Income Growth Equity Portfolio

August 2026

Key information

Benchmark

- FTSE/JSE Capped All Share TR

Annual management fee

- 0.86% (incl. VAT)

Minimum portfolio size

- R1 million

Top 10 Holdings

- Absa Group Ltd
- Anglo American plc
- BHP Group Ltd
- British American Tobacco plc
- FirstRand Ltd
- Mr Price Group Ltd
- Resilient REIT Ltd
- Sanlam Ltd
- Standard Bank Group Ltd
- Vodacom Group Ltd

*Sorted alphabetically

About the portfolio manager

Adriaan Pask, Chief Investment Officer

- Over 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 SA Income Growth Equity Portfolio returned a negative 3.26% for the month, underperforming the FTSE/JSE Capped All Share Index, which returned 4.65%. Two of the portfolio's 18 holdings outperformed the benchmark over the period. Since inception, the portfolio has generated an annualised return of 5.47%, compared with 11.58% for the FTSE/JSE Capped All Share Index. As at 31 August 2026, the portfolio offered a dividend yield of 5.71% and a forward dividend yield of 6.35%, compared with corresponding yields of 3.72% and 4.72%, respectively, for the FTSE/JSE Capped All Share Index TR.

Philosophy

We apply a disciplined, bottom-up biased investment philosophy to our stock selection process with a specific preference for high quality and high yielding equity investments. Investments are screened for their liquidity, their profitability throughout the business cycle, the quality of their reported earnings, their cash generating ability, dividend policies as well as their financial structure.

Investment objective

The aim is to create a portfolio of investments with a sustainable and growing dividend yield that is diversified across sectors. The investment is suitable for investors who require a regular and growing stream of income, derived from dividends with the potential for real growth in capital value.

Market commentary

During August 2026, the MSCI Emerging Market Index Net TR (USD) gained 3.21%, but declined by 1.98% in ZAR, as the stronger rand offset positive dollar-denominated returns.

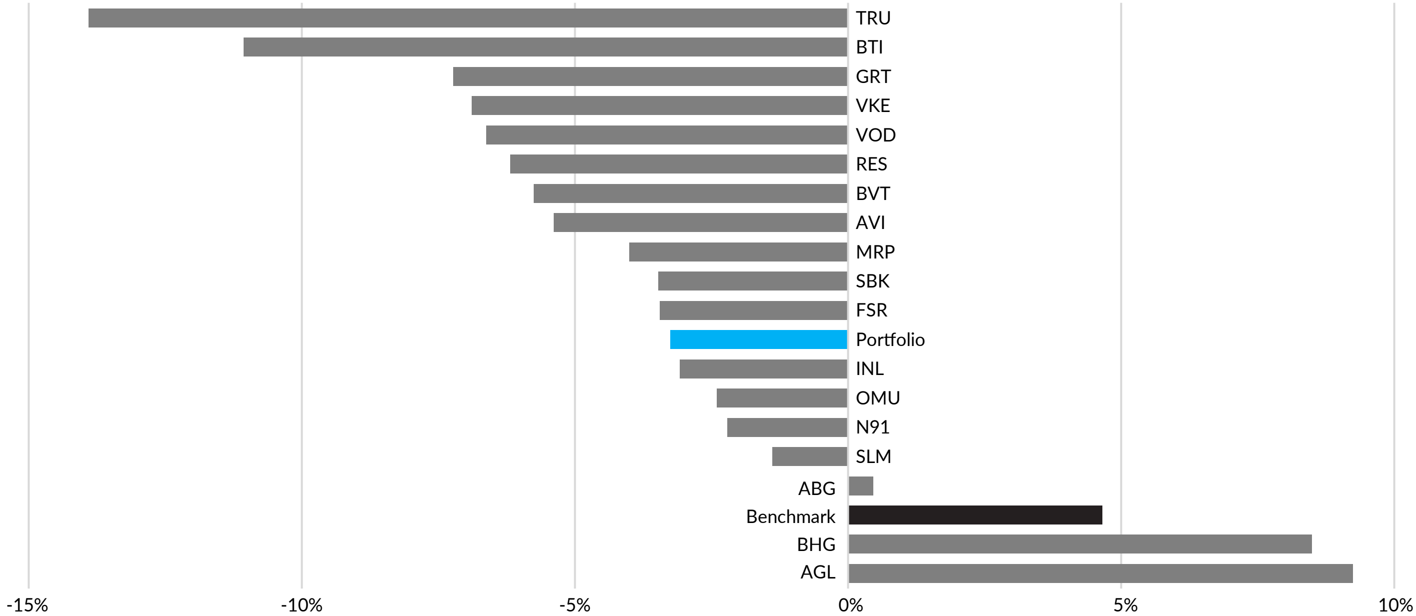
US equities delivered solid gains over the month as investors rotated back into quality and growth stocks, supported by strong corporate earnings and upbeat revenue guidance from major technology companies. Nvidia and Microsoft led performance among the mega-cap technology names, reinforcing confidence in artificial intelligence (AI)-driven growth. Emerging market equities underperformed developed markets, weighed down by weakness in Chinese technology shares and concerns around global growth. Sentiment was further pressured by geopolitical tensions and rising global bond yields, although a weaker US dollar provided some support to emerging market currencies.

