

MINIMUM DISCLOSURE DOCUMENT

As at 31 May 2025

INVESTMENT OBJECTIVE

The Novare High Growth Fund is a moderate to high risk portfolio. The objective of this portfolio is to achieve capital appreciation over the medium to long term.

INVESTMENT POLICY AND STRATEGY

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 order to achieve the portfolio's investment objective. The portfolio may invest in participatory interests or any other form of participation in portfolios of collective investment schemes or other similar schemes provided that the investment policy of the portfolio is consistent with the portfolio's primary objective. The portfolio will comply with the investment limits prescribed by legislation governing retirement funds in South Africa.

PERFORMANCE (%)

Due to changes made in the portfolio's investment policy and classification, the portfolio's performance track record was reset on 01 September 2024. In compliance with regulations, we will only publish historical performance data after one year. Therefore, we will resume publishing performance figures on 31 August 2025. For any questions, please contact your financial adviser.

ASSET ALLOCATION

	Local	Offshore	Total
Bonds	15.57%	0.00%	15.57%
Cash	13.38%	6.61%	19.99%
Commodities	0.00%	1.02%	1.02%
Equities	43.92%	17.09%	61.01%
Money market	0.00%	0.00%	0.00%
Property	2.33%	0.00%	2.33%

UNDERLYING TOP 5 EFFECTIVE EXPOSURES

FIRSTRAND LTD
ABSA GROUP LTD
DISCOVERY LTD
ANGLOGOLD ASHANTI PLC
SHOPRITE HLDS LTD

Conservative

Moderate

Aggressive

ABOUT THE PORTFOLIO

ASISA classification	SA Multi Asset High Equity	
Legal structure	CIS trust arrangement	
Scheme name	Novare CIS in Securities	
Portfolio inception date	01 March 2012	
CIS launch date	01 March 2012	
Fee class inception date	01 April 2012	
Investment Manager	Novare Investments (Pty) Limited	
Benchmark	CPI+ 5% net of fees	
Portfolio size	R	48,108,588
NAV cents per participatory interest		2,260
Number of participatory interests		254,241
Minimum monthly investment	R	500
Minimum lump sum	R	5,000

Note: The benchmark of the fund was CPI + 6% until 31 August 2024. From 01 September 2024 the benchmark was updated to CPI + 5%.

INCOME DISTRIBUTION IN THE PAST 12 MONTHS

Income declaration	Bi-annual (June - December)
Accounting period dates	01 July - 31 December, 01 January - 30 June
Date of distribution:	Amount (CPU):
31 December 2024	33.78
30 June 2024	17.74

TRANSACTIONS AND VALUATIONS

Redemption frequency:	Daily
Redemption notice period:	14h00 each business day
Portfolio valuation:	17h00 each business day
Pricing date:	15h00 each business day
Pricing frequency:	Daily

FEES

Fee class	A2
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The fee class can be accessed directly via the Management Company, Novare CIS. Please contact Novare CIS for further details.

Total investment charge of the fee class, annualised, for a rolling 3 year period from 01 April 2022 to 31 March 2025	
Underlying Portfolios TER (Included in TER)	0.55%
Service Fee (Included in TER) Incl. VAT	1.21%
Other Expenses (TER) Incl. VAT	0.27%
Total Expense Ratio (TER) Incl. VAT	2.06%
Transaction Costs (TC) Incl. VAT	0.20%
Total Investment Charge (TIC) Incl. VAT	2.25%

MARKET COMMENTARY

Global Overview (all returns in USD)

Global markets were highly volatile in May, as hopes of easing recession fears clashed with renewed uncertainty from President Trump's tariff moves. Early in the month, Trump's announcement of a US-China trade deal sparked a rally. However, optimism faded after he proposed 50% tariffs on EU goods and a 25% tariff on Apple products made abroad. Markets briefly rebounded when the US Court of International Trade ruled some of the tariffs illegal but dipped again after the introduction of new steel tariffs. Despite the swings, global equities finished the month higher.

US equities led global gains. The S&P 500 rose 6.29% in May and is up 5.57% QTD, though only 1.06% YTD. The NASDAQ surged 9.65% for the month and 10.62% QTD but remains down 0.73% YTD, reflecting early 2025 volatility.

