

ANCHOR BCI CORE INCOME FUND

A CLASS | June 2025

Minimum Disclosure Document | Issued 07 July 2025

INVESTMENT OBJECTIVE

The **Anchor BCI Core Income Fund** aims to preserve capital whilst providing income returns.

INVESTMENT PHILOSOPHY

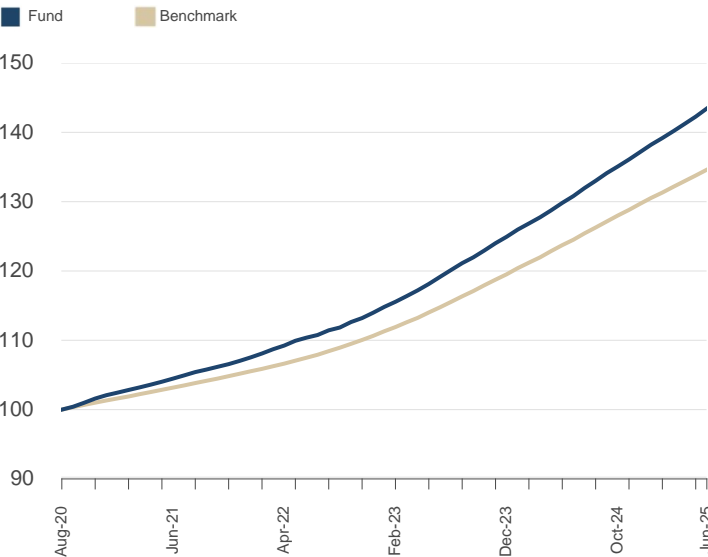
The Anchor BCI Core Income Fund aims to preserve capital, whilst providing income returns higher than those offered by traditional money market portfolios. Investments to be acquired for the portfolio may include assets in liquid form, money market instruments, bonds, fixed deposits, floating-rate instruments, and other interest-earning instruments. The portfolio may also invest in participatory interests and other forms of participation in portfolios of collective investment schemes, registered in South Africa as well as other similar schemes operated in territories with a regulatory environment which is to the satisfaction of the manager and trustee, and 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 portfolio may from time to time invest in listed and unlisted financial instruments, in order to achieve the portfolio's investment objective.

MONTHLY RETURNS (%)

| YEAR | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | YTD |
|------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| 2025 | 0.8 | 0.7 | 0.7 | 0.7 | 0.7 | 0.8 | | | | | | | 4.6 |
| 2024 | 0.8 | 0.7 | 0.7 | 0.8 | 0.8 | 0.8 | 0.9 | 0.8 | 0.8 | 0.7 | 0.7 | 0.8 | 9.8 |
| 2023 | 0.7 | 0.6 | 0.7 | 0.7 | 0.8 | 0.9 | 0.8 | 0.8 | 0.7 | 0.8 | 0.9 | 0.7 | 9.6 |
| 2022 | 0.5 | 0.5 | 0.6 | 0.5 | 0.6 | 0.4 | 0.3 | 0.6 | 0.4 | 0.7 | 0.5 | 0.7 | 6.5 |
| 2021 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 0.5 | 0.3 | 0.4 | 0.4 | 0.4 | 4.9 |
| 2020 | | | | | | | | | 0.4 | 0.6 | 0.6 | 0.5 | 2.1 |

FUND PERFORMANCE SINCE INCEPTION

Growth of R100 investment (cumulative).



Investment performance is for illustrative purposes only and calculated by taking actual initial fees and ongoing fees into account for the amount shown with income reinvested on reinvestment date.

FUND INFORMATION

Risk profile: **LOW** LOW-MOD MOD MOD-HIGH HIGH

Inception Date 01 Sep 2020
Benchmark SteFI Composite Index

Fund Classification SA Interest Bearing Short Term
Distributions Quarterly Declaration Date: 31 Mar/30 Jun/30 Sep/31 Dec

