

**Flagship BCI Balanced Fund (A)**

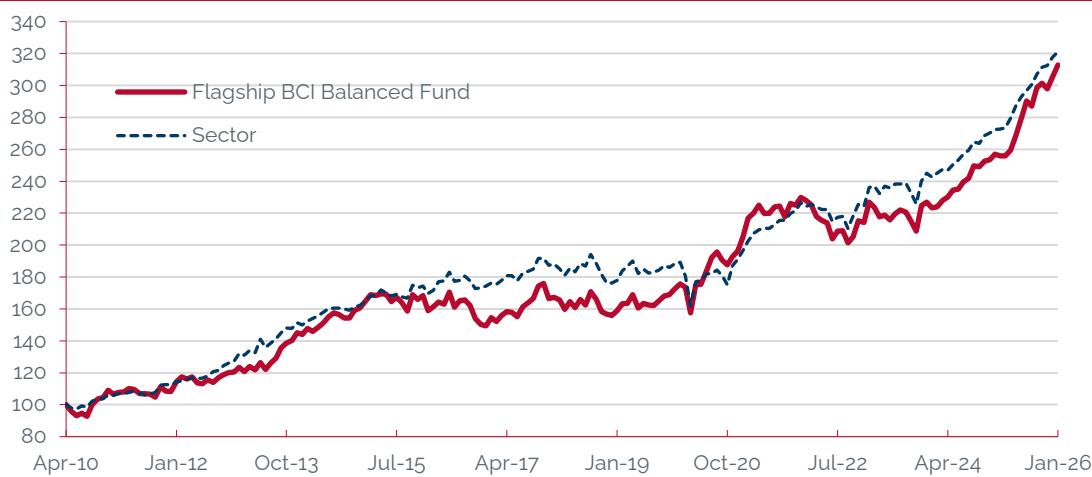
MINIMUM DISCLOSURE DOCUMENT | 31 JANUARY 2026

|                     |   |
|---------------------|---|
| Portfolio Manager   | Paul Floquet CA(SA), CFA                          |
| Launch date         | 19 April 2010                                     |
| Fund size           | R270m   |
| NAV - A Class       | 381.5c  |
| Benchmark           | ASISA SA Multi Asset High Equity category average |
| Fund Classification | South African - Multi Asset - High Equity         |

|  |                       |
|--|-----------------------|
| No. of participatory interests                 | 70 748 338            |
| Income declaration dates                       | 30 June   31 December |
| Income declarations                            | 1.35cpu   1.17cpu     |
| Dealing   Valuation time   Transaction cut-off | Daily   15h00   14h00 |
| JSE Code                                       | FLDF                  |
| ISIN   | ZAE000159901          |

**FUND OBJECTIVE**

The objective of the Flagship BCI Balanced Fund is to seek steady growth of both capital and income through investments in a broad range of asset classes in a balanced manner. This Regulation 28 managed fund is classified as South African - Multi Asset - High Equity and aims to maximize returns over the medium to long term utilising flexible asset allocation strategies taking active decisions in accordance with current and projected economic and market conditions. The fund invests in equities, bonds, property and money market and is restricted to maximum limits in accordance with prudential regulations which, inter alia, provide that equity, held both locally and abroad, will not exceed 75% of the fund and offshore investment is restricted to 45% of the fund. Out-performance is targeted through aggressive asset allocation and focused stock selection based on in-house proprietary models and extensive internal and external research. The portfolio uses financial instruments only to the extent permitted by legislation.

