

Peregrine Capital Pure Hedge Retail Hedge Fund

MINIMUM DISCLOSURE DOCUMENT

31 August 2025

Fund objective

The goal of the Pure Hedge Fund is to offer investment stability and downside protection while growing investors' purchasing power. We aim to deliver returns above inflation over the medium term.

What does the fund invest in?

The fund can invest in a wide range of assets, such as listed shares, bonds and property, as well as cash and cash equivalents, both in South Africa and internationally.

Important fund characteristics and risks

The fund managers seek to identify undervalued securities that offer strong upside potential over the medium to longer term. We conduct rigorous research to understand the companies and securities that we invest in to determine their intrinsic value, which allows us to identify opportunities with the best expected returns. The fund typically invests in a wide range of assets, with a preference for shares and fixed income instruments. The fund managers strive to reduce risk through disciplined hedging practices and by maintaining high levels of liquidity to minimise correlation to the equity market.

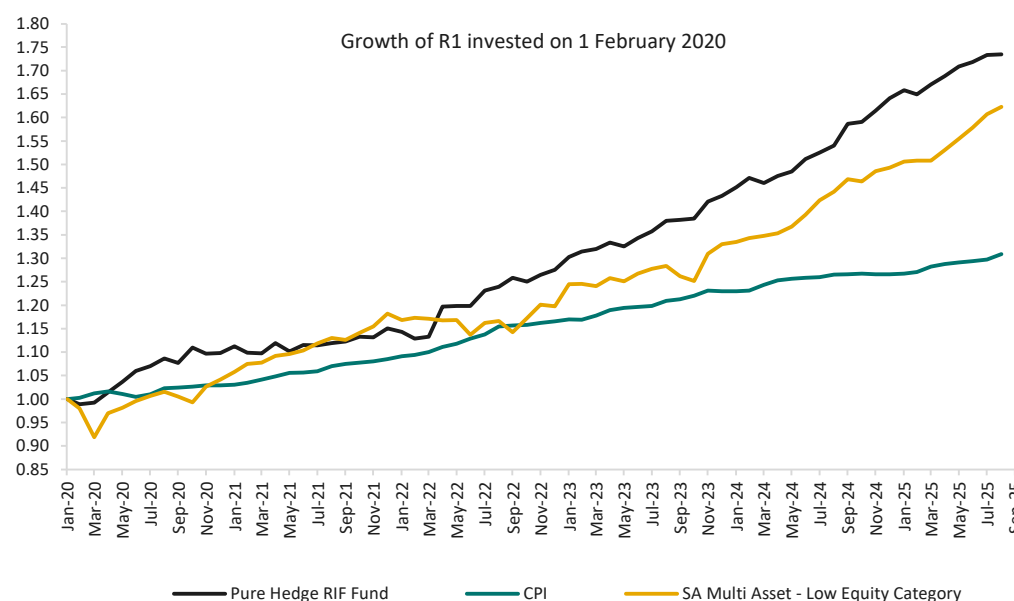
Who should consider investing in the fund?

The Pure Hedge Fund is suitable for you if:

- You want to achieve stable returns that exceed inflation and protect your capital
- You are comfortable to assume a low level of market risk
- You are ideally investing for at least two years

Net Returns	Pure Hedge Fund	SA Multi Asset-Low Equity Category	CPI
Cumulative			
Since inception	73.49%	62.29%	30.89%
Annualised			
Since inception	10.37%	9.06%	4.94%
Latest 5 years	9.81%	9.84%	5.06%
Latest 3 years	11.86%	11.65%	4.27%
Latest 2 years	12.12%	12.43%	4.04%
Latest 1 year	12.63%	12.53%	3.48%
Year to date	5.70%	8.68%	3.39%

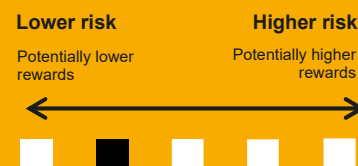
Risk measures	Pure Hedge Fund	SA Multi Asset-Low Equity Category	CPI
Maximum cumulative drawdown	-1.90%	-8.12%	-
Highest Annual Return	16.52%	17.26%	-
Lowest Annual Return	2.09%	1.36%	-
% of positive months	77.61%	76.12%	-



The graph above is for illustrative purposes only and reflects actual fund performance and notional performance of the comparative indices, based on a lump sum contribution on the inception date of the fund. Performance is shown net of all fund charges and expenses and includes the reinvestment of distributions.



