

## Flagship BCI Balanced Fund (A)

MINIMUM DISCLOSURE DOCUMENT | 31 MARCH 2026

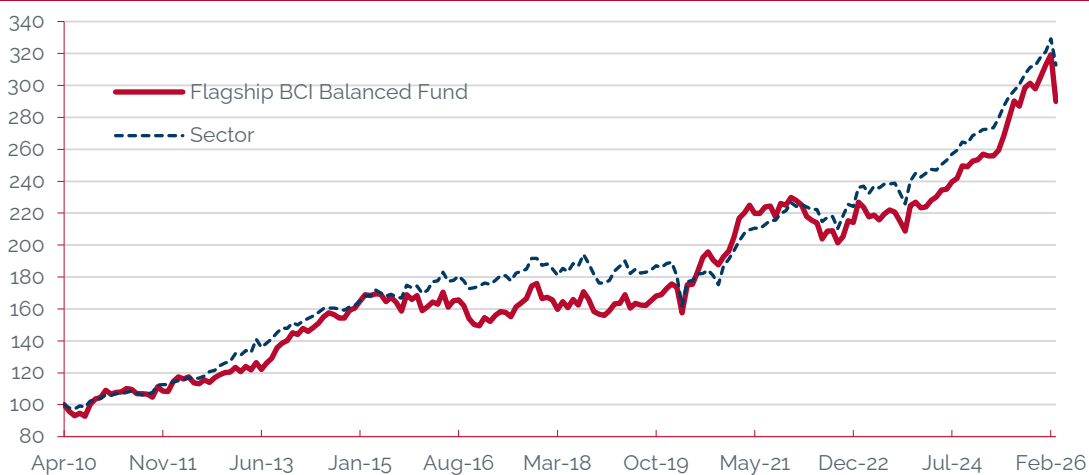
<b>Portfolio Manager</b>	Paul Floquet CA(SA), CFA
<b>Launch date</b>	19 April 2010
<b>Fund size</b>	R249m
<b>NAV - A Class</b>	353.5c
<b>Benchmark</b>	ASISA SA Multi Asset High Equity category average
<b>Fund Classification</b>	South African - Multi Asset - High Equity

<b>No. of participatory interests</b>	70 468 576
<b>Income declaration dates</b>	30 June   31 December
<b>Income declarations</b>	1.35cpu   1.17cpu
<b>Dealing   Valuation time   Transaction cut-off</b>	Daily   15h00   14h00
<b>JSE Code</b>	FLDF
<b>ISIN</b>	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



### FUND EXPOSURES

<b>Domestic Direct Equity</b>	<b>41.0%</b>
Prosus	4.4%
Glencore	4.3%
Telkom	3.9%
Naspers	3.9%
Sasol	3.6%
Blu Label Unlimited	2.7%
Capitec	2.5%
Other domestic holdings	15.8%
<b>International Direct Equity</b>	<b>5.7%</b>
Tencent	2.3%
Micron Technology Inc	1.8%
Other international holdings	1.6%
<b>Global Equity Funds</b>	<b>7.4%</b>
Flagship Global Equity Fund A	7.4%
<b>Capital Protected Exchange Traded Notes</b>	<b>16.6%</b>
Environmental World Index Digital Plus	8.9%
S&P500 Digital Plus	7.7%
MSCI Emerging Markets Digital Plus ETN	0.0%
<b>Property</b>	<b>6.5%</b>
Direct Property Holdings - Sirius, Nepi Rockcastle	3.6%
Offshore - Clearance Camino Fund	3.0%
<b>Physical Commodities</b>	<b>2.4%</b>
Platinum	1.4%
Gold	0.9%
<b>Domestic Bonds</b>	<b>14.1%</b>
<b>Domestic Cash</b>	<b>5.9%</b>
<b>International Cash</b>	<b>0.3%</b>
<b>TOTAL</b>	<b>100.0%</b>

