PSG Wealth

Offshore Equity Portfolio

October 2026



Key information

Benchmark

- I-Shares MSCI World ETF

Annual management fee

- 1%

Minimum portfolio size

- R2 million (or equivalent in their offshore currency)

Top 10 Holdings

- Alphabet Inc.
- Amazon.com, Inc.
- Berkshire Hathaway Inc.
- Johnson & Johnson
- JPMorgan Chase & Co.
- Microsoft Corporation
- Nestle S.A.
- RTX Corporation
- TotalEnergies SE
- Visa Inc.

*Sorted alphabetically

About the portfolio manager

Adriaan Pask, Chief Investment Officer

- Over 20 years' investment experience
- BCom (Financial Analysis)
- BCom(Hons) (Financial Management)
- MCom (Business Management)
- PhD (Economic and Management Sciences)

About the lead analysts

Marnus Piekaar, Head of Fundamental Research

- 10 years' experience in finance and equity analysis
- BCom(Hons) (Financial Management), CFA

Leigh Natus, Head of Macro and Quantitative Analysis

- Experienced in macroeconomic analysis
- BCom(Hons) (Economics)

Overview

The PSG Wealth House View Offshore Equity Portfolio returned 0.92% during October 2026, outperforming the MSCI World Index TR (USD), which declined by 0.77%. Since inception, the portfolio has delivered an annualised return of 11.86%, compared with 12.02% for the benchmark.

Philosophy

We apply a disciplined, bottom-up, quality-biased investment philosophy in our stock selection. The central concept underlying quality investing is the pursuit of companies with durable competitive advantages, resilient balance sheets, and the ability to consistently generate high returns on capital. In our view, a company that combines strong fundamentals with long-term growth potential qualifies as an attractive investment. Accordingly, we prefer companies that exhibit sustainable earnings power, sound governance, and proven capital allocation discipline, while remaining cognisant of the momentum factors that can drive shorter-term share price performance. We also look for businesses with a strong confidence rating, which means they demonstrate prudent debt management and operational resilience. We ensure that the portfolio is diversified across multiple sectors and regions.

In addition, we integrate macroeconomic analysis and liquidity considerations to support sector and security selection, recognising that opportunities vary with changing environments. Our process can be summarised as a pragmatic approach to investing. Thus, investments are not only chosen on their potential value but also their quality. As such, investments are screened for their profitability, the quality of their reported earnings, dividend policies, as well as their financial structure. There is no guarantee that all the chosen companies will outperform; a few will more than likely underperform. However, the portfolio displays below-average risk and is fundamentally undervalued. As a group, their future investment returns should, therefore, be satisfactory.

Our process can be summarised as a pragmatic approach to investing, where investment choices are guided by both the inherent quality of the businesses and the broader economic context. Thus, investments are not only chosen on their valuation but also on their structural quality and sustainability. As such, companies are screened for profitability, the consistency and transparency of their earnings, and their ability to reinvest in growth without compromising financial stability. While not all chosen companies will outperform, the portfolio aims to balance risk prudently while positioning for long-term, sustainable returns.

Investment objective

We strive to buy high-quality assets trading at a discount to our estimation of its intrinsic value. We expect the investment to rerate to its intrinsic value over the medium term, which if consistently applied, should lead to long-term capital growth. Through this process, we aim to grow wealth while consistently guarding clients against the risk of permanent capital loss.

Market commentary

Emerging market equities declined during October 2026, with the MSCI EM Index falling 8.11% in US dollar terms and 7.21% in rand terms, as a stronger US dollar and weaker risk sentiment weighed on performance.

