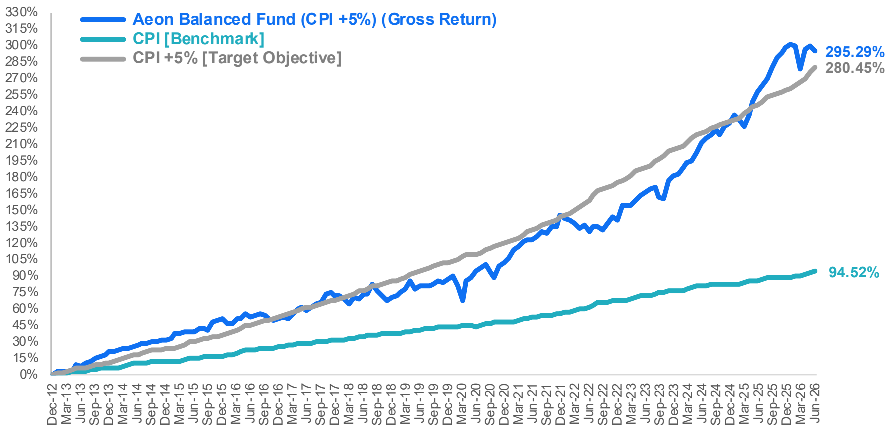
aeon INVESTMENT MANAGEMENT long term wealth creation

Aeon Balanced Fund CPI + 5%
June 2026

Fund Performance

Cumulative performance – gross return



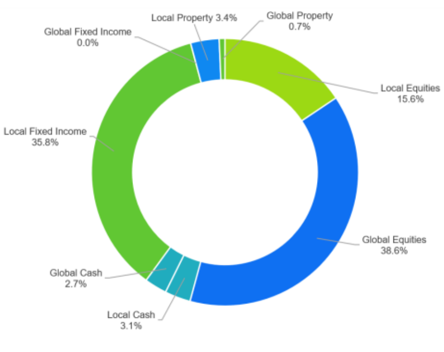
Monthly - Gross Return		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	Fund	1.80%	-4.34%	-8.14%	10.93%	1.46%	3.43%	1.81%	1.25%	-3.54%	-2.52%	5.56%	1.48%	8.13%
	Benchmark	0.30%	0.30%	1.00%	0.30%	-0.50%	-0.60%	0.50%	1.30%	0.20%	0.20%	0.30%	0.00%	3.33%
2021	Fund	2.61%	3.22%	1.88%	1.55%	0.60%	0.09%	1.74%	2.06%	-0.71%	2.40%	0.33%	3.99%	21.55%
	Benchmark	0.20%	0.30%	0.70%	0.70%	0.70%	0.10%	0.20%	1.10%	0.40%	0.20%	0.20%	0.50%	5.43%
2022	Fund	-0.96%	-0.84%	-0.86%	-2.00%	1.07%	-2.71%	2.38%	-0.32%	-1.31%	2.76%	2.21%	-1.10%	-1.84%
	Benchmark	0.60%	0.20%	0.60%	1.00%	0.60%	0.70%	1.10%	1.50%	0.20%	0.10%	0.40%	0.30%	7.54%
2023	Fund	5.91%	0.02%	-0.32%	2.14%	1.38%	1.57%	0.80%	0.41%	-2.86%	-1.08%	6.79%	1.26%	16.79%
	Benchmark	0.40%	-0.10%	0.70%	1.00%	0.40%	0.20%	0.20%	0.90%	0.30%	0.60%	0.90%	-0.10%	5.53%
2024	Fund	0.95%	1.89%	1.39%	0.79%	2.52%	2.81%	1.43%	1.05%	1.35%	-1.24%	2.45%	0.51%	17.03%
	Benchmark	0.00%	0.10%	1.00%	0.80%	0.30%	0.20%	0.10%	0.40%	0.10%	0.10%	-0.10%	0.00%	3.04%
2025	Fund	2.34%	-1.08%	-1.78%	3.15%	3.45%	2.51%	1.68%	1.92%	2.79%	2.18%	1.24%	0.99%	21.05%
	Benchmark	0.10%	0.30%	0.90%	0.40%	0.30%	0.20%	0.30%	0.90%	-0.10%	0.20%	0.10%	-0.10%	3.55%
2026	Fund	1.06%	-0.41%	-5.52%	5.07%	0.75%	-1.33%							-0.67%
	Benchmark	0.20%	0.20%	0.40%	0.60%	1.10%	0.70%							3.24%

*Benchmark: CPI data lagged by one month.

