

INVESTMENT POLICY SUMMARY

The fund tracks the performance of its benchmark, the FTSE/JSE All Bond Index. The fund is rebalanced monthly. The fund will invest in a basket of permitted government and corporate fixed-interest securities. The aim is to track the FTSE/JSE All Bond Index. By investing in a passive vehicle, the returns to investment strategies are known. By applying a full replication strategy, the fund will mirror the composition of the chosen benchmark. In order to reduce costs and minimise tracking error, Satrix Bond Index Fund engages in scrip lending activities.

WHY CHOOSE THIS FUND?

- *If you seek general market performance through a well-diversified bond portfolio at low cost.
- *If you seek a core component for the bond portion of your portfolio.
- *If you who prefer to take a longer term view when building wealth.
- *If you are cost conscious.

FUND INFORMATION

ASISA Fund Classification	SA - Interest Bearing - Variable Term
Risk profile	Cautious
Benchmark	FTSE/JSE All Bond Index
Portfolio launch date	Dec 2008
Fee class launch date	Apr 2014
Minimum investment	Manual: Lump sum: R10 000 Monthly: R500 SatrixNOW.co.za: No minimum
Portfolio size	R6.4 billion
Last two distributions	30 Jun 2025: 46.00 cpu 31 Dec 2024: 47.05 cpu
Income decl. dates	30 Jun 31 Dec
Income price dates	1st working day in July and January
Valuation time of fund	17:00
Transaction cut off time	Manual: 15:00 SatrixNOW.co.za: 13:30
Daily price information	www.satrix.co.za
Repurchase period	T+3

TOP 10 HOLDINGS

Securities	% of Portfolio
Republic Of South Africa 8.75% 280248	11.40
Republic Of South Africa 8.00% 31012030	11.04
Republic Of South Africa 8.25% 31032032	11.01
Republic Of South Africa 8.875% 28022035	10.95
Republic Of South Africa 10.50% 211226	10.51
Republic Of South Africa 8.50% 31012037	9.69
Republic Of South Africa 9.00% 31012040	8.40
Republic Of South Africa 8.75% 31012044	7.62
Republic Of South Africa 7.00% 280231	6.48
Republic Of South Africa 11.625% 31032053	3.04

as at 31 Aug 2025

PERFORMANCE (ANNUALISED)

A1-Class	Fund (%)	Benchmark (%)
1 year	14.43	15.11
3 year	13.01	13.64
5 year	10.71	11.33
10 year	8.81	9.43

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

ACTUAL HIGHEST AND LOWEST ANNUAL RETURNS*

Highest Annual %	17.94
Lowest Annual %	0.97

FEES (INCL. VAT)

	A1-Class (%)
Advice initial fee (max.)	N/A
Manager initial fee	N/A
Advice annual fee (max.)	1.15
Manager annual fee	0.52
Total Expense Ratio (TER)	0.49
Transaction Cost (TC)	0.01

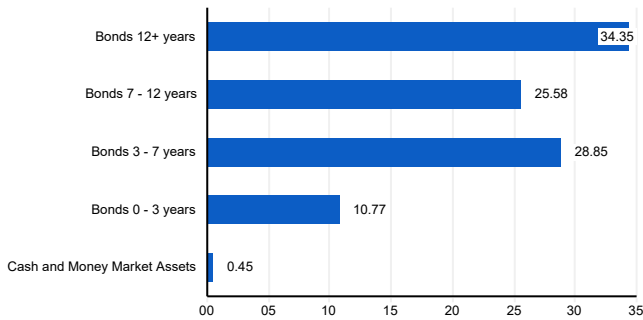
Advice fee | Any advice fee is negotiable between the client and their financial advisor. An annual advice fee negotiated is paid via a repurchase of units from the investor. The portfolio manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. This fund is also available via certain LISPS (Linked Investment Service Providers), which levy their own fees.

Total Expense Ratio (TER) | The Management Fee is expressed as an annual percentage of the daily NAV of the CIS. This Fee is net of any scrip lending income and Management Fee waiver, where applicable.

The Total Expense Ratio (TER) is the charges incurred by the portfolio, for the payment of services rendered in the administration of the CIS. The TER is expressed as a percentage of the daily NAV of the CIS and calculated over a period of 3 years on an annualised basis. The Transaction Cost (TC) is the cost incurred by the portfolio in the buying and selling of underlying assets. This is expressed as a percentage of the daily NAV of the CIS and calculated over a period of 3 years on an annualised basis.

The current TER/TC cannot be regarded as an indication of future TER and TC. A higher TER and TC does not imply a poor return nor does a low TER and TC imply a good return. Obtain the costs of an investment prior to investing by using the EAC calculator provided at satrix.co.za.