**PERFORMANCE CHART**

**PERFORMANCE AND RISK**

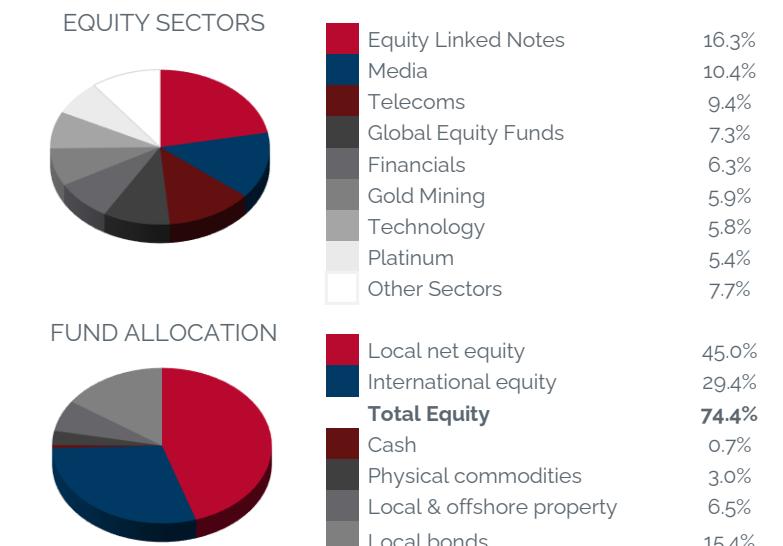
| Performance (net of fees)   | Fund   | Benchmark                      | Outperformance |
|---|--------|--------------------------------|----------------|
| Since inception   | 212.8% | 221.1%                         | -8.3%          |
| Since inception (annualised)  | 7.5%   | 7.7%                           | -0.2%          |
| 10 Years (annualised)   | 7.0%   | 6.6%                           | 0.4%           |
| 7 Years (annualised)  | 10.2%  | 8.8%                           | 1.4%           |
| 5 Years (annualised)  | 8.8%   | 10.3%                          | -1.5%          |
| 3 Years (annualised)  | 11.3%  | 10.8%                          | 0.5%           |
| 1 Year  | 21.7%  | 17.9%                          | 3.8%           |
| Year-to-date  | 2.5%   | 1.1%                           | 1.4%           |
| <b>Risk Measures (since inception)</b>  |        |                                |                |
| Annualised monthly volatility   | 11.4   | 8.6                            |                |
| Sharpe ratio  | 0.06   | 0.11                           |                |
| Maximum drawdown  | -20.5% | -22.3%                         |                |
| Lowest actual annual return   | +1.9%  | 19 April 2012 to 18 April 2013 |                |
| Highest actual annual return  | +28.1% | 19 April 2020 to 18 April 2021 |                |
| Annualised return is the weighted average compound growth rate over the period measured. Effective 19/09/2025 - CIS Manager changed from IP Collective Investment Scheme. Name change from Flagship IP Balanced Fund. |        |                                |                |

**ANNUAL FUND PERFORMANCE**

|               | 2016   | 2017  | 2018  | 2019  | 2020  | 2021  | 2022  | 2023 | 2024  | 2025  |
|---------------|--------|-------|-------|-------|-------|-------|-------|------|-------|-------|
| <b>Fund</b>   | -11.3% | 11.6% | -6.3% | 10.7% | 13.6% | 17.0% | -6.7% | 5.8% | 11.7% | 20.4% |
| <b>Sector</b> | -0.1%  | 7.5%  | -6.0% | 6.9%  | 1.5%  | 18.6% | -1.1% | 9.3% | 10.3% | 17.5% |

**FUND EXPOSURES**

|  |               |
|--|---------------|
| <b>Domestic Direct Equity</b>                      | <b>44.7%</b>  |
| Prosus   | 4.9%          |
| Naspers  | 4.1%          |
| Telkom   | 3.7%          |
| Glencore   | 3.5%          |
| AngloGold  | 3.4%          |
| Blu Label Unlimited                                | 2.8%          |
| Impala Platinum                                    | 2.7%          |
| Other domestic holdings                            | 19.5%         |
| <b>International Direct Equity</b>                 | <b>6.6%</b>   |
| Tencent  | 2.5%          |
| Nvidia Corp  | 1.6%          |
| Other international holdings                       | 2.5%          |
| <b>Global Equity Funds</b>                         | <b>7.3%</b>   |
| Flagship Global Equity Fund A                      | 7.3%          |
| <b>Capital Protected Exchange Traded Notes</b>     | <b>16.0%</b>  |
| Environmental World Index Digital Plus             | 8.3%          |
| S&P500 Digital Plus                                | 7.7%          |
| MSCI Emerging Markets Digital Plus ETN             | 0.0%          |
| <b>Property</b>                                    | <b>6.4%</b>   |
| Direct Property Holdings - Sirius, Nepi Rockcastle | 3.5%          |
| Offshore - Clearance Camino Fund                   | 2.9%          |
| <b>Physical Commodities</b>                        | <b>3.3%</b>   |
| Platinum   | 3.3%          |
| Gold   | 0.0%          |
| <b>Domestic Bonds</b>                              | <b>15.2%</b>  |
| <b>Domestic Cash</b>                               | <b>0.3%</b>   |
| <b>International Cash</b>                          | <b>0.1%</b>   |
| <b>TOTAL</b>                                       | <b>100.0%</b> |