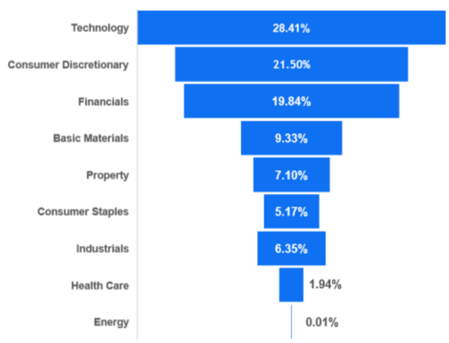
Performance Summary - Gross Return	Fund	Benchmark
1 month	-1.33%	0.70%
3 months	4.45%	2.42%
6 months	-0.67%	3.24%
Year to date	-0.67%	3.24%
1 Year	10.54%	4.59%
3 Years (annualised)	13.96%	4.24%
5 Years (annualised)	12.18%	5.11%
7 Years (annualised)	11.78%	4.73%
10 Years (annualised)	10.03%	4.77%
Since Inception (cumulative)	295.29%	94.52%
Since Inception (annualised)	10.72%	5.05%

Fund Holdings

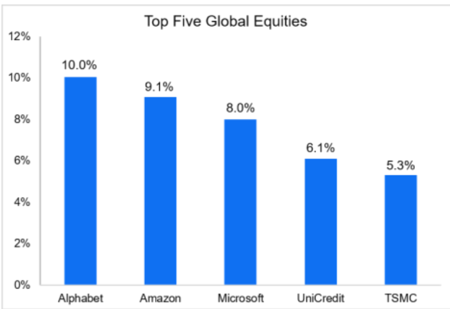
Asset Allocation

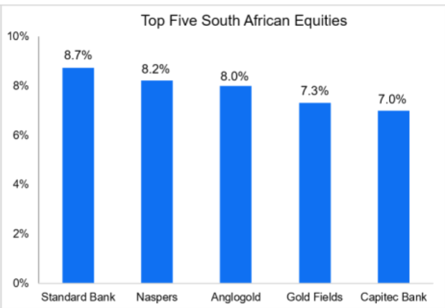


Sector Allocation (as a % of Equities)



Top Five Holdings





Investment Philosophy

Aeon Investment Management's equity investment style is Growth At a Reasonable Price (GARP) and modelling Implied vs. Sustainable Growth. We also utilise our in-house Currency Model for foreign asset allocation and the Fear & Greed Index for appropriate protective structure overlays. Aeon Balanced Prescient Fund's investment strategy encompasses active asset allocation and active management of underlying equity and fixed income assets. The fund has diversified sources of alpha (GARP SA Active Equity, GARP Global Equity, Diversified Income).

Investment Objective

- Inflation-beating returns by investing in the full spectrum of domestic and foreign equity and fixed income markets
- Provide investors with stable income and modest capital appreciation in the long run
- Manage risk through disciplined portfolio construction
- Employ low-cost trading techniques

Fund Managers

Muneer Ahmed, *CA(SA), CFA*
Chief Investment Officer

Jay Vomacka, *CFA, MSc(Eng)(Ind), CFTe (IFTA)*
Senior Portfolio Manager

Asief Mohamed, *CA(SA), CFA*
Chief Executive Officer & Portfolio Manager

Fund Information

Benchmark: CPI
Target objective: CPI +5%
Inception date: 1 January 2013
Fund size: R 1 254.73 million
Investment horizon: Five years plus
Classification: South African - Multi Asset - Medium Equity
Regulation 28 compliant: Yes

Risk Profile

Conservative **Moderate** **Aggressive**

- These portfolios generally hold more equity exposure than low risk portfolios but less than high risk portfolios.
- In turn the expected volatility is higher than low risk portfolios, but less than high risk portfolios
- The probability of losses are higher than that of the low-risk portfolios, but less than high risk portfolio.
- Expected potential long term investment returns could therefore be lower than high risk portfolios due to lower equity exposure, but higher than low risk portfolios.