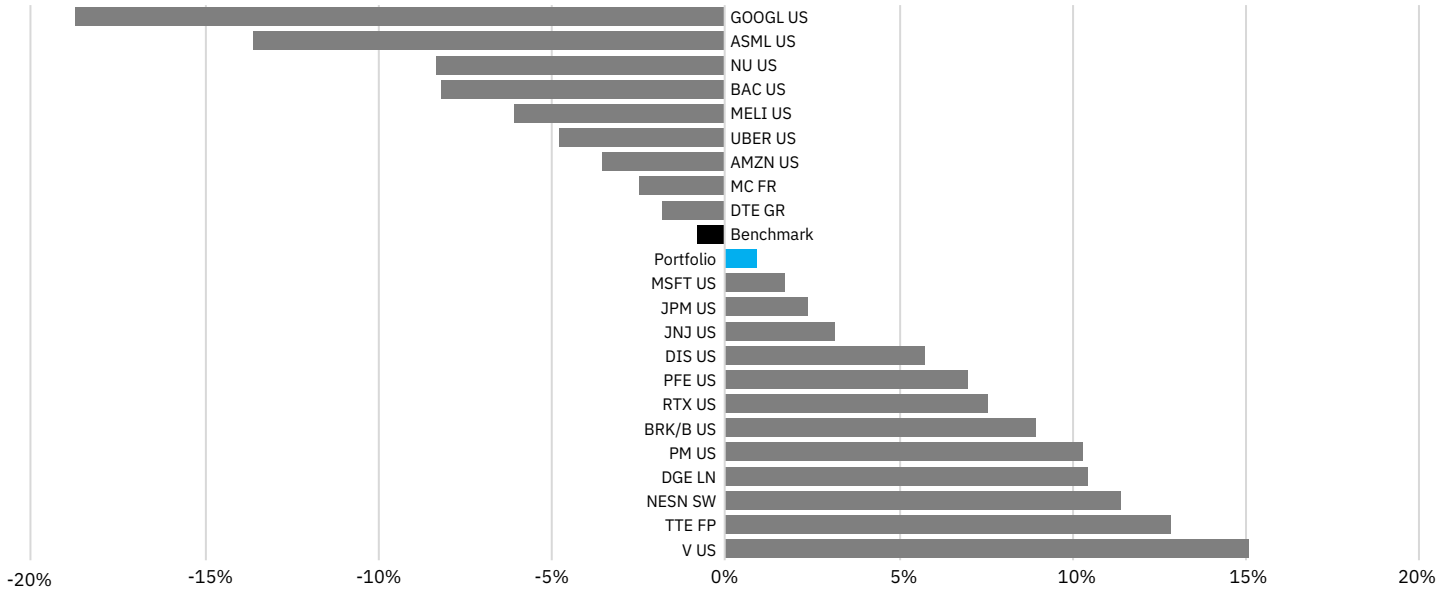
US markets remained supported by resilient economic activity and a stronger dollar. Meanwhile trade policy developments attracted attention after the administration's confirmation that South Africa would be excluded from the African Growth and Opportunity Act (AGOA) from January 2027. Markets largely viewed the decision as anticipated, with investors focused on the implications for bilateral trade, sector competitiveness and future investment relations rather than broader global growth risks.

South African equities ended the month slightly lower as sharp declines in gold and platinum miners offset gains from insurers, telecommunications companies and retailers. Sentiment was supported by a market-friendly Medium-Term Budget Policy Statement, easing inflation and lower bond yields. However, weakness in Naspers and Prosus, together with a softer rand weighed on returns.

In Europe, the UK 's FTSE 100 rose by 1.30%, Germany's DAX increased by 2.50% and France's CAC gained 0.10%. The FTSE/JSE Capped All Share Index declined by 6.67% during October.

The rand weakened against the US dollar by 1.75% during the month, closing at approximately R16.70. Meanwhile, gold prices decreased by 6.80%, while Brent crude oil edged sharply higher at 13.63% to $117.64 per barrel.

Performance attribution



Significant contributors and detractors

Visa Inc: Visa's share price increased by 15.10% in October 2026, supported by approval from China's central bank to begin preparations for establishing a domestic bankcard clearing business, alongside strong FY26 results.

