

Cogence Discovery Balanced Dynamic Asset Optimiser Fund of Funds

Minimum Disclosure Document & General Investor Report

30 June 2025



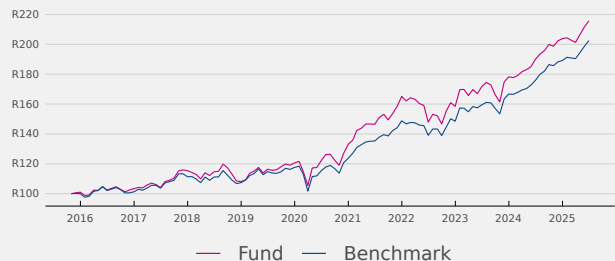
Fund Details

Investment manager ¹	Cogence (Pty) Ltd
Asset allocation advised by ²	BlackRock
Launch date	23 November 2015
ASISA classification	(ASISA) - SA - Multi Asset - High Equity
Benchmark ³	(ASISA) - SA - Multi Asset - High Equity Category Average
Risk profile	■■■■■ High
Fund size	R8 002 869 692
Income declaration	Bi Annually (End June and December)
Regulation 28 compliant	Yes
Currency	South African Rands
NAV price at month	172.44c
Inception NAV price	100c
Number of units	4 640 958 995
Annual fees (Incl. VAT) ⁴	0.84%
Performance fees:	None
Total expense ratio (TER):	2.02%
Transaction costs (TC):	0.21%
Total investment charges (TIC):	2.23%
JSE code	DISADO
ISIN number	ZAE000210514
Transaction cut-off time:	16:00

Notes

- While the official appointment of Cogence Pty Ltd was 01 March 2024, the transition to the Cogence house view was fully implemented by 30 June 2024.
- BlackRock advises on asset allocation and global components.
- Benchmark and performance data sourced from Ninety One.

Illustrative cumulative performance for a R100 lump-sum investment since launch



Fund investment policy

The Cogence Discovery Balanced Dynamic Asset Optimiser Fund of Funds aims to provide long term total returns. The Portfolio will invest within a high risk profile (in line with the South African Multi-Asset High Equity sector) targeting investors who seek capital growth and income. The Portfolio's investment objective will be achieved by investing in collective investment schemes in accordance with the Act. The Portfolio will use a quantitative investment strategy to select the underlying portfolios. The allocation of investments to be included in the Cogence Discovery Balanced Dynamic Asset Optimiser Fund of Funds will be appropriate for retirement funds. The portfolio will conform to legislation governing retirement portfolios (Regulation 28 of the Pension Funds Act) and is thus suitable as an investment vehicle for retirement portfolios.

There will be maximum effective equity exposure (including international equity) of up to 75% of the market value of the portfolio.

The fund has adhered to its policy objectives as stated in the supplemental deed.

Who this investment may be suitable for

This fund is suitable for investors who seek income and capital growth in the long term and an investment diversified across multiple asset classes. These investors are willing to withstand moderate levels of short-term market volatility.

Historical Performance

Period	Fund	Benchmark
1 month	1.89%	1.90%
3 months	7.18%	6.35%
YTD	5.87%	7.08%
1 year	13.55%	15.15%
3 year	13.41%	13.35%
5 year	12.07%	11.93%
Since launch (Ann.)	8.33%	7.62%
Since launch (Cum.)	115.79%	102.56%

Performance data longer than 1 year is annualised.

Risk Statistics (Since launch)

Statistic	Fund	Benchmark
Volatility	9.77%	8.42%
Maximum drawdown	-13.24%	-14.12%
Highest one-year return	36.31%	30.65%
Lowest one-year return	-8.37%	-10.47%
Sharpe ratio (Rf = STeFI)	0.21	0.16

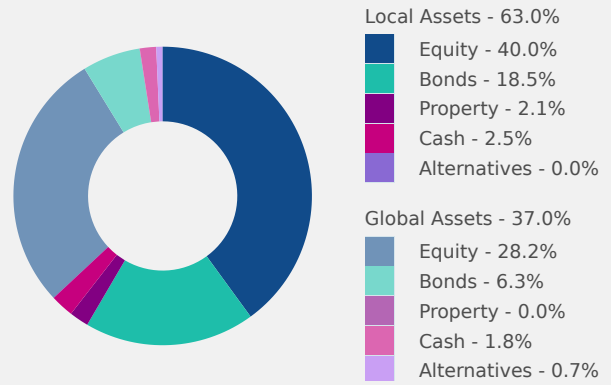
Performance calculated using the Total Returns Index (TRI), net of fees, with all dividend and/or income declarations reinvested on the declaration date at the net asset value price at that time. Investment performance is for illustrative purposes only.

