PRESCIENT FLEXIBLE BOND FUND (A2)

MINIMUM DISCLOSURE DOCUMENT

INVESTMENT AND RETURN OBJECTIVE

The Fund aims to outperform both JSE All Bond Index and the STeFI Call Index over time, utilising active bond and cash management combined with strategies which aim to reduce risk over time.

INVESTMENT PROCESS

The Fund invests in cash and high-quality capital market instruments. A number of techniques are used to generate returns, including duration management, yield enhancements via credit exposure and risk management strategies, where these strategies are designed to provide downside protection.

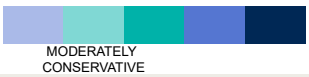
WHO SHOULD INVEST

Investors requiring a specific allocation to the bond market but is prepared to give the fund manager some discretion to exercise his views on value in the bond market. This Fund is Reg. 28 compliant.

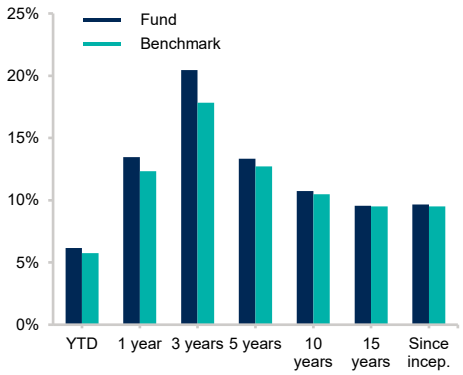
RISK INDICATOR DEFINITION

This portfolio can invest across the duration spectrum from money market to long bonds, which can result in capital volatility over the shorter term and deviation from the benchmark. It is managed in such a manner that the probability of capital losses over one-year periods is unlikely. This portfolio typically targets a return in the region of 2% - 3% above inflation before tax over the long term.

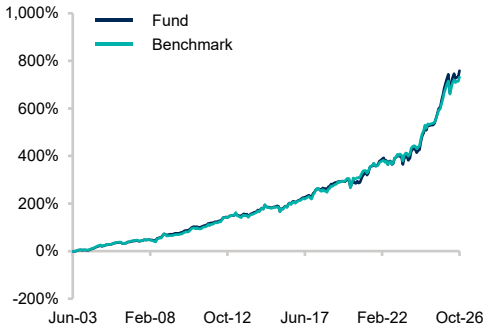
RISK INDICATOR



ANNUALISED PERFORMANCE (%)



CUMULATIVE PERFORMANCE



ANNUALISED PERFORMANCE (%)

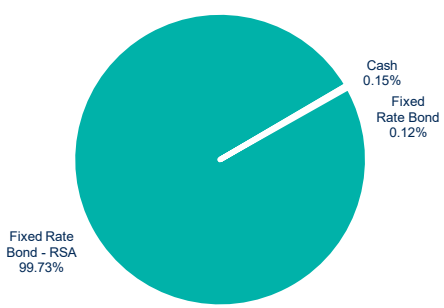
	Fund	Benchmark
1 year	13.47	12.34
3 years	20.46	17.84
5 years	13.33	12.72
10 years	10.74	10.47
Since incep.	9.65	9.49
Highest rolling 1 year	33.95	28.21
Lowest rolling 1 year	-5.23	-5.61

RISK AND FUND STATS

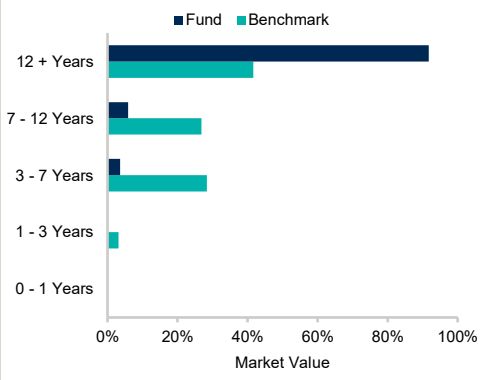
Current	Fund
Yield (gross)	10.07%
Average Duration	8.49yrs

