

SPW FLEXIBLE PORTFOLIO

30 APRIL 2026



PORTFOLIO DESCRIPTION AND INVESTMENT OBJECTIVE

This multi-asset class portfolio invests both locally and offshore. Local assets may include equities, bonds, money market instruments and property. Offshore exposure is obtained through direct investment in listed instruments and/or investment in collective investment schemes. The mandate allows for an unconstrained view, both from an asset allocation and a stock-picking perspective. Portfolio management is likely to reflect high-conviction calls and high levels of trading activity, both of which will at times reflect tactical investment calls. The asset classes will be selected on the potential to generate nominal performance and not on a relative valuation perspective.

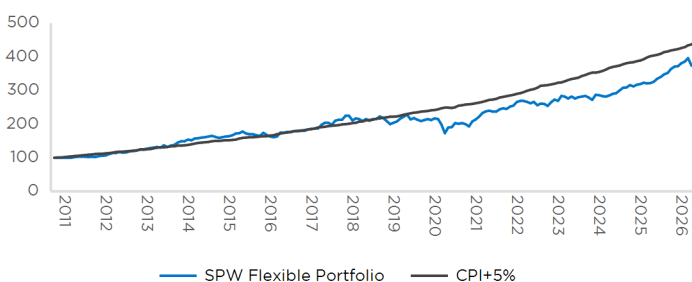
YOUR PERSONAL EQUITY PORTFOLIO

The SPW Flexible Portfolio is constructed by the investment team based on an intensive and rigorous investment process. It acts as a guide to your portfolio manager in customising your personal portfolio to suit your individual requirements. Note that the performance on this fact sheet is based on the model portfolio - the performance of your portfolio may vary, depending on the level of deviation from the model and the fees charged.

WHY SELECT A PERSONAL PORTFOLIO

A personal portfolio is suitable to discerning investors who might have unique factors to consider during the investment process. Your investment can be tailored to your requirements, you have more direct access to your portfolio manager and you have direct ownership of shares. Your portfolio will not be affected by the cash investment and withdrawals of other investors.

PERFORMANCE NET OF FEES¹



Percentage Returns	Portfolio	Benchmark	Active
Since inception	8.98%	10.00%	-1.02%
10 Yrs (Annualised)	8.17%	9.58%	-1.41%
5 Yrs (Annualised)	9.81%	9.84%	-0.03%
3 Yrs (Annualised)	10.73%	8.84%	1.89%
Past 12 Months	17.38%	8.53%	8.85%
YTD	0.47%	3.40%	-2.93%

PORTFOLIO INFORMATION

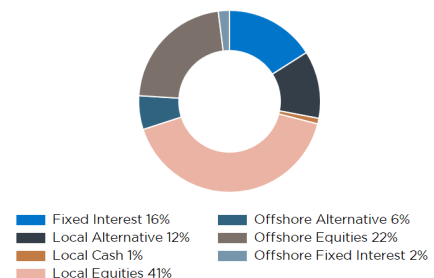
Risk rating	Aggressive
Inception date	October 2010
Minimum investment	R1.5 million
Benchmark	CPI + 5% <over rolling 36 months>
Management company	Sanlam Private Wealth
Portfolio manager	David Lerche
Initial fees	Nil
Annual management	Fee sliding scale (refer to mandate)

TOP 5 HOLDINGS

(Please note your portfolio might vary from this)

FirstRand Ltd	5.72%
Standard Bank Group Ltd	4.75%
Naspers -N-	4.07%
Gold Fields	3.79%
UBS GIMLPC 26OCT27	3.24%

EQUITY SECTOR EXPOSURE



1.The net of fee calculation assumes a 1.15% annual management charge and total trading costs of 1% (both inclusive of VAT) on the value of actual portfolio turnover.



ABOUT THE PORTFOLIO MANAGER

David Lerche, CFA, CA(SA)

David has been Sanlam Private Wealth's Chief Investment Officer since 2023. He has over 18 years' experience in the asset management industry. He joined Sanlam Private Wealth in 2016 as a senior investment analyst and was promoted to Head of Equities in 2021. Before this, he spent nine years in institutional stockbroking as an equity analyst servicing major South African and global asset managers.