South African equities outperformed global peers in August, with strong gains in gold and platinum mining companies driving the JSE higher as precious metal prices rallied. A stronger rand and rising inflation remained key themes for local investors. On a month-on-month basis, the MSCI World gained 0.50% in July, the S&P 500 declined 0.13%, the Dow Jones rose 0.32%, and the Nasdaq fell 3.20%.

The UK FTSE 100 declined 0.40%, Germany's DAX gained 2.50% and the French CAC retreated 2.10%. The FTSE/JSE Capped All Share Index gained 4.65% in August.

The rand strengthened against the US dollar, closing at approximately R16.11. Over the same period, gold prices increased by 9.67%, Brent crude oil edged slightly higher to US$90.49 per barrel.

Performance attribution



Significant contributors and detractors

Anglo American plc: AGL's share price increased 9.23% during the month, supported by record copper prices, with COMEX copper hitting an all-time high of US$6.73/lb on 26 August. Momentum from H1 results, where copper contributed 70.73% of simplified-portfolio EBITDA, provided further support.

BHP Group Limited: BHG's share price increased 8.50% during the month, supported by record copper prices and strong FY2026 results, with underlying attributable profit up 30% to US$13.2 billion. Copper contributed 55.20% of group EBITDA, funding the largest final dividend in four years at US$0.99 per share.

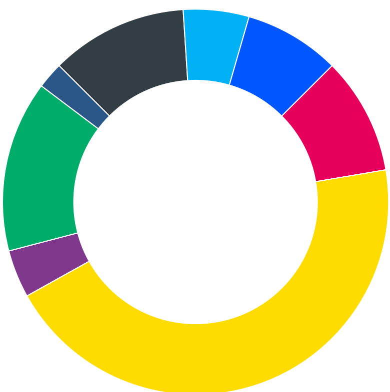
Absa Group Limited: ABG's share price increased by 0.45% but underperformed the broader market, as uncertainty around inflation, interest-rate expectations and the consumer credit environment continued to weigh on sentiment towards the banking sector.

Growthpoint Properties: GRT fell 7.24% in August, underperforming the broader property sector ahead of its FY2026 results in September. With no major negative earnings announcement during August, the decline appears to have been driven largely by sector-wide profit-taking and investor positioning ahead of the upcoming full-year results, rather than by any specific deterioration announced during the month.

British American Tobacco: BTI was down 11.06%, underperforming the index for the period and in line with its rand-hedge staple peers.

Truworths International: TRU fell 13.91% for the period after releasing softer full-year results, with operating margin compression and a detraction in earnings.

