or one or more third-party providers (each such provider, a "Third-Party Provider,") and have been licensed for use for certain purposes to Allan Gray Proprietary Limited (the "Licensee"). To the extent a Third-Party Provider contributes intellectual property in connection with the Index, such third-party products, company names and logos are trademarks or service marks, and remain the property, of such Third-Party Provider. Bloomberg or Bloomberg's licensors own all proprietary rights in the Bloomberg Indices. Neither Bloomberg nor Bloomberg's licensors, including a Third-Party Provider, approves or endorses this material, or guarantees the accuracy or completeness of any information herein, or makes any warranty, express or implied, as to the results to be obtained therefrom and, to the maximum extent allowed by law, neither Bloomberg nor Bloomberg's licensors, including a Third-Party Provider, shall have any liability or responsibility for injury or damages arising in connection therewith.

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**