PSG Wealth

Offshore Equity Portfolio

July 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.
- Bank of America Corp
- Berkshire Hathaway Inc.
- Johnson & Johnson
- JPMorgan Chase & Co.
- Microsoft Corporation
- RTX Corporation
- TotalEnergies SE
- Visa Inc.

*Sorted alphabetically

About the portfolio manager

Adriaan Pask, Chief Investment Officer

- 20 years' of 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 5.12% for the month, outperforming the MSCI World Index TR (USD), which returned 0.50%. Fifteen of the portfolio's 20 stocks outperformed the benchmark during the period. Since inception, the PSG Wealth House View Offshore Equity Portfolio has generated an annualised return of 12.28%, compared with 12.25% for the MSCI World Index TR (USD).

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. 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, 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

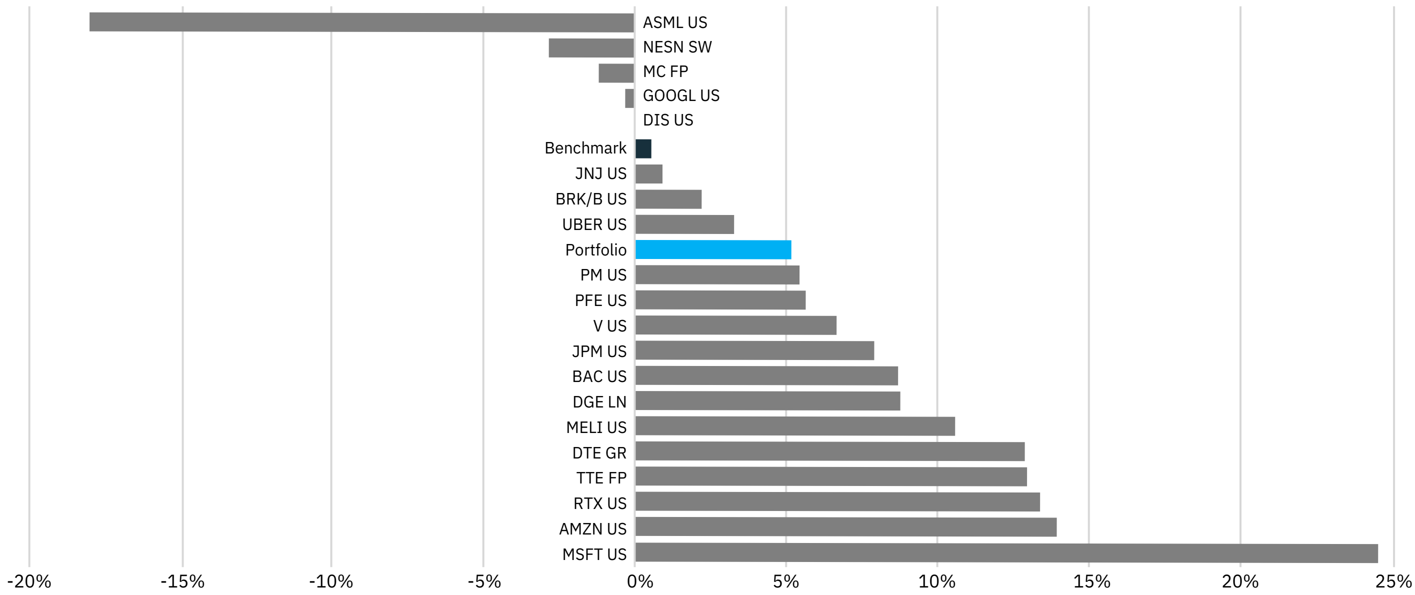
During July 2026, the MSCI Emerging Market Index Net TR (USD) declined by 3%, while the MSCI Emerging Market Index Net TR (ZAR) delivered a positive return as rand weakness offset losses in US dollar-denominated equity returns.

