

VUNANI BOTSWANA EQUITY FUND FACT SHEET

FUND INFORMATION UPDATE AT 30 JUNE 2025

WHAT IS THE FUND'S OBJECTIVE?

The objective of the fund is to provide investors with access to growth opportunities in Botswana as well as in global markets. The fund aims for high growth in capital and re-invested income, and a reasonable level of current income for long-term wealth accumulation.

WHAT DOES THE FUND INVEST IN?

The fund invests in local and global equities.

WHO SHOULD CONSIDER INVESTING IN THIS

The fund is suitable for investors with an appetite for risk and a long-term investment horizon. The fund is suitable for individuals as well as smaller pension funds seeking medium to long-term capital and income growth. It offers investors access to an actively managed portfolio for planning towards a successful retirement.

POSSIBLE RISKS ASSOCIATED WITH THIS FUND

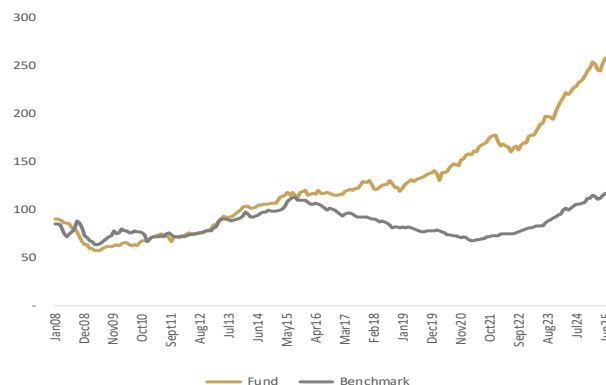
The fund is faced with general market risks such as price/demand fluctuations, economic and market conditions. Where exposure to foreign investments is included in the portfolio, there may be additional risks, such as possible constraints on liquidity and the return of funds to Botswana, macroeconomic, political, tax and settlement risks, and possible limitations on the availability of market information.

PERFORMANCE

Returns (%)	3 months	1 yr	3 yrs	5 yrs
Gross				
Return	5.28	13.78	17.18	12.99
Benchmark	6.50	13.15	16.45	9.64

Returns shown are cumulative for all periods shorter than or equal to 1 year, and annualised for all periods greater than 1 year.

CUMULATIVE PERFORMANCE



RISK PROFILE

Conservative	Moderately conservative	Moderate	Moderately aggressive	Aggressive
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GENERAL FUND INFORMATION

Fund managers Kennedy Manopolwe & Jonathan Paledi
Fund size (P) 223.6 million
Fund class A
Inception date 01 Oct 2007

Classification Global Equity

Benchmark* 35% x Botswana Domestic Companies +
 65% x MSCI All Country World Index
**(new benchmark composite effective 1st December 2023)*

ISIN number ZAE000104113
Alpha code STEA

Minimum investment requirements

Lump sum P1,000
Monthly P300

FEES

MAXIMUM CHARGES (INCL. VAT)

Initial fee (manager)	0.000%
Initial fee (adviser)	3.420%
Annual fee (manager)	1.140%
Annual fee (adviser)	0.285%
Performance fee	0.000%

Annual fee (manager) - this is a service charge applicable to each class of a fund, and is levied on the value of your portfolio. Annual fees are calculated and accrued daily and recovered monthly.

ANNUAL COST RATIOS (INCL. VAT)

Base period	01/07/2022
TER	2.05%
TC	0.15%
TIC	2.21%
1 year TER	1.87%

Total expense ratio (TER): shows the charges, levies and fees relating to the management of the portfolio (expressed as a % of the average net asset value of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER should not be regarded as an indication of future TERs.

Transaction costs (TC): shows the % of the value of the fund incurred as costs relating to buying and selling of the fund's underlying assets. TC are a necessary cost in administering the fund and impacts fund 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 fund, investment decision of the investment manager and the TER.

Total investment charges (TIC): the sum of TER and TC, shows the % of the value of the fund incurred as costs relating to investment of the fund. It should be noted that performance figures account for all costs included in the TIC ratio, so you should not deduct the TIC from performance figures, the performance is already net of the TIC.

INCOME DISTRIBUTION

Net income is calculated daily and declared semi-annually.

Declaration: 28 February and 31 August

DISCLOSURE

Collective Investment Undertaking (CIUS) are generally medium to long term investments. The value of the units may go up or down, and past performance is not necessarily a guide to future performance. Unit trusts (UTs) are traded at ruling prices and can engage in borrowing and scrip lending.