Fees and Charges

Institutional clients have the option of a flat fee or performance fee structure:

- Flat Fee: 0.50% p.a. plus VAT.
- Performance Fee: Base Fee of 0.35% p.a. plus VAT, plus Outperformance fee share participation rate of 20%. Outperformance capped at 80 bps plus VAT.

Administration

Fund trustees & custodian: Nedbank Investor Service
Services Fund administration: Prescient Fund Services

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Fund Performance Review & Market Commentary

The Aeon Balanced Fund was up by 4.45% for the second quarter of 2026 and is up by 10.54% over a one-year period.

The second quarter of 2026 was defined by heightened macroeconomic volatility. A US-Iran energy shock gave way to a mid-June truce. This was accompanied by an AI-led global market rally. Conversely, South African equities underperformed global peers with a steep resource correction.

The domestic market faced a challenging three months as the FTSE/JSE All Share Index experienced an internal sector divergence. The index's overall decline was largely due to a sharp sell-off in the resource sector as precious metal prices corrected from their 2025 and first-quarter 2026 highs. On the other hand, locally oriented sectors rallied, but given the heavy index weight of resources, the market still fell. From a macro perspective, the hawkish South African Reserve Bank (SARB) raised the repo rate by 25 bps to 7.00% in May, as a rise in headline inflation heightened local price concerns. The Rand strengthened over the quarter, closing at R16.37/$ (down from R16.87/$ in the first quarter).

The escalation from the US-Iran conflict in the first quarter triggered one of the largest sudden supply disruptions in the history of the global oil market. Following the closure of the Strait of Hormuz, Brent Crude gained over 50%, peaking at a four-year high of $126 per barrel at the end of April. This energy shock saw inflation fears resurface in global markets. However, the consensus reversed when a truce was announced in mid-June, normalising Brent crude to $75 per barrel. Following the truce, global risk appetite returned, partially offsetting the capital outflows from emerging markets.

Supported by this late-quarter relief, global markets concluded a strong period, with the MSCI World rallying nearly 13% in USD terms, marking its best second-quarter performance in six years. Similarly, the S&P 500 was up 15% for the quarter. This rally was largely attributable to a 28% gain in the tech-heavy NASDAQ, as market returns remained centred on the artificial intelligence (AI) trade, with semiconductor and memory stocks leading the gains as investors looked at the robust corporate fundamental earnings data.

As a key fund highlight, we feature Capitec Holdings. Capitec has long appeared expensive on conventional valuation metrics, yet the stock has consistently rewarded patient investors by sustaining excess returns for far longer than the market expected. Drawing on the concept of the Competitive Advantage Period, we believe the critical question is not what Capitec earns today, but how long it can keep earning it. With 25 million clients, nearly 70% of income derived from non-interest activities, and Value-added Services growing 34% in Financial Year 2026, Capitec has evolved from a transactional bank into a monetising platform. Its 30%+ Return on Equity (ROE) remains roughly double that of traditional peers, despite carrying significant surplus capital. Having successfully banked the unbanked, Capitec is now moving upmarket with strong inroads into Business Banking, while a recent partnership with Wise extends its reach into segments long dominated by legacy players. Leveraging our GARP philosophy, we believe the market continues to underestimate the duration of Capitec's competitive advantage, and with it, the company's intrinsic value.

Disclaimer

Glossary

Annualised performance: Annualised performance show 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.
Active Return / Alpha: Denoted the outperformance of the fund over the benchmark.

Contact Details

Aeon Investment Management (Pty) Ltd is an authorised Financial Services Provider (FSP No: 27126) 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.

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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.