ASSET ALLOCATION



PORTFOLIO QUARTERLY COMMENTARY - 30 JUN 2025

The second quarter of 2025 was punctuated by periods of heightened geopolitical tensions, from trade wars to new Middle East tensions as war broke out between Israel and Iran in June. On 2 April 2025, a day President Donald Trump labelled 'Liberation Day', he announced trade tariffs on US trade partners. The tariffs ranged from a minimum 10% to as high as 50%. The equity and bond markets quickly sold off as investors feared that such high tariffs would lead to a recession. The ensuing weakness in markets forced Trump to delay the implementation date of the new policy and give countries 90 days reprieve to negotiate better trade deals. Initially, the benchmark US 10-year bond yield spiked from 4% to 4.5% before recovering to end the quarter little changed at 4.23%. The US Dollar Index weakened about 7% during the quarter as investors gauged that policy uncertainty in the US will spark de-dollarisation. The rand initially fell against the dollar from R18.32 per dollar to R19.75 but recovered to end the quarter at R17.71 per dollar. The recovery was aided by improved emerging market risk sentiment as well as SA-specific issues, such as the thawing of relations between South Africa and the US following President Cyril Ramaphosa's meeting with Trump at the White House on 21 May.

The Monetary Policy Committee (MPC) of the South African Reserve Bank (SARB) met on 29 May, and cut the repo rate by 0.25% as expected, to 7.25%. The decision was supported by inflation, which had persistently surprised below expectations, and weak economic growth in the first quarter. However, the SARB surprised the market by publishing forecasts of the repo rate should a 3% inflation target be adopted. This was the strongest indication yet that the adoption of the new, lower inflation target was imminent. This was followed by a Working Paper, wherein researchers at the SARB argued that a lower target will lead to much lower interest rates and substantial interest cost savings for National Treasury if the lower target is accompanied by a revised funding strategy, focusing on T-bills and inflation-linked bonds.

The FTSE/JSE All Bond Index (ALBI) delivered a strong 5.88% return during the quarter. The cash index, the Alexander Forbes Short-Term Fixed-Interest (STeFI) Composite Index, delivered a return of 1.86% for the quarter. The FTSE/JSE Inflation-linked Index (CILI) lagged, returning just 0.88% as yields continued to drift higher. Demand for inflation protection has been tepid as inflation has remained low and is not forecast to increase substantially.

RISK PROFILE (CAUTIOUS)

This fund aims to provide stable income in conjunction with fluctuating capital values. It aims to provide a high level of income in excess of cash returns over the medium term. This fund is designed to track the bond benchmark and has a medium-term investment horizon.

CONTACT DETAILS

Manager

Satrix Managers (RF) Pty Ltd (Reg. No. 2004/009205/07). 4th Floor, Building 2, 11 Alice Lane, Sandown, 2146.

Investment Manager

The management of investments are outsourced to Satrix, a division of Sanlam Investment Management (Pty) Ltd, FSP 579, an authorised Financial Services Provider under the Financial Advisory and Intermediary Services Act, 2002.

Trustee

Standard Chartered Bank, Tel No.: 011 217 6600, E-mail: southafrica.securities-services@sc.com

DISCLAIMER

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*The highest and lowest annualised performance numbers are based on 10 non-overlapping one year periods or the number of non-overlapping one year periods from inception where performance history does not yet exist for 10 years.

The Sanlam Group is a full member of the Association for Savings and Investment SA. Collective investment schemes are generally medium- to long-term investments. Please note that past performances are not necessarily a guide to future performances, and that the value of investments / units / unit trusts may go down as well as up. A schedule of fees and charges and maximum commissions is available from the Manager, Satrix Managers (RF) (Pty) Ltd, a registered and approved Manager in Collective Investment Schemes in Securities. Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained from the Manager, free of charge. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. Collective investments are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses such as audit fees, brokerage and service fees. Actual investment performance of the portfolio and the investor will differ depending on the initial fees applicable, the actual investment date, and the date of reinvestment of income as well as dividend withholding tax. Forward pricing is used. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The performance of the portfolio depends on the underlying assets and variable market factors. Performance is based on NAV to NAV calculations with income reinvestments done on the ex-div date. Lump sum investment performances are quoted. The portfolio may invest in other unit trust portfolios which levy their own fees, and may result in a higher fee structure for our portfolio. All the portfolio options presented are approved collective investment schemes in terms of Collective Investment Schemes Control Act, No 45 of 2002 ("CISCA"). The fund may from time to time invest in foreign instruments which could be accompanied by additional risks as well as potential limitations on the availability of market information. The Manager has the right to close any portfolios to new investors to manage them more efficiently in accordance with their mandates. The portfolio management of all the portfolios is outsourced to financial services providers authorized in terms of the Financial Advisory and Intermediary Services Act, 2002. Standard Chartered Bank is the appointed trustee of the Satrix Managers Scheme.

This Fund qualifies as a tax free investment according to section 12T of the Income Tax Act, with effect from 1 March 2015. South African individuals qualify for the associated tax benefits namely no tax on dividends, income or capital gains whilst still enjoying all the benefits of a unit trust. Note contributions to tax free investments are limited to R36 000 per tax year, with a lifetime limit of R500 000. Amounts invested in excess of these permissible thresholds are subject to tax penalties.