US equities delivered modest gains, supported by strong 2Q26 earnings and accelerating cloud revenue growth from major technology companies, which reinforced confidence in artificial intelligence (AI) monetisation despite heightened volatility in semiconductor stocks. Emerging market equities underperformed developed markets as sharp declines in Korean semiconductor manufacturers weighed on performance, although Chinese equities rallied strongly on the back of supportive policy measures, monetary easing, and a renewed focus on technological self-sufficiency. South African equities benefited from strength in rand-hedge and resource shares, with gains in Naspers, Prosus and diversified miners supporting the local market despite ongoing concerns around inflation and higher global bond yields.

Month on month, the MSCI World Index gained 0.50%, while the S&P 500 declined 0.13%, the Dow Jones rose 0.32%, and the Nasdaq fell 3.20%.

The UK FTSE 100 rose 3.50%, Germany's DAX gained 2.50% and France's CAC advanced 1.30%. Eurozone inflation eased to 2.80% in June from 3.20% in May, while the FTSE/JSE Capped All Share Index increased by 1.20% in July.

Performance attribution



Significant contributors and detractors

Microsoft Corp: MSFT US share price rallied 24.60% in July 2026 following strong 2Q26 results, with revenue and earnings exceeding market expectations. Azure continued to demonstrate strong momentum, delivering robust annual revenue growth and reporting a substantial contract backlog, which provides exceptional visibility into future artificial intelligence (AI)-related spending relative to its peers.

Amazon.com: AMZN US rose 13.90%, ending the period strong after releasing 2Q26 results showing good growth in AWS and a healthy guidance for 3Q26.

RTX Corporation: RTX US increased 13.40%, after reporting better-than-expected 2Q26 results and upgrading its FY26 outlook. Sales grew 14% to $24.7 billion and the order backlog reached a record $289 billion, supported by strong commercial aerospace aftermarket activity and demand for missile and defence systems. Management also raised its full-year sales, earnings and free-cash-flow guidance, reinforcing confidence in the group's growth outlook.

LVMH Moet Hennessey Louis Vuitton SE: MC FP declined 1.85%, lagging the index at the end of the period after releasing 1H26 results that were resilient but showed that soft luxury may be slightly more volatile than hard luxury in performance.

Nestlé: NESN SW dropped by 2.49%, after releasing resilient 1H26 results but had a guidance update in the underling trading operating margin, which went from improving compared to the first half to in-line with the first half of the year.

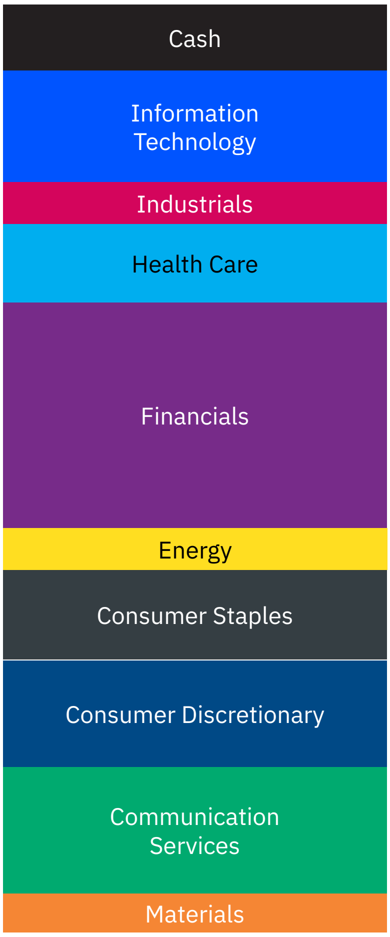
ASML: ASML US fell 18.10% in July 2026 despite delivering strong 2Q26 earnings. The share price decline reflects market concerns after reports that China has begun manufacturing its own immersion DUV lithography machines, heightening perceived competitive and geopolitical risk.