RISK PROFILE



KEY FACTS

Fund Managers

Jacques Conradie
David Fraser
Justin Cousins
Simon Steyn

Fund inception

3 February 2020

Fund status

Open

Fund size

R 8.9 bn

Fund Classification

Market Neutral

Price per unit (cents)

15 787.04

Number of units

53 664 618.51

Fund class

Class A

Fund dealing

Daily

Minimum lump sum investment amount

R 25 000

Minimum additional investment

R 5 000

Minimum monthly debit order amount

R 1 000

Income distribution

Annually

ISIN

ZAE000346557

JSE Code

PHRIFA

CONTACT US

Email

ask@peregrine.co.za

Website

www.peregrine.co.za

Issue date

09 September 2025

Peregrine Capital™

ASSET ALLOCATION

	SA	Foreign	Total
Equity	13.96%	9.04%	23.00%
Fixed Income	4.68%	3.60%	8.28%
Property	3.97%	-1.83%	2.14%
Cash, Collateral & FX, Interest Bearing CIS and Other	66.37%	0.21%	66.58%
	88.98%	11.02%	100.00%

Gross Exposure: 135.22%

NET RETURNS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total	Multi Asset-Low Equity Category
2020		-1.08%	0.31%	2.21%	2.20%	2.27%	0.92%	1.58%	-0.90%	3.05%	-1.20%	0.14%	9.79%	4.11%
2021	1.29%	-1.18%	-0.13%	1.97%	-1.57%	1.23%	-0.09%	0.47%	0.30%	0.90%	-0.13%	1.72%	4.82%	13.53%
2022	-0.65%	-1.25%	0.32%	5.71%	0.09%	-0.03%	2.74%	0.69%	1.50%	-0.61%	1.14%	0.84%	10.81%	1.36%
2023	2.13%	0.93%	0.39%	1.03%	-0.60%	1.36%	1.03%	1.69%	0.13%	0.18%	2.65%	0.85%	12.38%	11.05%
2024	1.27%	1.36%	-0.75%	1.05%	0.63%	1.82%	0.90%	1.00%	3.00%	0.24%	1.51%	1.66%	14.52%	12.21%
2025	1.03%	-0.54%	1.30%	1.07%	1.21%	0.57%	0.86%	0.09%					5.70%	8.68%

IMPORTANT NOTES ON CALCULATION OF NET RETURNS AND RISK MEASURES:

The calculation of net returns and the risk measures comprise data from the inception of the Peregrine Capital Pure Hedge H4 Retail Hedge Fund until 7 August 2025, thereafter the data relates to the Peregrine Capital Pure Hedge Retail Hedge Fund.

The Pure Hedge Fund does not have a benchmark and does not contribute towards the return of the ASISA SA Multi Asset - Low Equity Category.

The data for the ASISA SA Multi Asset - Low Equity Category and CPI is provided for comparative purposes.

FUND COMMENTARY

Quarterly Performance

The Pure Hedge Fund delivered a net return of +2.9% for the second quarter of 2025. This compares with the SA Multi Asset - Low Equity Index, which gained 4.6% in the quarter.

Attribution

Companies in the technology, insurance and retail sectors drove the majority of the positive fund performance, while exposure to index futures, ecommerce and healthcare companies detracted from performance in the quarter. Put option exposure also added meaningfully to fund performance in the period.

Macro

The local equity market performed strongly during the quarter, with the JSE Capped SWIX delivering a total return of 9.7%. This was mainly driven by a continued rally of 13% by companies in the resources sector. Local bonds also rallied this quarter as concerns about the longevity of the GNU waned and a sense of calm reemerged. Neither the ANC, nor the DA, wants to be seen as the party responsible for the collapse of the GNU, so the awkward embrace of the erstwhile rivals continues to hold steady. Sadly, the hope of any meaningful and urgent structural reforms remains elusive, given ideological differences and lack of trust between the major parties in government.

Internationally, equity markets were shocked by the announcement of a worldwide tariff regime by President Trump on the 2nd of April 2025. The concern was that the imposition of these additional taxes would serve as a major barrier to trade, reignite inflation and cause a painful global recession. As the weeks passed, it became clear that the tariff threat was used mainly as a bargaining tool to gain leverage in political and economic discussions with other countries to better serve US interests. While US tariffs are higher across the board, the impact has been far less severe than what was initially anticipated. Focus has now shifted to the US fiscal deficit and the unsustainable debt burden, which seems like an intractable problem that neither political party in the US has the will to resolve. In the absence of higher taxes or higher GDP growth, it seems likely that the government will simply opt to inflate the issue away.