Since inception (p.a.)	Fund	Benchmark
Alpha	0.16%	
Sharpe Ratio	0.42	0.38
Standard Deviation	7.14%	7.42%
Max Drawdown	-9.01%	-9.79%

FUND COMPOSITION



MATURITY EXPOSURE



Prescient
INVESTMENT MANAGEMENT

31 OCTOBER 2026

ABOUT THE FUND

Fund Manager:
Prescient Bond Team

Fund Classification:
South Africa - Interest Bearing - Variable Term

Benchmark:
JSE All Bond Index

JSE Code:
PBQA2

ISIN:
ZAE000150827

Fund Size:
R2.9 bn

No of Units:
833,167,945

Unit Price (cpu):
117.83

Inception Date:
30 June 2003

Minimum Investment:
R10 000 lump-sum
R1 000 per month

Initial Fee:
0.00%

Annual Management Fee:
0.50% (excl VAT)

Fee Class:
A2

(All performance figures are net of TIC)

Fee Breakdown:

Management Fee	0.50%
Performance Fees	0.00%
Other Fees*	0.10%
Total Expense Ratio (TER)	**0.60%**
Transaction Costs (TC)	**0.00%**
Total Investment Charge (TIC)	**0.60%**

***Other fees includes underlying fee (where applicable): Audit Fees, Custody Fees, Trustee Fees and VAT**

Income Distribution:
30 September 2026 - 6.97 cpu
31 March 2026 - 3.96 cpu

PRESCIENT FLEXIBLE BOND FUND (A2)

FUND MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2003							-0.41%	-0.33%	2.45%	2.23%	0.90%	0.12%	5.01%
2004	-0.97%	0.88%	-0.16%	-0.74%	0.14%	1.11%	2.03%	2.91%	1.55%	1.90%	1.75%	2.79%	13.92%
2005	1.19%	1.86%	-2.63%	1.72%	0.43%	2.95%	0.61%	0.41%	0.41%	0.69%	1.83%	1.55%	11.48%
2006	0.77%	0.72%	0.03%	0.97%	-0.75%	-2.88%	0.83%	0.27%	1.13%	2.41%	0.64%	1.16%	5.36%
2007	0.75%	1.03%	0.01%	1.09%	-0.32%	-1.66%	0.42%	0.65%	1.64%	1.28%	-0.85%	0.99%	5.09%
2008	0.42%	-0.60%	-0.29%	-0.59%	-1.18%	-0.72%	6.87%	0.90%	1.88%	0.40%	3.50%	5.00%	16.34%
2009	-0.77%	-1.41%	0.16%	1.41%	-0.35%	0.01%	0.99%	1.48%	0.50%	-0.13%	0.26%	1.17%	3.31%
2010	0.42%	1.92%	2.08%	1.17%	-0.35%	0.39%	3.51%	2.80%	0.98%	0.63%	-1.56%	1.50%	14.23%
2011	-1.66%	0.40%	0.47%	1.85%	1.15%	0.46%	1.05%	2.97%	-1.29%	2.31%	-0.42%	1.06%	8.53%
2012	1.57%	0.12%	0.14%	1.57%	0.14%	2.47%	3.13%	0.25%	0.72%	-0.17%	0.77%	1.63%	12.98%
2013	0.07%	0.79%	0.04%	2.90%	-2.73%	-0.81%	-0.20%	-1.15%	3.31%	0.97%	-1.52%	1.22%	2.77%
2014	-4.14%	2.88%	1.87%	0.52%	1.76%	0.27%	1.11%	2.47%	-1.71%	3.26%	1.69%	-1.37%	8.70%
2015	5.96%	-2.44%	-0.67%	-0.09%	-0.66%	-0.09%	1.01%	0.34%	-0.02%	1.49%	-0.84%	-7.15%	-3.58%
2016	4.15%	-0.59%	2.67%	1.84%	-1.83%	4.55%	1.89%	-1.61%	3.16%	0.64%	-1.50%	1.19%	15.28%
2017	1.32%	0.80%	0.78%	1.50%	1.10%	-0.50%	1.40%	0.95%	0.93%	-1.46%	-0.69%	4.60%	11.14%
2018	1.49%	2.92%	0.65%	0.24%	-0.21%	-0.39%	1.91%	-1.39%	0.45%	-1.18%	3.33%	0.62%	8.65%
2019	2.50%	-0.32%	0.87%	1.10%	-0.20%	1.19%	-0.29%	0.46%	0.47%	-0.16%	-0.52%	1.35%	6.61%
2020	0.45%	0.04%	-7.56%	3.35%	3.62%	-1.92%	-0.78%	2.36%	-1.83%	0.63%	4.33%	3.08%	5.28%
2021	1.45%	2.01%	-3.01%	2.03%	5.76%	0.85%	0.18%	2.36%	-2.51%	0.54%	0.98%	3.23%	14.44%
2022	0.70%	0.90%	1.16%	-2.68%	0.57%	-3.71%	3.13%	0.17%	-3.21%	0.93%	4.92%	0.34%	2.92%
2023	2.03%	-0.66%	0.15%	-1.29%	-5.93%	5.12%	2.41%	-0.46%	-3.20%	1.98%	5.76%	1.54%	7.09%
2024	0.79%	-0.79%	-2.68%	1.94%	0.39%	6.19%	4.31%	2.56%	4.44%	-2.38%	3.36%	-0.43%	18.73%
2025	0.55%	-0.04%	0.27%	1.06%	3.61%	2.72%	3.11%	0.81%	4.07%	3.03%	3.65%	3.13%	29.13%
2026	2.21%	2.01%	-9.01%	4.47%	3.44%	2.00%	-2.31%	0.68%	0.17%	3.03%			6.16%