Fund Holdings	
Name	Allocation
Cogence Global Growth (USD)	36.6%
Ninety One SA Equities Fund	25.7%
Discovery Strategic Bond Fund	17.8%
Ninety One Active Quants Fund	17.2%
Cash South African Rand	1.2%
Discovery Diversified Income Fund	0.8%
Discovery Flexible Property Fund	0.5%
Cash USD	0.2%

Top 10 Equity Holdings	
Name	Allocation
Naspers Ltd	4.8%
Capitec Bank Holdings Ltd	2.8%
Anglogold Ashanti Plc	2.8%
Firstrand Ltd	2.3%
Mtn Group Ltd	2.1%
Prosus Nv	1.7%
Standard Bank Group Ltd	1.7%
Gold Fields Ltd	1.6%
British American Tobacco Plc	1.3%
Microsoft Corp	1.1%

Income Distribution (last 12 months)	
30 June 2025	1.18c
31 December 2024	1.41c

Asset allocation chart



All allocations include the exposure created by derivatives.
Data source: Cogence (Pty) Ltd.

Portfolio composition

The Cogence Discovery Balanced Dynamic Asset Optimiser Fund of Funds is constructed as a diversified portfolio of funds covering various asset classes, and across both active and passive strategies. Asset allocation and global manager selection advice are provided by BlackRock, while RisCura provides local manager selection.

In the second quarter of 2025, the portfolio's offshore (global ex-SA) allocation decreased by 1.00%, bringing it to 37.30%. The reference allocations of SA cash and SA equity were increased by 0.80% and 0.20%, respectively, resulting in new weights of 1.70% for SA cash and 43.00% for SA equity. The allocation to SA bonds remained unchanged at 18.00%. There were no changes to the local or global managers.

The portfolio remains within the defined risk parameters of a high risk profile as per the ASISA category's maximum equity allowance of up to 75%.

Monthly market commentary

Global equities extended their gains in June, with the MSCI World up 2.66%, supported by easing geopolitical tensions and strong corporate earnings across industries. Markets responded positively to the resolution of the 12-day Israel-Iran conflict, which had briefly pushed oil prices above \$75 per barrel before easing toward month-end. Sentiment was further lifted by the US Congress passing President Trump's "One Big Beautiful Bill Act," which introduced new tax cuts and spending. The Fed held rates steady, reinforcing expectations that monetary policy may stay supportive for longer.

US equities led global performance, with the MSCI US and S&P 500 up 3.42% and 3.38%, respectively. European markets were more mixed, with the MSCI UK up 0.28% and Europe ex-UK broadly flat. In Asia, Chinese equities posted a modest recovery on policy support, while Japan's Nikkei surged 4.98%, on the back of a weaker yen and stronger global demand. Emerging markets outperformed developed, with the MSCI EM Index up 4.33%, supported by a weaker dollar, improved risk appetite, and easier EM monetary policy.

Global bond markets were broadly stable. The Bloomberg Global Aggregate Bond Index fell 0.64%, while major bond yields held steady—US 10-year Treasuries around 0.69%, German Bunds at 0.54%, and UK Gilts near 1.55%.

Commodities were mixed. Oil spiked mid-month on geopolitical tensions but retreated as supply concerns eased. Industrial metals rose, aided by dollar weakness, with copper leading gains. Precious metals remained firm—gold edged higher, while silver extended its strong run, driven by safe-haven flows and clean energy demand. Platinum rose on strong Chinese jewellery demand.

South African markets posted another strong month, supported by global tailwinds, moderating inflation, and fiscal discipline. The FTSE/JSE All Share Index rose 2.35%, led by resources. Bonds rallied further as inflation declined, with the All Bond Index up 2.28%. Cash returned 0.60%, while listed property declined by 0.24% amid cautious sentiment toward rate-sensitive assets. The rand strengthened by 1.81%, supported by lower global yields and improved domestic fundamentals.

Performance figures quoted in ZAR.

General

Collective Investment Schemes (Unit Trusts) are generally medium to long-term investments. The value of participatory interests (units) or the investment may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending (i.e. borrowing and lending of assets). The manager does not provide any guarantee, either with respect to the capital or the return of a portfolio. Any forecasts and/or commentary in this document are not guaranteed to occur. Different classes of participatory interests apply to these portfolios and are subject to different fees and charges. A schedule of all fees and charges, inclusive of VAT and maximum commissions, is available on request from us or from your financial adviser. Forward pricing is used.

A fund of funds portfolio is a portfolio that invests in portfolios of collective investment schemes that levy their own charges, which could result in a higher fee structure for the fund of funds; A co-named portfolio, is a third party named portfolio bearing the name of both the manager and the FSP, that the manager retains full legal responsibility for the third party named portfolio.

Glossary

Annualised return - An annualised return is the weighted average compound growth rate over the period measured.