**ASSET ALLOCATION**

**FEES**

|  | Retail       | Institutional |
|--|--------------|---------------|
| <b>Total Expense Ratio (incl. VAT)</b>     | 2.21%        | 1.35%         |
| <b>Fund management fee (excl. VAT)</b>     | 1.75%        | 1.00%         |
| <b>VAT on fund management fee</b>          | 0.26%        | 0.15%         |
| <b>Fund expenses (incl. VAT)</b>           | 0.20%        | 0.20%         |
| <b>Transaction Costs (incl. VAT)</b>       | 0.19%        | 0.19%         |
| <b>Total Investment Charge (incl. VAT)</b> | <b>2.40%</b> | <b>1.54%</b>  |

**FUND COMMENTARY - JANUARY 2026**

The Flagship BCI Balanced Fund had a solid month despite the heavy falls experienced on 30 January, with the fund up 2.5%, ahead of the fund's sector average benchmark return of 1.1%, but behind the JSE AllShare return of 3.6%. January's playbook followed a similar path to what we have seen over the last few months with the Resource sector flying (up 13.2% in January and 31.9% over the last 3 months), bonds proving steady (up 2.0% and 8.3%), and the rand ripping (up 3.2% and 7.9%). The fund's Top 10 includes a few of the month's top performers (Implats +23.1%, Glencore +20.7%, and Northam +18.0%), but disappointingly also holds a few of the month's poor performers (Blu Label -8.9%, Prosus -8.9%, and Naspers -8.7%). The only change to the fund over the month was the purchase of Clicks, following the unwarranted weakness following their trading update, where investors appeared focused on a flat top line, disregarding the potential of a double digit bottom line expectation. As required by legislation, we confirm that the fund has adhered to its policy objective and strategy.

## MARKET COMMENTARY

Equity markets started the year strongly. In the US, the S&P and Nasdaq gained 1.4% and 1.0% respectively, while London's FTSE, off to a flyer, gained 3.0%. The strongest performance came from the East, as Japan's Nikkei rose by 5.9%, while the Hang Seng was up a meaningful 6.9% for the month. The USD was again weak compared to most of its peers, boosting the above non-US returns, when measured in dollars.

Partly responsible for the weak dollar was a Justice Department criminal investigation into Fed chairman, Jerome Powell, which is widely considered to be politically motivated, drawing condemnation from both sides of the political divide. Powell himself called it an attack that "brings the US closer to emerging markets with weak institutions". Later in the month, the Fed kept borrowing rates constant, while two Fed dissenters called for a 25-basis point cut. Cutting rates is certainly not required to spur growth, as the US economy expanded by 4.4% during the third quarter, marginally higher than expected.

The real story this month was in the commodity space. Gold breached \$5,000 for the first time, soaring to a record \$5,500. Silver, meanwhile, had its biggest one-day jump (+14%) in 40 years. The exuberance was short lived, though, as Trump's announcement of a new Fed Chair, perceived by many to be more hawkish, led to an historic collapse in metal prices. Gold fell 11% and silver 31% in a single session – the latter's 2<sup>nd</sup> worst day on record.

The geopolitical landscape across the globe remains volatile. After a ruffling of feathers between the US and NATO, there seems to be progress towards an agreement on Greenland. This will be closely monitored, though, and we are seeing increasing evidence of many countries (Canada-China and Europe-India) looking to diversify away from the US and the Dollar. Treasury Secretary Scott Bessent calling allies like Denmark "irrelevant" is not helping the US cause. This unease between allies was a large contributor to the historic rallies in various precious metals. US-Iran tensions are also building as the US ramps up its military presence in the region, with strikes against Tehran reportedly being considered. The Islamic regime's brutal crackdown on protestors, with estimates of 30 000 or more casualties, certainly did not win them any favours.

Back home, the JSE AllShare continued its strong performance from last year, gaining 3.7% during the month. Again, these ZAR returns were elevated when measured in USD, as the greenback declined by another 2.5% against the Rand. This, despite the SA military again trying its utmost to upset the West, hosting war games and inviting Russia and Iran (the latter freshly accused of a brutal two-day anti-democracy crackdown), amongst others, to participate. These apparently unauthorised activities begs the question: does Ramaphosa, as Commander-in-Chief of the SA armed forces, have control of the military? This is certainly not a good look.