In Europe, the European Central Bank cut its key interest rate by 0.25%, lowering the deposit facility rate to 2.25%.

European markets delivered strong performance as the MSCI Europe ex UK Index gained 4.93% for the month, bringing its QTD return to 10.04% and an impressive 22.26% YTD. Similarly, the FTSE All-Share Index rose 5.00% in May, with gains of 8.31% QTD and 16.70% YTD.

Developed markets outperformed emerging ones, with the MSCI World Index gaining 5.98% for the month, versus a 4.30% rise for the MSCI Emerging Markets Index. Nonetheless, emerging markets continue to lead on a YTD basis, delivering an 8.86% return compared to the MSCI World's 5.18%.

The MSCI ACWI posted a 5.81% gain in May, 6.84% QTD, and 5.55% YTD.

Conversely, fixed income struggled as the Bloomberg Aggregate Bond Index fell 0.36% for the month but remains up 2.57% QTD and 5.28% YTD.

Domestic Overview (all returns in ZAR)

May was a pivotal month for South Africa, marked by significant political, economic, and monetary developments. Key events included the finalisation of the national budget, President Cyril Ramaphosa's high-profile visit to the White House, growing certainty around the Government of National Unity (GNU), and a welcomed interest rate cut.

On 21 May 2025, the national budget was finally presented. In a relief to many, the controversial VAT increase proposal was scrapped, easing pressure on consumers. However, the budget also signalled an extension of the country's debt, raising concerns about long-term fiscal sustainability. President Ramaphosa was notably absent from the budget speech, as he was in Washington D.C. to repair strained relations with the United States and to negotiate trade relations.

While the Oval Office meeting sparked international debate, in South Africa, the enduring stability of the GNU offered reassurance to the market. Given the country's benign inflation environment, the SARB cut the repo rate by 0.25% at the end of May, bringing it down to 7.25%.

All told, May brought a mix of cautious optimism and lingering economic challenges. The stability of the GNU, easing inflation, and a rate cut provided positive signals, even as fiscal risks and diplomatic tensions abroad continue to shape South Africa's economic outlook.

Local equities performed well in May, with broad-based gains across all sectors lifting the ALSI by 3.15% for the month. This marked another solid leg in the market's rally, with the ALSI up 7.63% QTD and an impressive 14.04% YTD. (More pronounced in USD returns, due to the Rand strengthening.)

Similarly, fixed income markets were up significantly for the month, with the ALBI returning 2.73% for the month, while returning 3.52% QTD and 4.24% YTD. Cash, as measured by the Stefi Index, underperformed bonds, returning 0.61% MTD, 1.23% QTD and 3.15% YTD.

DISCLOSURES

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 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. The manager does not provide any guarantee, either with respect to the capital or the return of a portfolio. 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. For portfolios that include derivatives, there is no assurance that a portfolio's use of a derivative strategy will succeed. A portfolio's management may employ a sophisticated risk management process, to oversee and manage derivative exposures within a portfolio, but the use of derivative instruments may involve risks different from, and, in certain cases, greater than, the risks presented by the securities from which they are derived. Foreign securities within portfolios may have additional material risks, depending on the specific risks affecting that country, such as: 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. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Investors are reminded that an investment in a currency other than their own may expose them to a foreign exchange risk.

ANNUAL SERVICE CHARGE

The current annual management fee is 1.05% p.a. (excl. VAT).

TRANSACTIONS COSTS (TC)

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 Fund and impacts 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.

TOTAL EXPENSE RATIO (TER)

TER is the percentage of the value of the portfolio that was incurred as expenses to the administration (charges, levies and fees) of the portfolio. TER is calculated over a rolling three-year period (or since inception, where applicable) and annualised to the most recent calendar quarter. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TERs. Inclusive in the TER, the stated performance fee percentage of the net asset value of the class of portfolio was recovered (if applicable).

TOTAL INVESTMENT CHARGE (TIC)

TIC is the percentage of the portfolio that was incurred as costs relating to the investment of the portfolio. It is the sum of the total expense ratio (TER) and transaction costs (TC), including VAT.