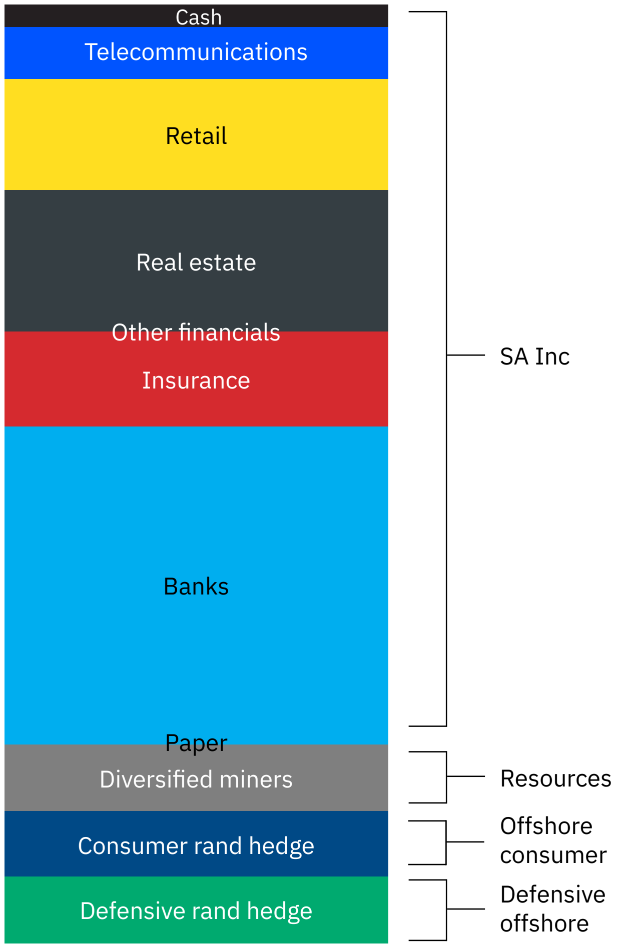
Sector allocation



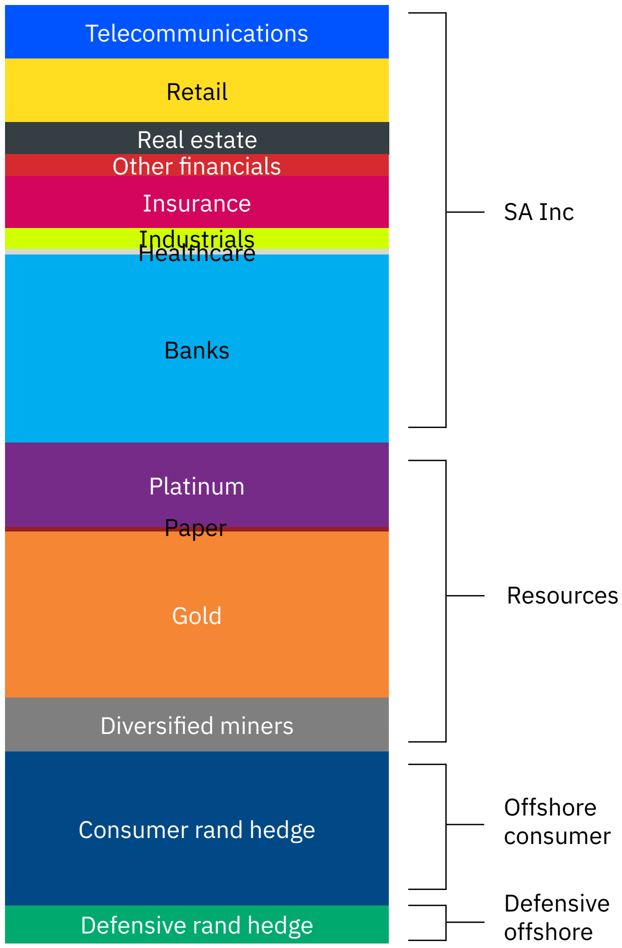
Communication services	5.50%
Consumer discretionary	8.04%
Consumer staples	9.82%
Financials	44.58%
Industrials	4.01%
Real estate	14.37%
Cash	2.22%
Materials	11.48%
Total	**100%**

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

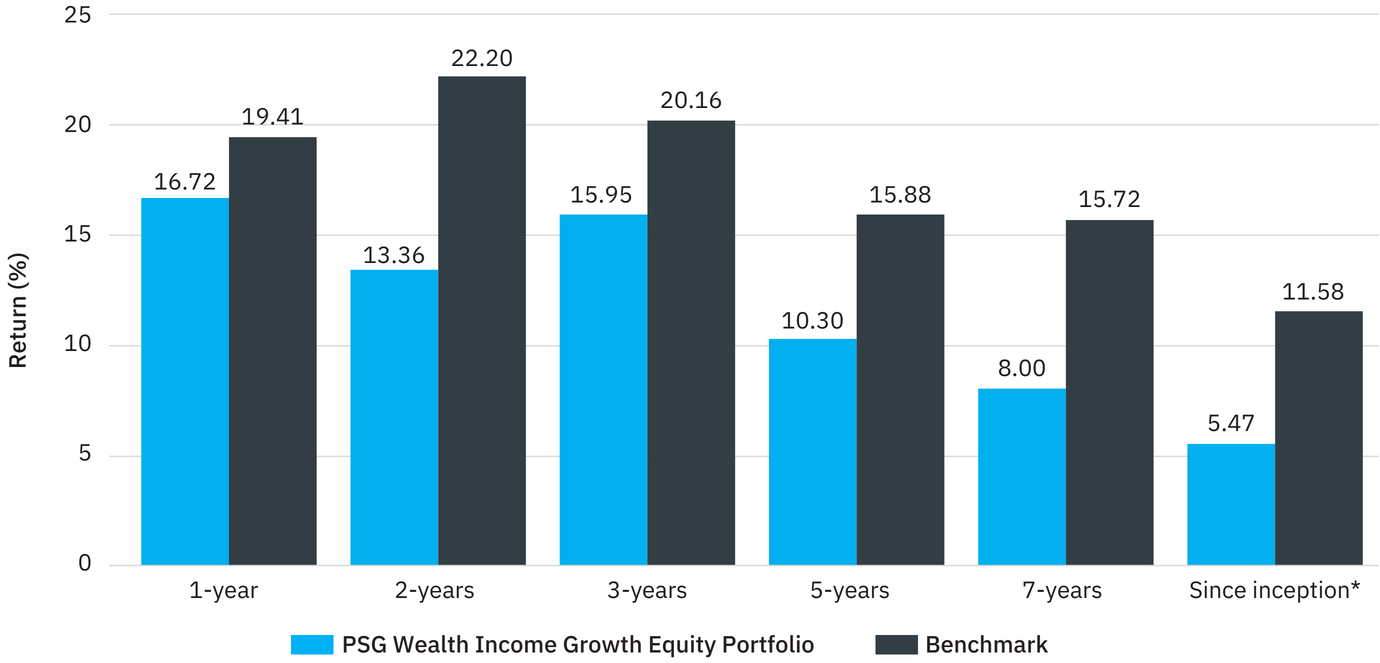
Portfolio macro exposure



Benchmark macro exposure



Annualised return percentage



*Inception date: 14 April 2016
Please note that the returns are before fees.

Mandatory disclosure

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