The Vunani Botswana Money Market Fund is a portfolio of the Vunani Fund Managers Unit Trust Scheme (the Scheme), which is licensed in terms of the Collective Investment Undertakings Act, 1999 (as amended). The manager of the Scheme is Vunani Fund Managers (Pty) Ltd (the Manager). The Manager is licensed by the Non-bank Financial Institutions Regulatory Authority (NBFIRA), Certificate No. CIU/06, to carry out the business of a Unit Trust Management Company in the Republic of Botswana. The investments of this portfolio are managed by the Manager.

The Manager is licensed by NBFIRA, Certificate No. NBFIRA 10/3/13/II, to carry out the business of an asset manager in the Republic of Botswana. Prices are calculated and published on each working day and are available on the Manager's website (www.vunanifm.co.bw). This portfolio is valued at 15h00. Forward pricing is used. Investments and repurchases will receive the price of the same day if received prior to 12h30.

All performance returns quoted are shown in BWP and are based on data sourced from Morningstar/StatPro. Annualised return figures are the compound annualised growth rate (CAGR) calculated from the cumulative return for the period being measured. These annualised returns provide an indication of the annual return achieved over the period had an investment been held for the entire period. Actual annual figures are available on request from the Manager. Portfolio performance figures are calculated for the relevant class of the portfolio, for a lump sum investment, on a NAV-NAV basis, with income reinvested on the ex-dividend date. Individual investor performance may differ due to initial fees, actual investment date, income and dividend reinvestment dates, withholding tax. Portfolio performance accounts for all costs that contribute to the calculation of the cost ratios quoted, all returns quoted are after these costs have been accounted for.

Additional information including but not limited to, prospectus, brochures, application forms, quarterly reports, can be obtained (at no cost) from the Manager and/or from the Manager's website (www.vunanifm.co.bw).

FUND REVIEW

The Fund ended Q2 2025 with a market value of BWP 223.6 million, up from BWP 220.2 million in Q1 2025. Offshore Equities delivered the highest returns, followed by Domestic Equities and Commodities (Gold ETF).

MARKET OVERVIEW

The International Monetary Fund (IMF) projects a slowdown in global growth following a period of modest stability, amid rising trade tensions and greater policy uncertainty. Real GDP is forecast to decline from an estimated 3.3% in 2024 to 3.0% in 2025 and 3.1% in 2026, remaining below the 2000–2019 average of 3.7%. The global disinflation trend is expected to continue, with inflation projected at 4.2% in 2025 and 3.6% in 2026. However, inflation is anticipated to stay above target in the United States and remain more moderate in other major economies. The IMF's July 2025 World Economic Outlook places global growth at 3.0%, 0.2 percentage points (pp) higher than its April estimate.

Global equity markets ended the quarter on a positive note, with the MSCI All Country World Index (MSCI ACWI) gaining 11.7% q/q, supported by robust US market performance. The MSCI ACWI ex USA Index advanced 12.3% in Q2 2025. Emerging markets slightly outperformed developed markets, as reflected by the MSCI Emerging Markets Index's 12.2% gain (Q1 2025: 3.0%) versus the MSCI World Index's 11.7% increase (Q1 2025: 1.7%) in US dollar terms. Chinese equities endured a volatile quarter but closed higher, despite the US imposing tariffs of up to 145% on Chinese imports in April, prompting 125% retaliatory tariffs from Beijing – moves that dampened sentiment,

particularly in technology and manufacturing.

Domestically, equities posted gains in Q2 2025, with the banking sector driving much of the momentum due to its significant weight in local indices. The Domestic Companies Index (DCI) rose 3.1%, while the Domestic Company Total Return Index (DCTRI) climbed 6.0% over the quarter. FNBB, Stanchart, and Sechaba were the largest contributors to performance. By the end of June 2025, domestic equities, as measured by the DCI, were trading at average Price-to-Earnings (P/E) and Price-to-Book (P/B) ratios of 12.7x and 1.8x, respectively.

OUTLOOK

The broader investment landscape has recently been marked by heightened volatility in risk assets, largely driven by uncertainty surrounding US trade policy and associated tariffs. This unexpected "black swan" development has generated unpredictable market conditions, posing challenges for active managers across the industry. The instability has been most evident in international markets, where offshore equities have come under notable pressure in recent months. Measured by the MSCI World Index (MSCI WI) and MSCI Emerging Markets Index (MSCI EM), offshore equities posted quarterly returns of 11.6% and 12.2%, respectively, in US dollar terms.

Looking ahead, we anticipate continued market fluctuations, with swings similar to those experienced between April's sell-offs and June's new highs in offshore equities. These shifts have been closely tied to evolving narratives from the White House on trade tariffs, which have also weighed on the US dollar as investors react to uncertainty over the implications for global businesses and supply chains. In response, we maintain a disciplined approach to monitoring and managing our positions both locally and abroad, aiming to navigate these volatile conditions effectively while keeping benchmark risk within acceptable limits.

CONTACT DETAILS

TRUSTEE

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