

15 July 2026

Dear valued investor

Proposed amalgamation of the Novare High Growth Fund with Novare BCI High Growth Fund

This letter is important and requires your immediate attention.

The purpose of this letter is to inform you of the proposed amalgamation of the Novare High Growth Fund (source portfolio), established under the Novare Collective Investment Scheme, with a similar Novare BCI co-named portfolio (target portfolio), established under the Boutique Collective Investments Scheme ("BCI"), and to provide you with sufficient information to vote on this proposal, including your rights as an investor and the impact this will have on your investment. The source and target portfolio have similar investment policies.

The reason for this ballot is that Novare requested BCI to transfer the portfolio subject to a successful investor ballot as they have entered into a co-naming arrangement with the BCI. It will not impact the way that the portfolios have been managed to date; the purpose of the amalgamation is the continuation of the portfolio on the BCI platform.

In terms of Section 99 of the Collective Investment Schemes Control Act, 45 of 2002 ("the Act"), the proposed amalgamation will proceed if the majority of investors vote in favour of the amalgamation by way of the enclosed ballot. Absence of a response will be regarded as a vote in favour of the amalgamation.

Details of the similarities, differences, and the impact on you as an investor, are explained in Annexure A.

How the amalgamation impacts your investment

Replacement participatory interests

When the current portfolio is absorbed into and amalgamated with the BCI portfolio, investors will be issued with replacement participatory interests (units) in the new amalgamated portfolio. The replacement units will be equal in market/monetary value to the units held prior to the amalgamation.

This is in accordance with Section 99 (3) (a) of the Act, which stipulates that, on the effective date, every investor:

“shall... hold in the new scheme or portfolio, such participatory interests with an aggregate money value that is not less than the lower of the net asset value or market value, as may be fair and reasonable in the circumstances of the participatory interests which such investor, immediately before the date on which the proposed transaction becomes effective, held in an original scheme or portfolio.”

The amalgamations will be a Capital Gains Tax (“CGT”) roll-over event, so no CGT will be payable as a result of the amalgamation.

Special distribution

The Financial Sector Conduct Authority (“FSCA”) requires that all accrued income in portfolios to be transferred to BCI, be distributed prior to the transfer taking place. A special income distribution will therefore be processed, and the payout or reinvestment thereof will be handled in accordance with your current income instruction.

Effective date of amalgamation

The effective date of the proposed amalgamation of the portfolios will be **9 October 2026 close of business**, provided that the necessary consent is obtained from investors and the FSCA.

Action required

1. Please complete the enclosed ballot form and email it directly to our external auditors at **novare@pkf.co.za** on or before **28 August 2026**. If this letter was posted to you, you could also return and post the ballot form in the enclosed self-addressed envelope. If you do not participate in the ballot in time, you will be deemed to have voted in favour of the amalgamation.
2. Please do not include any other instructions regarding your holdings with your ballot form, e.g. requests for purchases, switching instructions, etc. Your ballot form will go directly to our auditors and, should such instructions be sent to the auditors, we cannot guarantee that any instruction subsequent to the commencement of the ballot process will be processed.
3. If you are no longer invested in these portfolios, no action is required.

Your rights as an investor

The rights of investors are firmly entrenched in the Act. In terms of Section 99 of the Act, the FSCA requires that:

- All investors in the affected portfolios will be advised in writing of the details of the proposed amalgamations of the portfolios.
- All investors are given an opportunity to vote in favour of, or against, the proposed amalgamations.
- An independent auditor will verify the outcome of the ballot.
- All investors will be notified in writing of any proposed material changes to the collective investment schemes and portfolios in which they hold units, and
- All investors be balloted in order for them to vote on the proposed changes.

If investors do not respond before the cut-off date, they will be deemed to have voted in favour of the amalgamation.

In addition, you have the following alternatives available:

- Should you not be comfortable with the amalgamation proposal and do not wish to switch your investments to any other unit trust, you may elect to redeem your units at any time and withdraw your funds at the net asset value price, as defined in the Deed. Please note that, by electing to redeem your units, your action may constitute a CGT event and you may be liable for CGT at your next income tax assessment.

If you choose not to switch or sell your funds prior to the effective date of the amalgamation, the amalgamation proposals, as set out in this letter (if approved by investors), will automatically apply to your investment.

Should you require further information on the proposed amalgamation, or should you wish to exercise your right to switch or sell any of your investments, please contact your financial adviser or our client services team on 0800 668 273 or clientservice@novare.com.