Portfolio Construction

In the last quarterly update, we mentioned the extensive use of put option insurance to protect the funds from the impact of US tariffs. This “insurance” worked extremely effectively, protecting investor’s capital and providing the team with the confidence to increase exposure to companies at attractive valuations. At quarter end, gross exposure had increased from 132% to 138%, while net exposure to equities and real estate had increased from 21% to 24%. Exposure to bonds fell to 9% while cash holdings fell to 66%. Portfolio net exposure increased this quarter as the team was able to identify additional opportunities in both the domestic and offshore equity space, taking advantage of the sell-off. We purchased select US technology names where valuations are now far more compelling and increased exposure to South African retailers, banks and insurers in light of more constructive outlooks and attractive valuations.

Outlook

While geopolitical uncertainties and risks remain heightened, the market appears to have digested these risks. Market levels signal more optimism than fear. We are increasingly confident that advancements in AI technologies will reduce costs and accelerate revenues of companies we are invested in, which is incredibly exciting. We remain focused on identifying stock specific opportunities that offer attractive risk reward prospects, while concurrently prioritising downside protection. Our exposure is now more biased to opportunities in the US and South Africa, rather than Europe and China. Our team remains excited about the opportunities and challenges ahead, and endeavour to continue compounding investor capital at the best possible rate, employing the same tried and tested methods we have used for the past 27 years.

FUND CHARGES (Excl. VAT)

Service Charge	
Fund Manager fee	1.00%
PCCI Administration fee*	0.20%
Total Service Charge	1.20%
Performance fee**	20.00%

*Includes fees payable for fund administration, for risk data services and to PCCI
 **levied on 20% increase in NAV above the hurdle, subject to the high-water mark.
 The hurdle resets quarterly.

TOTAL EXPENSE RATIO (TER) AND TRANSACTION COSTS (TC)

TER and TC breakdown for the 1 and 3 year period ending 30 June 2025:	1yr%	3yr%
Service charge	1.23%	1.23%
Performance fee	1.41%	1.31%
VAT	0.55%	0.46%
Other costs	0.02%	0.02%
Total Expense Ratio (TER)	3.21%	3.02%
Transaction Costs (TC)	0.69%	0.90%
Total Investment Charge (TIC)	3.90%	3.92%

INCOME DISTRIBUTIONS

Income distributions for the last 12 months	07-Aug-25	31-Mar-25	30-Sep-24
Cents per unit	137.08	191.15	127.27

GLOSSARY

Annualised performance: reflects longer term performance rescaled to a 1-year period. Annualised performance is the average return per year over the period.

High Water Mark (HWM): The highest point in value that the investor's unit has reached. The HWM mark ensures that Peregrine Capital does not get paid a Performance Fee for the same performance twice. The HWM is updated at each Crystallisation Point.

Maximum drawdown: the largest peak to trough decline during a specific period of investment.

Total Expense Ratio: includes the annual service charge, performance fee and administrative costs, but excludes VAT and fund transaction costs, expressed as a percentage of the average monthly value of the fund. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return.

Transaction Costs: are the costs relating to the buying and selling of the fund's underlying assets, expressed as a percentage of the NAV. Transaction costs are a necessary cost in managing the fund and may impact the returns.

Total Investment Charge is the sum of the TER and TC. These should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of fund and the investment decisions of the fund manager. Since the fund returns are quoted after the deduction of these expenses, the TER and TC should not be deducted again from published returns.

**QUARTERLY RISK REPORTING
for the quarter ended 30 June 2025****Sources of Leverage:**

The prime broker appointed for the fund is Peresec Prime Brokers (Pty) Ltd ("Peresec"). The fund achieves its leveraged positions through the utilisation of derivatives and short positions. Refer below for the quarter end leverage value.

Exposure Limits:

Gross exposure is the measure of leverage, with the limit set at 2 times NAV.