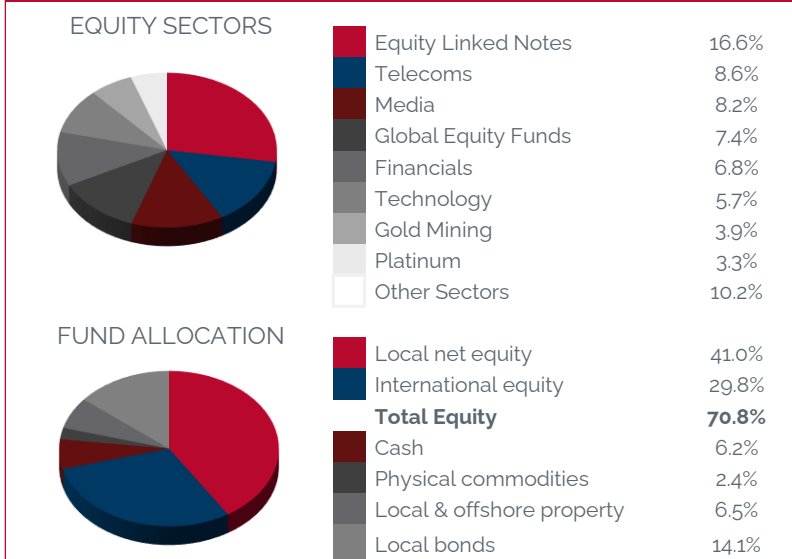
### PERFORMANCE AND RISK

Performance (net of fees)	Fund	Benchmark	Outperformance
Since inception	189.9%	212.9%	-23.0%
Since inception (annualised)	6.9%	7.4%	-0.5%
10 Years (annualised)	5.8%	5.9%	0.0%
7 Years (annualised)	8.5%	7.7%	0.9%
5 Years (annualised)	5.7%	8.6%	-2.9%
3 Years (annualised)	10.0%	10.4%	-0.4%
1 Year	13.3%	14.5%	-1.1%
Year-to-date	-5.0%	-1.5%	-3.5%

Risk Measures (since inception)	Fund	Benchmark
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.

### ASSET ALLOCATION



### 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%

### FEES

	Retail	Institutional
<b>Total Expense Ratio (incl. VAT)</b>	2.26%	1.39%
<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>	0.25%	0.24%
<b>Transaction Costs (incl. VAT)</b>	0.17%	0.17%
<b>Total Investment Charge (incl. VAT)</b>	<b>2.43%</b>	<b>1.56%</b>

### FUND COMMENTARY - MARCH 2026

The Flagship BCI Balanced Fund endured a torrid month, falling 9.2%, well below the fund's sector average benchmark which declined 5.0%, but marginally ahead of the JSE Allshare's 11.2% collapse. The outbreak of the conflict in the Middle East saw harsh profit-taking in Precious metals with Gold down US\$611 to \$4,668 and PGM's hit even worse with Palladium down \$308 to \$1,480 and Platinum down \$415 to \$1,954. The fund's overweight position in precious metals had a severe impact on fund performance, with fund holdings Impala (-33.8%), Harmony (-28.9%), and Valterra (-25.7%), amongst others, all impacting harshly. Within equities, the only sector in the green was Chemicals/Energy (+42.5%) as fund holdings Sasol (+55.1%) & Glencore (+11.8%) were the month's top performers. As required by legislation, we confirm that the fund has adhered to its policy objective and strategy.

## MARKET COMMENTARY

March '26 saw a meaningful pullback in equity markets across the globe as the conflict in the Middle East proved to be the main driver of performance. In the US, the S&P500 was down 5.0%, while the Nasdaq composite declined by 4.7%. London's FTSE declined by 6.2% while the Euro Stoxx lost 9.3%. There was plenty of pain in the East as well, as the Nikkei declined by 12.7%, and Hong Kong's Hang Seng finished the month 6.6% lower. South Korea's Kospi, one of the world's best performing markets over the past year, experienced its worst day on record, dropping 12% in a single session.

With news flow driven and dominated by the conflict and subsequent disruption to oil supplies, and the Strait of Hormuz mostly shut following the US-Israeli strikes that killed Iran's Supreme Leader, inflation concerns have re-entered the equation. Brent Crude futures increased by 63% during the month, hovering around \$120 per barrel at month end. The volatility was extreme, with prices touching \$120 and \$80/barrel within a 24-hour period. Sentiment was not helped by statements from IEA officials that oil supply disruptions are unprecedented in scale, leading to only its sixth emergency release during the organization's 52-year history.

The renewed inflation concerns saw rates kept steady at the FOMC and any chance of rate cuts for the year have (probably) been eliminated, with futures now pricing in a 35% chance of a hike by October. This lower likelihood of

further rate cuts, and a search for liquidity, led to selling pressure on gold, which declined by 11.6%. The precious yellow metal experienced its biggest weekly drop since 1983.

Military escalations in the Middle East have been severe, with rhetoric around war shifting multiple times, making short-term predictions somewhat useless, with markets influenced more by social media posts than market fundamentals. One gets the feeling, however, that Iran's hand for future negotiations gets stronger with each day, providing them incentive to reject ceasefire or peace deals put on the table. Trump, meanwhile, risks isolating the US, as he shifts between threatening allies and asking for their help.

Locally, South African equities were not shielded from March's carnage. The JSE ALSI declined by 10.4%, while the JSE Resources index declined by 15.2%. Measured in Dollars, these returns are markedly lower, with the ZAR declining by 6.3% against the USD during the month.

Escalation in the Middle East is set to have a large local impact, given SA's reliance on imported refined petroleum products. Steep fuel price hikes will hurt both wallets and retail spending, while consumers must now also contend with higher-for-longer rates, given the likely spillover into higher inflation numbers, something the hawkish SARB will be closely monitoring.

## 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 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 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

Boutique Collective Investments (RF) (Pty) Limited  
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Email: [bcis\\_clientservices@fundrock.com](mailto:bcis_clientservices@fundrock.com) + [www.bcis.co.za](http://www.bcis.co.za)

### 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 January 2025 to 31 December 2025 2.26% of the value of the fund was incurred as expenses relating to the administration of the fund. 0.17% of the value of the fund was incurred as costs relating to the buying and selling of the assets underlying the fund. Therefore, 2.43% 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.

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