TRANSACTION CUT-OFF TIME

Transaction cut-off time: The daily cut-off for receipt of instructions is 14h00. No instruction will be processed unless all requirements have been met and supporting documentation has been provided. Instructions received before the cut-off will be processed the same day and will receive the same day's price. Instructions received after cut-off will be processed the next business day. Redemptions are paid out within five business days.

PRICES

The latest prices and TER are made available on our website www.novarecis.co.za.

PERFORMANCE RETURNS

The performance is calculated for the fee class, not the portfolio. Lump-sum performance returns are being quoted. Income distributions, prior to the 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 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.

ADDITIONAL INFORMATION

For additional information on the portfolio, refer to the following documents, available on our website www.novarecis.co.za, from your financial adviser, or on request from the Manager, free of charge.

- Application forms
- Annual report
- Fee schedule
- Performance fee FAQ (if applicable)
- Quarterly General Investor Report (available one month after quarter-end)

COMPLAINTS AND CONFLICTS OF INTEREST

The complaints policy and procedure as well as the conflicts of interest management policy are available on our website www.novarecis.co.za. Associates of the manager may be invested within certain portfolios, and the details thereof are available from the manager.

CLOSURE OF THE PORTFOLIO

The manager has the right to close certain portfolios to new investors in order to manage it more efficiently and in accordance with their mandates.

DISCLOSURES CONTINUED

MANAGEMENT COMPANY

Novare CIS (RF) (Pty) Limited
 Registration number: 2013/191159/07
 Physical address: 3rd Floor, The Cliffs Office Block, 1 Niagara Way, Tyger Falls, Carl Cronje Drive, Bellville, 7530.
 Postal address: P.O. Box 4742, Tyger Valley, 7736, South Africa.
 Telephone number: 0800 668 273 (0800 Novare). E-Mail address: clientservice@novare.com. Website: www.novarecis.co.za
 Directors: Mr DA Roper, Mr JS du Preez, Mr GL Carter, Mr A du Toit, Ms N Smith

The manager is registered as a manager of collective investment schemes, in terms of the Collective Investment Schemes Control Act. The manager is a member of the Association for Savings and Investment South Africa (ASISA).

TRUSTEE/CUSTODIAN/DEPOSITORY

FirstRand Bank Limited
 Registration number: 1929/001225/06
 Physical address: 1st Floor, Nr.3 Jeppe Place, Bank City, Corner of Jeppe and Simmonds Streets, Johannesburg, 2000.
 Postal address: 1st Floor, Nr.3 Jeppe Place, Bank City, Corner of Jeppe and Simmonds Streets, Johannesburg, 2000.
 Telephone number: 011 282 8000. E-Mail address: Trusteeservices@rmb.co.za. Website: www.rmb.co.za

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

ADMINISTRATOR

Apex Fund Services South Africa Limited
 Registration number: 1981/009543/06
 Physical address: Apex House 1, River Park, Gloucester Road, Mowbray, 7700
 Postal address: PO Box 3149, Cape Town, 8000, South Africa.
 Telephone number: 021 681 8000. E-Mail address: kams@mailandgroup.co.za. Website: <https://www.apexgroup.com>

AUDITOR

PKF Cape Town, a member of PKF South Africa Inc.
 Registration number: 2013/188449/07
 Physical address: Tyger Forum A, 2nd Floor, 53 Willie van Schoor Avenue, Tyger Valley, Cape Town, South Africa
 Postal address: P.O. Box 5700, Tyger Valley, 7536.
 Telephone number: 021 914 8880. E-Mail address: inge.potgieter@pkf.co.za. Website: www.pkf.co.za/capetown

INVESTMENT MANAGER

Novare Investments (Pty) Limited
 Registration number: 2000/018539/07. FSP number: 757
 Physical address: 3rd Floor, The Cliffs Office Block, 1 Niagara Way, Tyger Falls, Carl Cronje Drive, Bellville, 7530.
 Postal address: P.O. Box 4742, Tyger Valley, 7736, South Africa.
 Telephone number: 021 914 7730. E-Mail address: clientservice@novare.com. Website: www.novare.com

The investment manager is an authorised Financial Services Provider (FSP), as an investment manager and/or a hedge fund 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 representatives acting under supervision.

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