Source: Performance calculated by Prescient Fund Services verified by the FSP
Date: 31 October 2026

FUND COMMENTARY

During October, the Federal Open Market Committee (FOMC) kept the federal funds target range unchanged at 3.75% - 4.00%. However, two members dissented, favouring a 25bp increase. The post-meeting statement highlighted that further data would help guide the Committee's assessment of the appropriate policy stance to ensure inflation returns sustainably to its 2% target. The Fed reiterated that inflation remains elevated, while economic activity continues to expand at a strong pace.

Locally, the Medium-Term Budget Policy Statement (MTBPS) highlighted stronger than expected revenue collection, which was a welcome development, although this was accompanied by higher projected spending. National Treasury intends to increase infrastructure investment while bolstering the contingency reserve to support economic growth and provide a buffer against potential risks. However, the debt trajectory has deteriorated relative to the February Budget, reinforcing the need for continued fiscal consolidation. National Treasury also announced a reduction in the weekly issuance of both nominal and inflation-linked bonds.

We currently favour the backend area of the yield curve, primarily holding R2044s and R2048s, which together comprise approximately 71% of the portfolio.

The Fund outperformed its benchmark in October and currently offers a gross yield of 10.07% p.a., compared to 8.7% p.a. for the All Bond Index.

The local nominal bond market delivered a 2.1% total return in October. The 12+ year segment was the top-performing maturity bucket returning 2.9%. Meanwhile, the inflation-linked bond market gained 0.22% for the month.

The best-performing nominal and inflation-linked bonds were the R2053, which returned 3.35%, and the I2038, which returned 0.71%, respectively.

South African bond yields continue to react to pricing impulses driven by geopolitical developments, central bank actions, and their effects on global financial conditions.

For some emerging economies, high risk-free policy rates, combined with a strong dollar and weaker demand from advanced economies, could increase capital outflows—particularly for commodity importers facing higher commodity prices and weaker exchange rates.

These pressures could pose significant challenges, especially for borrowers with currency mismatches between their assets and liabilities, potentially leading to a heightened "risk-off" environment.

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GLOSSARY

Annualised performance: Annualised performance shows longer term performance rescaled to a 1 year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

Highest & Lowest performance: The highest and lowest performance for any 1 year over the period since inception have been shown.

NAV: The net asset value represents the assets of a Fund less its liabilities.

Current Yield: Annual income (interest or dividends) divided by the current price of the security.

