

## VUNANI BOTSWANA EQUITY FUND FACT SHEET

### FUND INFORMATION UPDATE AT 31 DECEMBER 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

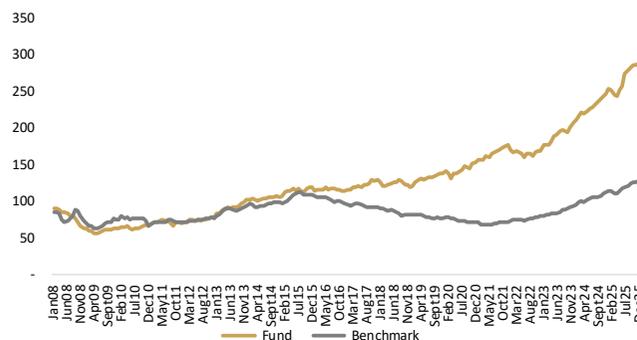
The fund is faced with general market risks such as price/demand fluctuations, economic and market conditions. Where exposure to foreign investments is included in the portfolio, there may be additional risks, such as possible constraints on liquidity and the return of funds to Botswana, macroeconomic,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

#### PERFORMANCE

| Returns (%)  | 3 months | 1 yr  | 3 yrs | 5 yrs |
|--------------|----------|-------|-------|-------|
| <b>Gross</b> |          |       |       |       |
| Return       | 1.90     | 16.20 | 19.37 | 13.40 |
| Benchmark    | 2.57     | 18.32 | 18.54 | 13.35 |

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 |
|--------------|-------------------------|----------|-----------------------|------------|

#### GENERAL FUND INFORMATION

**Fund managers** Kennedy Manopolwe & Jonathan Paledi  
**Fund size (P)** 237.7 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)

|                    |            |
|--------------------|------------|
| <b>Base period</b> | 01/01/2023 |
| <b>TER</b>         | 2.24%      |
| <b>TC</b>          | 0.19%      |
| <b>TIC</b>         | 2.42%      |
| <b>1 year TER</b>  | 2.52%      |

**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

## FUND REVIEW

The Fund ended Q4 2025 with a market value of BWP 238 million. Domestic Equities among the core risk assets dominated returns over Offshore Equities.

## MARKET OVERVIEW

Global growth is expected to remain stable but below its long-term average over the medium term. The IMF forecasts global GDP growth of 3.3% in 2026 and 3.2% in 2027, broadly consistent with the 3.3% outcome recorded in 2025. This stability is underpinned by technology-led investment in North America and Asia, supported by accommodative financial conditions, fiscal measures, and private-sector adaptability, which have helped offset persistent trade-related headwinds. Global inflation is projected to ease from 4.1% in 2025 to 3.8% in 2026 and 3.4% in 2027, although US inflation is expected to return to target more gradually. While trade tensions have softened since October 2025, policy uncertainty remains elevated despite a US–China truce.

Global equity markets delivered solid performance in Q4 2025, supported by improving sentiment despite ongoing monetary, valuation, and geopolitical uncertainties. In US dollar terms, the MSCI All Country World Index rose 3.4%, while emerging markets outperformed with a 4.8% gain, reflecting more attractive valuations and firmer sentiment across parts of Asia. US equities advanced despite policy uncertainty and late-quarter volatility, with returns increasingly selective as technology leadership narrowed. Even so, breadth improved, with industrials, financials, healthcare, and utilities contributing more meaningfully. Performance was

uneven – October was supportive, November consolidated, and December strengthened after a Federal Reserve rate cut. Domestic cash provided income support, as an off-benchmark position and for portfolio administration.

Domestic equities delivered a resilient performance over the quarter, supported by solid index gains despite broader market volatility. The Domestic Company Index (DCI) rose by 4.0%, driven by a small number of strong performers. Choppies led gains with a 146% surge, while BTCL and Sefalana advanced by 15.5% and 6.7%, offsetting weakness in Letshego.

## OUTLOOK

Domestic and offshore markets delivered mixed outcomes in Q4 2025 amid shifting inflation expectations and persistent volatility, with offshore assets narrowly edging domestic performance overall. Global equities posted positive returns, supported by improving sentiment in Asia, resilient corporate earnings, and gradually softening interest-rate expectations. Performance strengthened into December following a US rate cut, although elevated yields continued to constrain offshore bond returns. Domestically, equities performed well, driven by outsized gains in a small number of counters (Choppies in particular). However, stretched banking sector valuations, liquidity pressures, and macro headwinds for the local economy weighed down sentiment.

Looking ahead, the outlook remains cautiously constructive, with offshore assets expected to outperform on a selective basis. Easing global monetary policy, supportive fiscal dynamics, and a broadening AI-led investment cycle underpin offshore equities. By contrast, domestic conditions remain more challenging as elevated yields, tight liquidity, and rising funding costs weigh on leveraged corporates.

## CONTACT DETAILS

### TRUSTEE

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### 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](http://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](http://www.vunanifm.co.bw)).