Peak gross exposure during reporting period	1.50 Times NAV
Gross exposure at quarter end	1.38 Times NAV

COUNTERPARTY EXPOSURE:

The counterparties to which the fund is exposed to on **30 June 2025** are:

Counterparty	Exposure
Peresec	2.54%
JP Morgan	1.23%
BNY	0.23%
Morgan Stanley	7.70%
Standard Bank	-0.06%

Re-hypothecation of assets:

Re-hypothecation refers to the practice whereby the prime broker uses the securities of the fund as collateral for the prime broker's own purposes. The prime broker mandate in place with Peresec permits the rehypothecation of assets to the extent permitted by and in accordance with South African law. At quarter end, there were no re-hypothecated assets.

Methodology of stress testing:

The methodology for stress testing is based on a regulatory requirement to test the impact on the performance of the fund under outlier events based on historical correlations. PCCI uses an external risk data service provider, Prescient Analytics (Pty) Ltd, who has the capabilities to stress test portfolio information. Various stressed environments have been created and their impact assessed on the fund. These include scenarios such as NeneGate2, the March 2017 historical market event, and the COVID-19 market disruption.

Liquidity stress testing aims to identify how quickly a fund can repay prescribed levels of repurchases. Based on those levels, what is the time taken for repayment and if repayment can be made within 30 and 90 days. Liquidity is calculated on a per instrument basis by determining the average daily volume traded of said instrument over a 60-day period. Once the per instrument liquidity days have been calculated, time (in days) is used as an input variable to assess how long it will take the fund to liquidate the absolute portfolio holdings.

The results of the stress testing performed on the fund for the quarter were acceptable and raised no concerns.

Changes to the liquidity profile of the fund:

There were no significant changes to the liquidity profile of the fund.

Contact information:

For more information regarding risk reporting, please contact PCCI on ask@peregrine.co.za or 086 000 7252.

Investment strategy and mandate

The fund invests across asset classes, both locally and offshore. Significant exposures may be taken in individual positions from time to time. Peregrine Capital employs a bottom up stock selection process based on rigorous and disciplined fundamental research, drawing on experience of covering the sectors and companies over many years. Peregrine Capital focuses its time on building up a detailed understanding of specific companies, rather than predicting the economic trends or taking a view on overall markets.

Risk warning

The risks associated with investing in the fund include, but are not limited to the following: general market risks (such as general movements in interest rates; external factors [war, natural disasters and such like]); changes to the law and regulatory frameworks; governmental policy changes; global, regional or national economic developments and risks related to a specific security (such as the possibility of a company's credit rating being downgraded). The fund managers may use leverage. Leverage is the use of various financial instruments or borrowed capital, such as margin, to increase the potential return of an investment. Leverage includes the use of derivatives. Derivatives derive their value from the value of an underlying asset. The use of leverage within the fund involves risk because depending on how the leverage is structured, the fund's losses or gains may be unlimited. Other risks include counterparty risk and liquidity risk. The fund may take significant exposures in individual positions which may create concentration risk. Counterparty risk is the risk that the other party to a transaction may not be able to perform its obligations. Liquidity risk means that during volatile periods, the tradability of certain instruments may be impeded. Where foreign securities are included in the fund there may be potential constraints on liquidity and the repatriation of currency, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks and potential limitations on the availability of market information.

General information

This document is the minimum disclosure document ("MDD") required by Board Notice 92 of 2014 published by the Financial Sector Conduct Authority under the Collective Investment Schemes Control Act, No. 45 of 2002. Collective Investment Schemes in Hedge Funds should be considered as medium to long-term investments. The value may go down as well as up and past performance is not necessarily a guide to future performance. Collective Investment Schemes in Hedge Funds are traded at the ruling price and can engage in scrip lending and borrowing. A schedule of fees, charges and maximum commissions is available on request from the Manager. Neither the Manager nor Peregrine Capital provides any guarantee either with respect to the capital or the investment performance of the fund. The Manager has the right to close the fund to investments from new investors, and/or to close the fund to new investments, and/or to accept new investments only from certain persons or groups of persons, and/or to limit or suspend the creation and issue of new participatory interests, in each case on such terms as it may determine, if such restrictions will, in the Manager's view, benefit the fund or the effective management thereof or for any other reason whatsoever. Where any forecasts or commentary about the expected future performance of asset classes, or the market in general, are made in this document, please note that neither Peregrine Capital nor PCCI guarantee that such forecasts or commentary will occur.