CPU: Cents Per Unit to the Glossary

Alpha: Denotes the outperformance of the fund over the benchmark.

Sharpe Ratio: The Sharpe ratio is used to indicate the excess return the portfolio delivers over the risk free rate per unit of risk adopted by the fund.

Standard Deviation: The deviation of the return stream relative to its own average.

Max Drawdown: The maximum peak to trough loss suffered by the Fund since inception.

Average Duration: The weighted average duration of all the underlying interest bearing instruments in the Fund.

Forward Yield: The Forward Yield is the expected combined income of the instruments in the portfolio over the next year expressed as a percentage of the current value of those instruments.

Fund Specific Risks

Default Risk: The risk that the issuers of fixed income instruments may not be able to meet interest payments nor repay the money they have borrowed. The issuers credit quality is vital. The worse the credit quality, the greater the risk of default and therefore investment loss.

Derivatives risk: The use of derivatives could increase overall risk by magnifying the effect of both gains and losses in a Fund. As such, large changes in value and potentially large financial losses could result.

Interest rate risk: The value of fixed income investments (e.g. bonds) tends to be inversely related to interest and inflation rates. Hence their value decreases when interest rates and/or inflation rises.

Derivative counterparty risk: A counterparty to a derivative transaction may experience a breakdown in meeting its obligations thereby leading to financial loss.

Liquidity risk: If there are insufficient buyers or sellers of particular investments, the result may lead to delays in trading and being able to make settlements, and/or large fluctuations in value. This may lead to larger financial losses than expected.

Information Disclosure

The portfolio has adhered to its policy objective and there were no material changes to the composition of the portfolio during the quarter.

PRESCIENT FLEXIBLE BOND FUND (A2)

DISCLAIMER

Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management 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 cannot be regarded as an indication of future TERs. During the phase in period TERs do not include information gathered over a full year. Transaction Costs (TC) is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction cost is 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 decisions of the investment manager and the TER.

Where a current yield has been included for Funds that derive its income primarily from interest bearing income, the yield is a weighted average yield of all underlying interest bearing instruments as at the last day of the month. This yield is subject to change as market rates and underlying investments change.

The Manager retains full legal responsibility for any third-party-named portfolio. Where foreign securities are included in a portfolio there may be potential constraints on liquidity and the repatriation of funds, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks; and potential limitations on the availability of market information. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by Prescient by or before 11:00 (SA) for money market funds and the Prescient Optimised Income Fund and by or before 13:00 for all other funds, to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut-off time, Prescient shall not be obliged to transact at the net asset value price as agreed to. Funds are priced at either 3pm or 5pm depending on the nature of the Fund. Prices are published daily and are available on the Prescient website.

Performance has been calculated using net NAV to NAV numbers, including actual initial and all ongoing fees, with income reinvested on the reinvestment date. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request.

This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

For any additional information such as fund prices, brochures and application forms please go to www.prescient.co.za

CONTACT DETAILS

Management Company:

Prescient Management Company (RF) (Pty) Ltd., **Registration number:** 2002/022560/07 **Physical address:** Prescient House, Westlake Business Park, Otto Close, Westlake, 7945 **Postal address:** PO Box 31142, Tokai, 7966 **Telephone number:** 0800 111 899 **E-mail:** info@prescient.co.za **Website:** www.prescient.co.za

Trustee:

Nedbank Investor Services, **Physical address:** 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709 **Telephone number:** +27 11 534 6557 **Website:** www.nedbank.co.za

The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). Prescient is a member of the Association for Savings and Investments SA.

Investment Manager:

Prescient Investment Management (Pty) Ltd, Registration number: 1998/023640/07 is an authorised Financial Services Provider (FSP 612) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (N0.37 of 2002). Please be advised that there may be representatives acting under supervision.**Physical address:** Block B, Silverwood, Silverwood Lane, Steenberg Office Park, Tokai, 7945 **Postal address:** PO Box 31142, Tokai 7966 **Telephone number:** +27 21 700 3600 **Website:**www.prescient.co.za

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