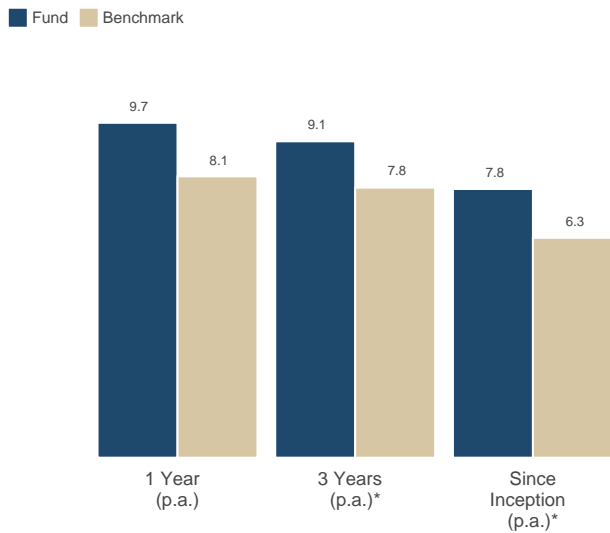
Fees (Incl. VAT):
Annual Management Fee 0.63%
Total Expense Ratio (TER) Mar 25: 0.65% (PY): 0.65%

Portfolio Value R6206.71 mn
Unit Price 103.89 cpu

RISK PROFILE: LOW

- This portfolio has no equity exposure, resulting in low risk, stable investment returns.
- The portfolio is exposed to interest rate risks.
- The portfolio is suitable for short term investment horizons.

FUND PERFORMANCE AT 30 JUN 2025 (%)



*Annualised return is the weighted average compound growth rate over the period measured.



Floating Rate Bonds - 95.2 Nominal Bonds - 2.2 NCD - 2.1
Local Cash - 0.5

FUND MANAGER



Nolan Wapenaar



Lelethu Poswa

INFORMATION & DISCLOSURES

| | |
|---------------|---|
| ISIN Number | ZAE000288809 |
| Distributions | 2023 (CPU) Sep 2.35; Dec 2.36 2024 (CPU) Mar 2.32; Jun 2.40; Sep 2.43; Dec 2.27 2025 (CPU) Mar 2.18; Jun 2.17 |

INVESTMENT MANAGER

- Anchor Capital (Pty) Ltd is an authorised Financial Services Provider FSP 39834.
- Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website (www.bcis.co.za)
 - Valuation takes place daily and prices can be viewed on our website (www.bcis.co.za) or in the daily newspaper.
 - Actual annual percentage figures are available to existing investors on request.
 - Upon request the Manager will provide the investor with quarterly portfolio investment holdings reports.

SUBSCRIPTIONS

| | |
|---------------------------|----------------------|
| Valuation time | 15h00 |
| Transaction cut-off time | 14h00 |
| Payment reference | Initials and Surname |
| Minimum investment amount | *None |

Please send proof of deposit to fax (011) 263 6152 or e-mail instructions@bci-transact.co.za
*Fixed Administration Fee: R15 excluding VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

MANAGEMENT COMPANY INFORMATION

Boutique Collective Investments (RF) (Pty) Ltd,
Catnia Building Bella Rosa Village, Bella Rosa Street, Belville, 7530
Tel: 021 007 1500/1/2
Email: clientservices@bcis.co.za | www.bcis.co.za

FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor’s responsibility to disclose all fees he/she receives from any related party. The portfolio’s TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/ managers as well as distribution fees and LISP rebates, if applicable. The portfolio’s performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instance portfolios invest in other portfolios which forms part of the BCI Schemes. These investments will be detailed in this document, as applicable. Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost (“EAC”). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at www.bcis.co.za. BCI calculates the EAC as per the ASISA standard for a period of 3 years up until the most recent TER reporting period.

DISCLAIMER

Boutique Collective Investments (RF) (Pty) Ltd (“BCI”) is part of the Apex Group Ltd. BCI is a registered Manager of the Boutique Collective Investments Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002 and is a full member of the Association for Savings and Investment SA. Collective Investment Schemes in securities are generally medium to long term investments. The value of participatory interests may go up or down and past performance is not necessarily an indication of future performance. The Manager does not guarantee the capital or the return of a portfolio. Collective Investments are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees, charges and maximum commissions is available on request. BCI reserves the right to close the portfolio to new investors and reopen certain portfolios from time to time in order to manage them more efficiently. Performance figures quoted for the portfolio are from Morningstar, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested and do not take any upfront manager’s charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax. Investments in foreign securities may include additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information. Should the portfolio invest into another Anchor BCI co-named portfolio, the investing fund will be reimbursed for any net investment management fees incurred by the investment so that there is no additional fee payable to Anchor.

Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is a current yield and is calculated daily. Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of BCI/the Manager’s products. Access the BCI Privacy Policy and the BCI Terms and Conditions on the BCI website (www.bcis.co.za).

| | |
|--------------------------------------|-----|
| Republic of South Africa - 2030 Bond | 3.2 |
| Nedbank Limited - 2031 Bond | 2.3 |
| Absa Bank Limited - 2031 Bond | 2.3 |
| Republic of South Africa - 2032 Bond | 2.0 |
| Nedbank Limited - 2030 Bond | 1.9 |
| Absa Group Limited - 2027 Bond | 1.7 |
| Nedbank Limited - 2032 Bond | 1.6 |
| Absa Group Limited - 2028 Bond | 1.6 |
| FirstRand Bank Limited - 2030 Bond | 1.6 |
| Absa Bank Limited - 2028 Bond | 1.5 |

FUND MANAGER COMMENTARY AT 30 JUN 2025

Global risk appetite gained momentum throughout the month, with only a brief setback mid-month as conflict between Israel and Iran escalated and the US got involved, launching strikes on Iranian nuclear sites. Ultimately, the conflict de-escalated, and markets resumed their gains into month-end. Newswires were filled with headlines about several major US trade deals in the pipeline ahead of the 9 July reciprocal tariffs deadline, creating a supportive economic backdrop. At the same time, emerging signs of a softening US labour market and dovish commentary from some US Federal Reserve (Fed) officials contributed to a decline in US bond yields. The US Treasury curve slightly bull steepened over the month. The 2s30s spread remains above 100 bps - up from around 50 bps at the beginning of the year. Downward pressure is being exerted on short-dated yields as markets price in accelerating Fed rate cuts and anticipate the appointment of a “dovish” new Fed chair (current Fed Chair Jerome Powell has been the subject of intense criticism from US President Donald Trump despite being appointed by him). Meanwhile, long-dated yields remain somewhat elevated, held up by a jacked-up term premium and ongoing concerns around the tax and spending bill. On the domestic front, government bond yields continue to trend lower, as market participants continue to recalibrate inflation expectations lower following recent comments from National Treasury (NT) and the South African Reserve Bank (SARB) on lowering the inflation target. The breakeven curve shifted lower, with the 10-year point down by 30 bps. The SA government bond curve bull flattened over the month, with long-dated bond yields falling by 30 bps and the front-end yields declining by 20 bps. In the derivatives market, pricing suggests that the local policy rate may bottom at 6.75%. To continue taking advantage of the high policy rate environment, over 90% of the portfolio is allocated to floating-rate notes. To partially mitigate the decline in income as the policy rate falls, the portfolio includes inverse floaters, managed within strict duration parameters. The portfolio’s average life is 3.7 years, with a weighted average credit spread of 1.65%. In an environment where credit spreads continue to tighten, the fund has been able to maintain its credit spread. Approximately 85% of holdings are AAA and AA-rated instruments, ensuring low credit risk. The fund continues to harvest low-risk credit premiums. The fund’s primary objective remains capital preservation while delivering income returns that exceed those of traditional money market portfolios.

FEE DETAILS

| | Class A |
|--------------------------------------|---------------------------|
| Initial Fees (BCI) (Incl. VAT) | 0% |
| Annual Management Fee (Incl. VAT) | |
| Class A | 0.63% |
| Performance Fee | None |
| TER and Transaction Cost (Incl. VAT) | |
| Basic | Mar 25: 0.65% (PY): 0.65% |
| Portfolio Transaction Cost | Mar 25: 0.00% (PY) 0.00% |
| Total Investment Charge | Mar 25: 0.65% (PY) 0.65% |

A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER’s. Transaction Costs are a necessary cost in administering the Fund and impacts Fund returns. The TIC should not be considered in isolation as returns may be impacted by many other factors over me including market returns, the type of Fund, the investment decisions of the investment manager and the TER. The TER and Transaction cost calculations are based upon the portfolio’s direct costs for the financial year ended 31 December 2024, whilst the underlying portfolios ratio and cost calculations are based upon their most recent published figures, being 31 March 2025.

CUSTODIAN / TRUSTEE INFORMATION

The Standard Bank of South Africa Ltd
Tel: 021 441 4100