## Risk Considerations and Important Information

Boutique Collective Investments (RF) (Pty) ("BCI") Ltd 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 ASISA. 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. BCI 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. Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge. Performance fees are calculated and accrued on a daily basis based upon the daily outperformance, in excess of the benchmark, multiplied by the share rate and paid over to the manager monthly. Performance figures quoted for the portfolio are from Morningstar, as at the date of this minimum disclosure 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. BCI 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's products. Access the BCI Privacy Policy and the BCI Terms and Conditions on the BCI website ([www.bcis.co.za](http://www.bcis.co.za)).

### Effective Annual Cost

- BCI adopts 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](http://www.bcis.co.za). BCI calculates the EAC as per the ASISA standard for a period of 3 years up till the most recent TER reporting period.

### 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 LISPs 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 instances portfolios invest in other portfolios which form part of the BCI Scheme. These investments will be detailed in this document, as applicable

### Investment Manager

- Flagship Asset Management (Pty) Ltd is an authorised Financial Service Provider FSP 577.
- 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](http://www.bcis.co.za).
- Valuation takes place daily and prices can be viewed on our website ([www.bcis.co.za](http://www.bcis.co.za)) or in the daily newspaper.
- Actual annual performance figures are available to existing investors on request. Upon request the Manager will provide the investor with portfolio quarterly investment holdings reports.

### Management Company Information

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### Custodian / Trustee Information

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

### Investment Policy

The Flagship BCI Balanced Fund is to be a domestic, asset-allocation, prudential variable portfolio. The primary objective of the fund is to seek steady but stable growth of both capital and income through investments in a broad range of asset classes in a balanced manner. In order to achieve its objective, the investments normally to be included will comprise a combination of securities in the equity, bond, property and money markets. The portfolio will have an equity exposure (including international equity) between 0% and 75% at all times. Investments to be included in the Flagship BCI Balanced Fund will comprise a combination of securities and assets in liquid form which are considered consistent with the portfolio's primary objective and that the Act or the Registrar may from time to time allow, all to be acquired at fair market value. The portfolio may also include participatory interests or any other form of participation in portfolios of collective investment schemes registered in South Africa or operated in territories with a regulatory environment which is to the satisfaction of the Manager and the Trustee and as legislation permits. Nothing contained in the investment policy shall preclude the manager from varying the ratio of the aforementioned securities relative to each other (except as required by the Act), or the assets themselves, to maximise capital growth and investment potential, should changing economic factors or market conditions so demand. Provided also that nothing contained in the investment policy shall preclude the Manager from retaining cash in the portfolio and / or placing cash on deposit in terms of the deed. Provided further that the Manager shall ensure that the portfolio includes securities and assets in liquid form, of at least the aggregate value required, from time to time, by the Act. The Manager will be permitted to invest on behalf of the portfolio in offshore investments as legislation permits. The Manager will be permitted to invest on behalf of the portfolio in financial instruments as legislation permits. The portfolio will be managed so as to comply with prudential requirements with which a pension fund investment strategy must comply in terms of applicable legislation. For the purpose of this portfolio, the manager shall reserve the right to close the portfolio to new investors on a date determined by the manager. This will be done in order to be able to manage the fund in accordance with its mandate. The manager may, once a portfolio has been closed, open that portfolio again to new investors on a date determined by the manager.

### TER and Transaction Costs

From 1 October 2024 to 30 September 2025 2.21% of the value of the fund was incurred as expenses relating to the administration of the fund. 0.19% of the value of the fund was incurred as costs relating to the buying and selling of the assets underlying the fund. Therefore, 2.40% of the value of the fund was incurred as costs relating to the investment of the fund. 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 TER's. Transaction Costs are a necessary cost in administering the fund and impacts fund 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 fund, the investment decisions of the investment manager and the TER.

### Fund Risk Profile

- The fund managers seek to reduce risk by investing in a range of assets diversified across sectors and geographies, with the flexibility to vary exposures as market circumstances dictate.



- Shares are potentially volatile investments and there is a risk of capital loss over the short term.
- Foreign securities 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.

## Flagship Asset Management (Pty) Limited

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