PORTFOLIO MANAGERS COMMENT

The first quarter of 2026 was a volatile period for global markets, largely driven by escalating geopolitical tensions surrounding Iran. Early in the quarter, markets were supported by positive economic data, with the MSCI World Index reaching a record high in late February. However, sentiment shifted sharply after US-led strikes on Iran began on 28 February. This triggered a dramatic surge in oil prices, with Brent crude rising 94% over the quarter - the largest increase since the Gulf War in 1990 - fueling fears of a prolonged conflict and stagflation.

The spike in oil prices led to a broad cross-asset sell-off. Equities declined significantly, with the S&P 500 experiencing its largest monthly drop in a year in March, alongside steep losses in European markets. Bond markets also weakened as inflation expectations rose and central banks turned more hawkish. Rate cuts previously expected from the US Federal Reserve were largely priced out, while markets began anticipating rate hikes from the European Central Bank. Consequently, government bond yields rose sharply, particularly in March. Overall, the first quarter highlighted how geopolitical shocks can rapidly reverse market momentum and drive widespread volatility across asset classes. Both South African and developed market equities ended the quarter around 1% lower in rand terms while the FTSE/JSE All Bond Index declined by 3.4%.

At the time of writing, there is a two-week ceasefire between US and Iran and the near-term direction of the market heavily depends on whether this translates into a longer-term peace deal that will ensure the full flow of oil tankers through the Strait of Hormuz. Should this transpire, then we would expect the pre-conflict, relatively positive macro backdrop for the equity market to return. Before the conflict, US monetary and fiscal policy easing in the context of broadening profit and productivity growth were providing tailwinds for risk assets, but with an assertive Trump administration set on reshaping the global trade and geopolitical order remaining a disruptive force.

The portfolio delivered nominal performance of 16.0% for the 12-month period to the end of March. This return was comfortably ahead of the inflation-plus-5% target of 8.1% for the period. The inflation-beating returns from both equities and bonds were encouraging, even if somewhat above what we would expect over time. The three-year performance of 10.7% per annum is healthily ahead of the benchmark figure of 8.7%. Over the first quarter of 2026, the portfolio value fell by 1.9%, thanks to the volatility associated with the Iran war.

Outlook and portfolio positioning

At the time of writing, there is a ceasefire between the US and Iran and the near-term direction of the market heavily depends on whether this translates into a longer-term peace deal that will ensure the full flow of oil tankers through the Strait of Hormuz. Should this transpire, then we would expect the pre-conflict, relatively positive macro backdrop for the equity market to return. Before the conflict, US monetary and fiscal policy easing in the context of broadening profit and productivity growth were providing tailwinds for risk assets, but with an assertive Trump administration set on reshaping the global trade and geopolitical order remaining a disruptive force.

Within the portfolio, we maintain an overweight to equities, with a bias toward South African equities as a whole and higher-quality holdings. To offset our relatively lower equity beta, we have an overweight to credit risk within global fixed income.

ABOUT SANLAM PRIVATE WEALTH

Sanlam Private Wealth is a holistic, integrated wealth management business that provides advice and manages assets for high net worth private individuals, cultural organisations, charitable institutions and similar entities with investable assets of more than R1.5 million.

CONTACT US

T 021 950 2770

E clientcare@privatewealth.sanlam.co.za

A 55 Willie van Schoor Avenue, Bellville, Cape Town, 7530

MANDATORY DISCLOSURE

Participation in the SPW Flexible Portfolio is a medium- to long-term investment. The value of this portfolio is subject to fluctuation and past performance is not necessarily a guide to its future performance. Calculations are based on a lump sum investment with gross income reinvested on the ex-dividend date. All performance figures are net of fees and costs. Actual investment performance will differ based on the fees applicable, the actual investment date and the date of reinvestment of income. A schedule of fees and maximum commissions is available from the manager. Sanlam Private Wealth (Pty) Ltd, registration number 2000/O23234/O7, is a member of the Johannesburg Stock Exchange, a licensed Financial Services Provider (FSP 37473) and a Registered Credit Provider (NCRCP1867).

Please click [here](#) to read our Privacy Statement.