TotalEnergies SE: TTE's share price increased by 12.85% in October, supported by higher energy prices and exceptionally strong refining margins amid geopolitical tensions in the Middle East and ongoing disruption to Russian refining capacity.

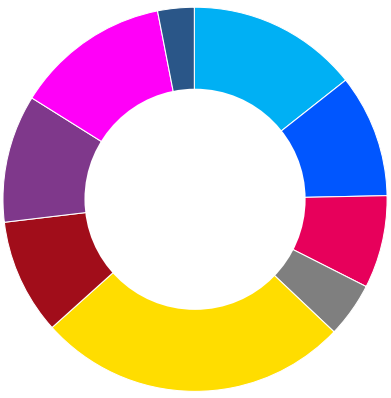
Nestle S.A.: NESN SW gained 11.42%, supported by a broader flight to defensive investments. The group's 3Q26 results also showed solid comparable sales growth, reflecting operational resilience, although foreign exchange movements remained a headwind.

Nu Holdings Limited: NU's share price declined by 8.29% in October, reflecting investor concerns following President Lula's re-election in Brazil, the group's largest market. Concerns around fiscal policy, currency weakness and the prospect of interest rates remaining elevated for longer, weighed on sentiment towards Brazilian financial institutions.

ASML Holding: ASML US's share price fell 13.57% during the month, reversing September's gains despite a record third-quarter result. The decline formed part of a broader sell-off in artificial intelligence (AI) and semiconductor stocks, driven by concerns about AI investment returns and rising Treasury yields. Selling pressure intensified on 30 October following Intel's weaker-than-expected guidance and Amazon's increased AI cash outflows.

Alphabet Inc: GOOGL US fell 18.67% in October 2026, with much of the weakness concentrated around its 3Q26 results. The share price had already come under pressure ahead of the announcement before falling a further 12.56% following the release, as key financial metrics came in below expectations. Investors concerns about the near-term returns on substantial AI spending continued to weigh on the share price.