Sector allocation

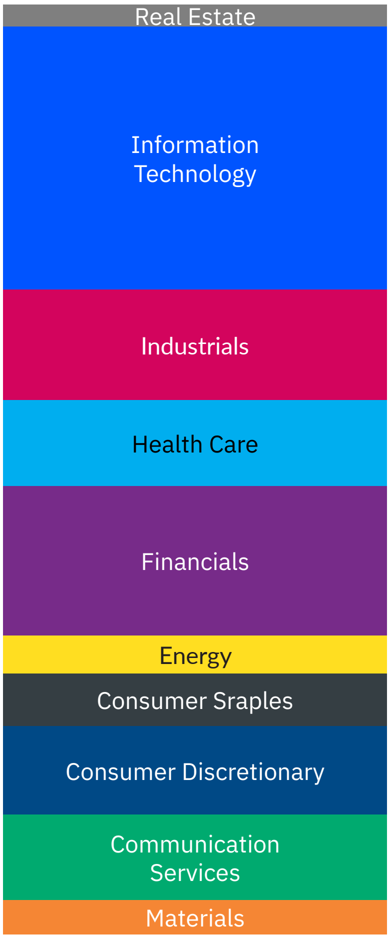
Communication services	15.78%
Consumer discretionary	12.05%
Consumer staples	9.59%
Energy	4.25%
Financials	25.13%
Healthcare	8.67%
Industrials	8.27%
Information technology	11.89%
Cash	4.36%
Total	**100%**

- Security selection within the Consumer Discretionary sector was the largest contributor to portfolio alpha.
- Asset allocation to the Information Technology sector was the largest contributor to portfolio alpha.

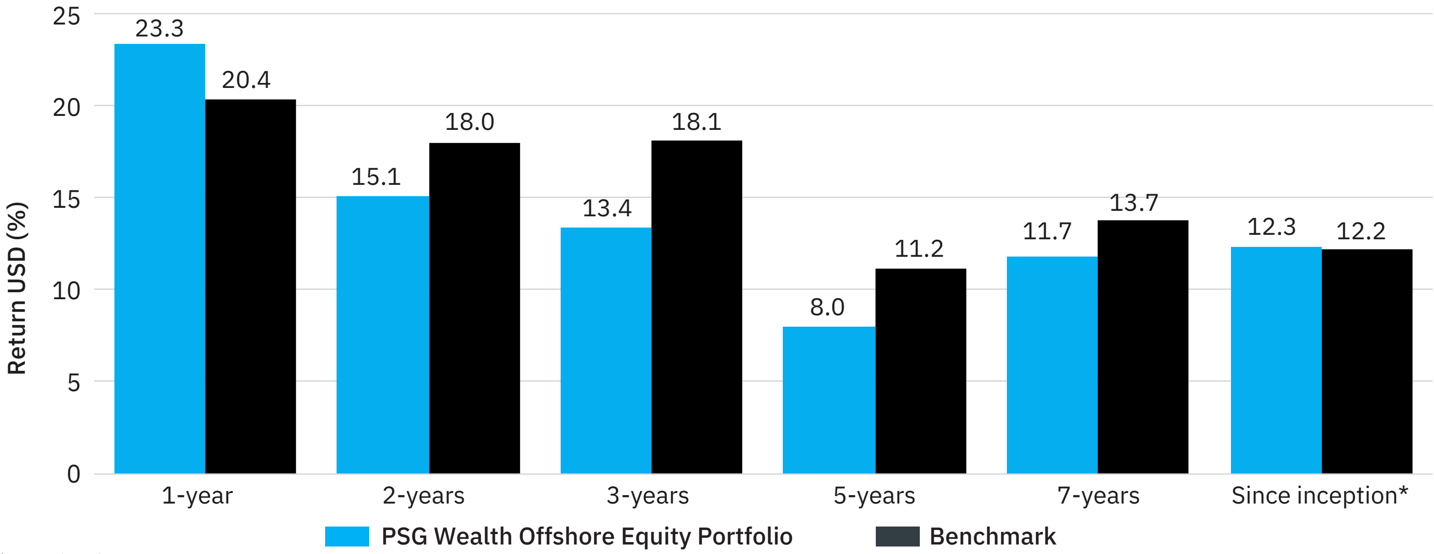
Portfolio macro exposure



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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