Attachments

- Annexure A, a comparison between the portfolio, and the impact of changes on you as investor
- Ballot Form

Yours faithfully,



Jacques du Preez
Managing Director

ANNEXURE A

Novare High Growth Fund (source portfolio)	Novare BCI High Growth Fund (target portfolio)	Impact on investors
Investment policy The Novare High Growth Fund is a moderate to high risk portfolio. The objective of the portfolio is to achieve capital preservation over the medium to long term. The portfolio will comply with the limits prescribed by legislation governing retirement funds in South Africa.. The portfolio will invest in a broad spectrum of South African and offshore securities, which include equity, bonds, property and money market instruments but will maintain a medium to high equity weighting. The portfolio may from time to time invest in listed and unlisted financial instruments such as derivatives, in accordance with the provisions of the Act, and the Regulations thereto, as amended from time to time, in order to achieve the portfolios' objective. The portfolio may invest in participatory interests or any other form of participation in portfolios of collective investment schemes or other similar schemes in the Republic of South Africa, investing in the equity, bond, property and money markets. Where the aforementioned schemes are operating in territories other than South Africa, participatory interests or any other form of participation in these schemes will be included in the portfolio	Investment policy The Novare BCI High Growth Fund is a moderate to high risk portfolio that aims to provide long term capital growth by investing in a diversified spread of investable asset classes. The portfolio is managed in compliance with prudential investment guidelines for retirement funds in South Africa to the extent allowed for by the Act. In order to achieve its objective, the investments normally to be included in the portfolio may comprise a combination of assets in liquid form, money market instruments, interest bearing securities, bonds, debentures, corporate debt, equity securities, notes, property securities, preference shares, convertible equities and non-equity securities. The portfolio may invest in participatory interests or any other form of participation in portfolios of collective investment schemes or other similar collective investment schemes as the Act may allow from time to time, and which are consistent with the portfolio's investment policy. Where the aforementioned schemes are operated in territories other than South Africa, participatory interests or any other form of participation in portfolios of these schemes will	Similar. Similar – the target portfolio has a broader universe allowing for wider diversification. Similar – see below Similar

Novare High Growth Fund (source portfolio)	Novare BCI High Growth Fund (target portfolio)	Impact on investors
only where the regulatory environment is to the satisfaction of the manager and the trustee as being of a sufficient standard to provide investor protection at least equivalent to that in South Africa and which is consistent with the portfolio's primary objective. The Manager will be permitted to invest on behalf of the portfolio in offshore investments as legislation permits. For the purpose of this portfolio, the manager shall reserve the right to close the portfolio to new investors on a date determined by the manager. This will be done in order to be able to manage the portfolio in accordance with its mandate. The manager may, once the portfolio has been closed, open that portfolio again to new investors on a date determined by the manager. Nothing in this supplemental deed shall preclude the manager from varying the ratio of securities, to achieve the investment objective in a changing economic environment or market conditions or to meet the requirements, if applicable, of any exchange recognised in terms of legislation and from retaining cash or placing cash on deposit in terms of the deed and this	be included in the portfolio only where the regulatory environment is, to the satisfaction of the manager and the trustee, of sufficient standard to provide investor protection at least equivalent to that in South Africa. The portfolio may from time to time invest in listed and unlisted financial instruments, in accordance with the provisions of the Act, and the Regulations thereto, as amended from time to time, in order to achieve the portfolio's investment objective. The Trustee shall ensure that the investment policy set out in this Supplemental Deed is carried out. For the purpose of this portfolio, the manager shall reserve the right to close the portfolio to new investors on a date determined by the manager. This will be done in order to be able to manage the portfolio in accordance with its mandate. The manager may, once a portfolio has been closed, open that portfolio again to new investors on a date determined by the manager.	Similar – see above No need to mention Similar No need to mention

Novare High Growth Fund (source portfolio)	Novare BCI High Growth Fund (target portfolio)	Impact on investors
supplemental deed; provided that the Manager shall ensure that the aggregate value of the assets comprising the portfolio shall consist of securities and assets in liquid form of the aggregate value required from time to time by the Act. The trustee shall ensure that the investment policy set out in this supplemental deed is adhered to.		Similar see above
Portfolio Benchmark CPI + 5% p.a.	Portfolio Benchmark CPI + 5% p.a.	No change
Service charges ex VAT class A1: 0.60%, class A2: 1.05%, class C1: 0.10% Performance Fees none	Service charges ex VAT class A1: 0.60%, class A2: 1.05%, class C1: 0.10% Performance Fees none	No change
Distribution declaration dates 30 June, 31 December	Distribution declaration dates 30 June, 31 December	No change
ASISA Category SA Multi Asset High Equity	ASISA Category SA Multi Asset High Equity	No change

ANNEXURE B: BALLOT FORM NOVARE HIGH GROWTH FUND

NOVARE[®]
CIS

- All sections must be completed in full
- Select applicable boxes with a cross [X]
- Initial any amendments made to the form
- Ensure all information provided is accurate and true
- Email completed forms to **novare@pkf.co.za** on or before **28 August 2026**.

I, the undersigned,

Investor Code(s):

Full Names*:

ID Number:

Name of Linked
Investment
Service Provider
(if applicable):

OR Registration Nr of
Company / Trust:

& Account Nr(s):

hereby, (please click applicable box)

ACCEPT REJECT

Amalgamation of the Novare High Growth Fund established under the Novare Collective Investments Scheme with the Novare BCI High Growth Fund established under the Boutique Collective Investments Scheme.

The proposed amalgamation is in terms of Section 99 of the Collective Schemes Control Act, 2002 (Act No. 45 of 2002), as set out in the letter above.

Place:

Capacity (if
signing on behalf
of 3rd party):

DD-MM-YYY

Authorised signature

Date

* If you are signing in a representative capacity, please insert your own name, the name of the investor / trust / deceased estate / company / close corporation / retirement annuity fund / pension