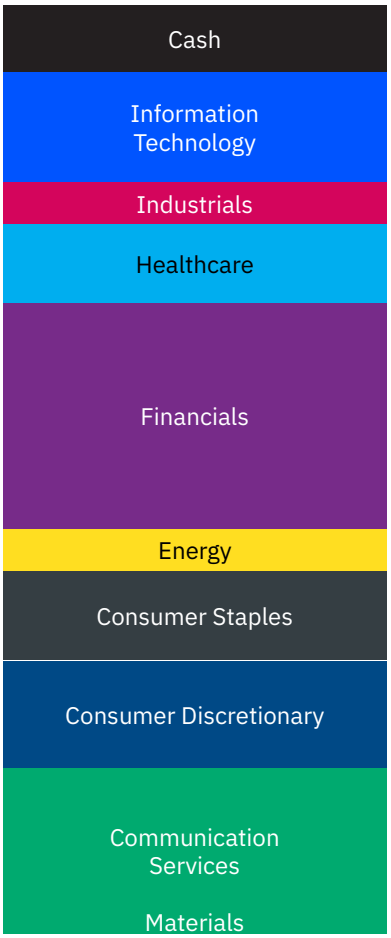
Sector allocation



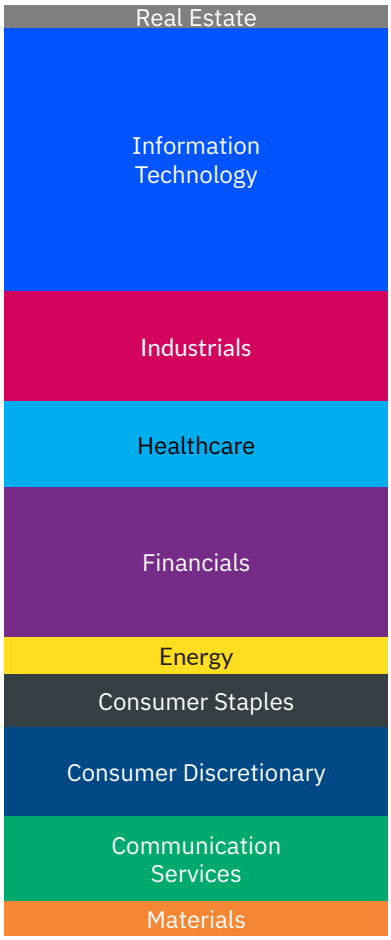
Communication services	14.31%
Consumer discretionary	10.53%
Consumer staples	7.68%
Energy	4.69%
Financials	26.25%
Healthcare	9.89%
Industrials	10.70%
Information technology	12.97%
Cash	3.19%
Total	**100%**

- Security selection within the Energy sector was the largest contributor to portfolio alpha.
- Asset allocation to the Communication services sector was the largest contributor to portfolio alpha.

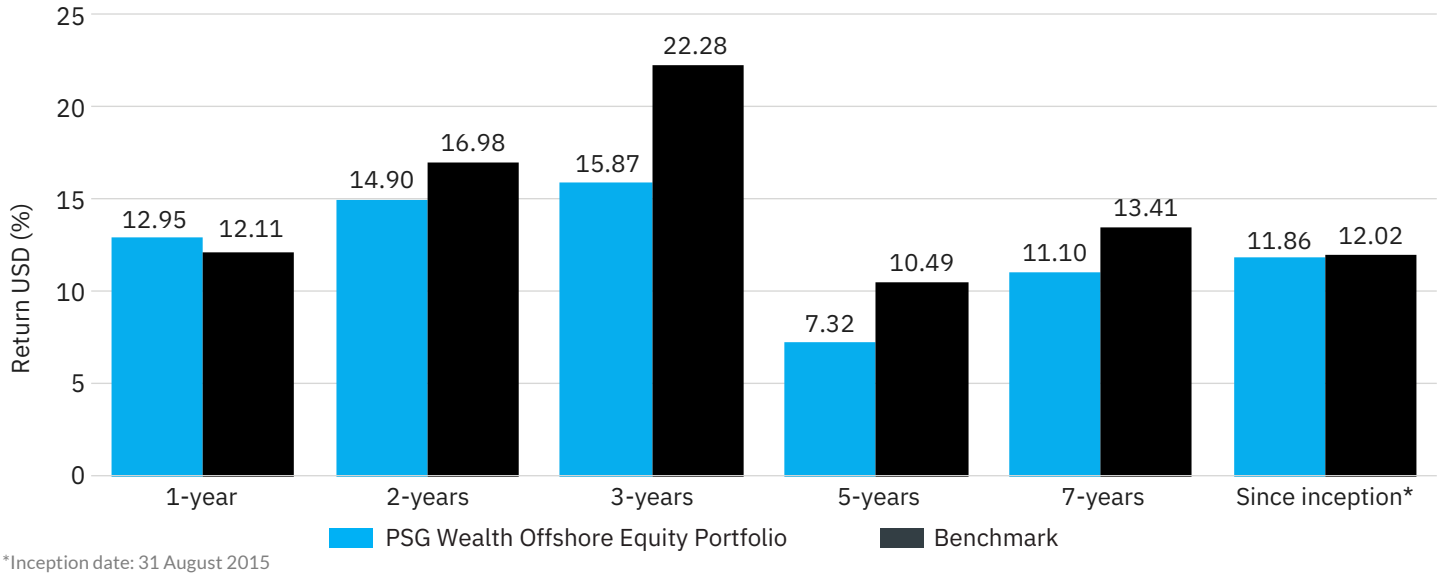
Portfolio macro exposure



Benchmark macro exposure



Annualised return percentage



*Inception date: 31 August 2015
Please note that the returns are before fees.

Mandatory disclosure

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