Highest & Lowest return - The highest and lowest returns for any one year over the period since inception have been shown.

Volatility - Volatility (also called standard deviation) is a measure of how widely the returns varied over the period measured.

Maximum drawdown - A maximum drawdown is the maximum loss from a peak to trough of the portfolio over the period measured, before a new peak is attained.

Sharpe ratio - The sharpe ratio is a measure of risk-adjusted returns. The sharpe ratio reflects the extent to which an investment compensates for extra risk.

NAV - The net asset value represents the assets of a fund less its liabilities.

Specific fund risks

- Derivatives
- Exposure to foreign securities
- Fund of funds
- Drawdown
- Liquidity
- Equities
- Bonds

For a detailed description of these risks, and other risks that are relevant to the portfolio, please refer to the CIS Risk Disclosure Document, available at www.discovery.co.za.

Important information

The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. The ability of the portfolio to repurchase, is dependent upon the liquidity of the securities and cash of the portfolio. A manager may suspend repurchases for a period, subject to regulatory approval, to await liquidity, and the manager must keep the investors informed about these circumstances.

Lump-sum performance returns are being quoted. Income distributions, prior to deduction of applicable taxes, are included in the performance calculations. NAV to NAV figures have been used for the performance calculations, as calculated by the manager at the valuation point defined in the deed, over all reporting periods. Investment performance calculations are available for verification upon request by any person. Reinvestment of income is calculated on the actual amount distributed per participatory interest, using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. The performance is calculated for the fee class. The individual investor performance may differ, as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax.

The rate of return is calculated on a total return basis, and the following elements may involve a reduction of the investor's capital: interest rates, economic outlook, inflation, deflation, economic and political shocks or changes in economic policy. Annualised returns are period returns re-scaled to a period of one year. This allows investors to compare returns of different assets that they have owned for different lengths of time. All period returns greater than one year have been annualised. Returns for periods less than one year have not been annualised. A cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period of time involved. Actual annual figures are available to the investor on request. Illustrative investment performance is for illustrative purposes only.

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.

- Performance data reflected in the MDD was sourced from morningstar as at 8th July 2025.
- This document was published on 15 July 2025.

What is the total investment charge (TIC)

Total expense ratio (TER) is the percentage of the value of the portfolio that was incurred as expenses relating to the administration (charges, levies and fees) of the portfolio. TER is calculated over rolling 3 years (or since inception, where applicable), and is annualised, to the most recent calendar quarter-end. A higher TER does not necessarily imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction costs (TC) is the percentage of the value of the portfolio that was incurred as costs relating to the buying and selling of the assets underlying the portfolio. Transaction Costs are a necessary cost in administering the portfolio and impacts portfolio 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 financial product, the investment decisions of the investment manager, and the TER. calculations are based on actual data, where possible, and best estimates, where actual data is not available. Total investment charges (TIC) is the percentage of the value of the portfolio that was incurred as costs relating to the investment of the portfolio. It is the sum of the TER and TC.

Contact details

CIS Manager

Discovery Life Collective Investments (Pty) Ltd

Registration number	2007/008998/07
Postal address	PO Box 653574 Benmore, 2010
Physical address	1 Discovery Place Sandton, 2196
Contact centre	0860 67 57 77
Website	www.discovery.co.za

Discovery Life Collective Investments (Pty) Ltd (Discovery Life Collective Investments) is registered as a manager of collective investment schemes, in terms of the Collective Investment Schemes Control Act.

Discovery Life Collective Investments (Pty) Ltd, through Discovery Holdings Limited, is a member of the Association for Savings and Investment South Africa (ASISA).

Trustee Standard Chartered Bank

Registration number	2003/020177/10
Tel number	011 217 6600
Website	www.standardchartered.com/za

The trustee is registered as a trustee of collective investment schemes, in terms of the Collective Investment Schemes Control Act.

Investment Manager

Cogence (Pty) Ltd

Registration number	2009/011658/07
Postal address	PO Box 786722, Sandton, Gauteng, 2196
Physical address	Sandton, Gauteng, 2196
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Cogence is an authorised Financial Services Provider (FSP), as a discretionary FSP, in terms of Section 8 of the Financial Advisory and Intermediary Services Act (FAIS). This information is not advice, as defined in FAIS. Please be advised that there may be supervised representatives.

For additional information on the portfolio, refer to the application forms, quarterly investment report and minimum disclosure documents, available on our website, www.discovery.co.za, from your financial adviser, or on request from the manager, free of charge.

The complaints policy and procedure, as well as the conflicts of interest management policy, are available on our website www.discovery.co.za. Associates of the manager may be invested within certain portfolios, and the details thereof are available from the manager. The manager has the right to close certain portfolios to new investors, in order to manage them more efficiently, in accordance with their mandates.