Calculation of the NAV and price

The value of participatory interests (also referred to as units) is calculated on a net asset value ("NAV") basis. The NAV is the total value of all assets in the fund including any income accruals and less any permissible deductions (which may include audit fees, brokerage, service fees, securities transfer tax and bank charges) for a particular class. The price of participatory interests is calculated by dividing the NAV by the number of participatory interests in issue for that class. The price of participatory interests is published monthly in the MDD, which is available at www.peregrine.co.za.

Investment performance

The performance calculated and shown is that of the fund. Performance has been calculated using net NAV to NAV numbers with income reinvested. The investment performance for each period shown reflects the net return for investors who have been fully invested for that period. Individual investor investment performance may differ as a result of initial fees (if applicable), the actual investment date, the date of reinvestment of distributions and/or distribution dates, and dividend withholding tax. Where periods of longer than 1 year are used in calculating past performance, certain figures may be annualised. Annualised performance is the average return per year over the period. Actual annual figures and investment performance calculations are available on request from PCCI.

Performance fees

A management and performance fee is charged to the fund. Performance fees are payable on positive performance using a participation rate of 20% above the hurdle (STEFACAD index). The hurdle resets quarterly.

Total Expense Ratio for year ended 31 March 2025 3.25%

A high water mark ("HWM") is applied, which ensures that performance fees will only be charged on new performance. There is no cap on the Rand amount of performance fees.

Fund valuation time

The Pure Hedge Fund is valued daily at 15h00.

Transaction cut-off times

Please refer to the PCCI Terms and Conditions, which are available on request from PCCI or at www.peregrine.co.za.

Contact details

Manager

Peregrine Capital Collective Investments (RF) Proprietary Limited ("PCCI"), Registration number: 2024/131254/07 is the appointed manager of the fund with effect from 08 August 2025, following the amalgamation of the fund previously managed by H4 Collective Investments (RF) Proprietary Limited | Physical address: Waterside Place, South Gate Tyger Waterfront Bellville, Western Cape, 7530 | Postal address: PO Box 650361, Benmore, 2010 | Telephone number: 086 000 7252 | E-mail address: ask@peregrine.co.za | Website: www.peregrine.co.za. PCCI is a member of the Association for Savings and Investments SA ("ASISA").

Custodian

Standard Bank of South Africa Limited, Registration number: 1962/000738/06 | Physical address: 8th Floor, North Tower, The Towers, 2 Hertzog Boulevard, Foreshore, Cape Town, 8001 | Telephone number: +27 21 401 2383 | Website: www.standardbank.co.za.

The Manager and Custodian are registered and approved under the Collective Investment Schemes Control Act, No. 45 of 2002.

Fund Manager

Peregrine Capital Proprietary Limited ("Peregrine Capital"), Registration number: 1998/004238/07 is an authorised Financial Services Provider (FSP 607) under the Financial Advisory and Intermediary Services Act, No. 37 of 2002 ("FAIS"). Peregrine Capital has been appointed by PCCI to act in the capacity of discretionary hedge fund manager of the fund. Please be advised that there may be representatives acting under supervision. Physical address: 10th Floor, 39 Wierda Rd West, Wierda Valley, Sandton, 2196 | Postal address: PO Box 650361, Benmore, 2010 | Telephone number: +27 86 000 7252 | Website: www.peregrine.co.za.

Additional information

For any additional information such as the price of participatory interests please email ask@peregrine.co.za.

Application forms are available at www.peregrine.co.za.

CPI

The CPI figures are lagged by one month as the number was calculated before this month's inflation rate was released.

SA Multi Asset - Low Equity Category

The South African Multi Asset – Low Equity category is defined in the ASISA Standard on Fund Classification for South African Regulated Collective Investment Scheme Portfolios. The market value-weighted average return of portfolios in the ASISA South African Multi Asset – Low Equity category from 1 February 2000 to 31 January 2013, was the market value-weighted average return of the funds in the Domestic Asset Allocation Prudential Low Equity sector of the previous ASISA Fund Classification Standard.

Limitation of liability

This MDD has been compiled for information purposes only and does not take into account the needs or circumstances of any person or constitute advice of any kind. It is not an offer to sell participatory interests or an invitation to invest. The information and opinions in this MDD have been recorded by PCCI and Peregrine Capital in good faith from sources believed to be reliable, but no representation or warranty, express or implied, is made as to their accuracy, completeness or correctness. PCCI and Peregrine Capital accordingly accept no liability whatsoever for any direct, indirect or consequential loss arising from the use of this MDD or its contents.

