CATALYST FLEXIBLE OPPORTUNITY FUND

CATALYST
INVESTMENT MANAGERS

Fund Objective

The objective of the fund is to provide total returns that is in excess of Namibian Inflation over the medium term. Furthermore, the fund seeks to provide a high level of capital stability and minimize losses over any 1-year period.

Therefore, the fund aims to:
- Beat Namibian Inflation +4%
- Protect 90% of the net investment over a 12 months period

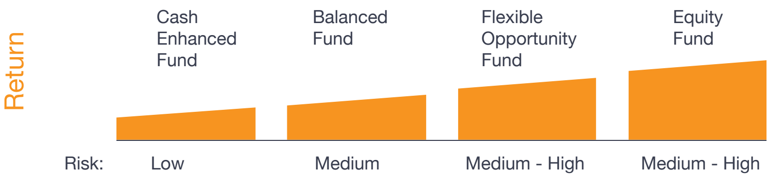
Fund Benchmark

The fund investment benchmark is Namibian Inflation (NCPI) + 4%.

Fund Investment Strategy

The portfolio is actively managed through a combination of top-down asset allocation and bottom up stock selection.

The fund can invest in a wide variety of domestic (Namibia & South Africa) and international asset classes such as equities, commodities, listed property, conventional bonds, inflation linked bonds, and cash.
The maximum fund equity exposure is either 100% equity exposure or 100% cash exposure depending on market conditions.



Fund Performance March 2025

	CIM Net	Benchmark (Nam CPI +4%)	Out / Under
1 Month	1.19%	0.74%	0.45%
3 Months	1.06%	2.24%	-0.18%
6 Months	2.97%	4.52%	-1.55%
1 Year	11.49%	9.33%	2.16%
Since Inception	11.25%	9.32%	1.94%

Fund Asset Allocation

South Africa & Namibian Equities	48.9%
Offshore Equity	22.9%
Fixed Income	23.1%
Cash	5.1%

Fund Key Holdings

Naspers Limited-N SHS
Capitec Bank Holdings Limited
AngloGold Ashanti Plc
Harmony Gold Mining Co Ltd
Prosus
British American Tobacco Plc
Impala Platinum Holdings Ltd
Sanlam Limited
FirstRand Limited

Fund Managers

Mr. Brown Amuenje
Principal & Chief Investment Officer

Fund Information

Fund Size	N$7,140,122
Fund Classification	Multi-Asset Medium Term Risk Profile
Risk Profile	Medium-High
Bench Mark	NCPI +4%
Launch Date	April 2024
Distribution Dates	1st Business Day
Income Distribution	Semi-Annually
Lump Sum Investment	N$ 10,000
Monthly Investment	N$ 500

Fees

Initial Fees	0,00%
Financial Advisor Fee	2.50%
Management Fee	1.25%

FUND MANAGER COMMENTARY

MACRO LANDSCAPE: Q1'2025

Reg No: 2016/1534

MACRO LANDSCAPE

Global

The first quarter of 2025 was marked by escalating trade tensions and global economic uncertainty, largely driven by U.S. President Donald Trump's trade policies. In a push to reduce trade deficits and revive domestic manufacturing, the U.S. imposed tariffs on key trade partners. These actions unsettled global markets, with the S&P 500 and the Nasdaq declining by 5.8% and 8.2%, respectively, in March. Investor sentiment turned risk-averse amid fears of a potential global economic slowdown, prompting a shift toward safe-haven assets such as cash and gold, which surged 18.8% during the quarter. Although the quarter began with rate cuts in the Eurozone, China and the UK, mounting inflation concerns have led markets to anticipate limited further interest rate easing. Reflecting this uncertainty, the U.S. Federal Reserve held the federal funds rate steady at 4.50% in March 2025.

South Africa

In January 2025, the South African Reserve Bank (SARB) cut the repo rate by 25 basis points to 7.50%, its third consecutive reduction before holding steady in March 2025, amid global economic instability and domestic uncertainty surrounding the Government of National Unity (GNU). The economy expanded by 0.6% year-on-year in Q4 2024, supported by a recovery in Agriculture and steady growth in Finance and Trade. The SARB projects modest GDP growth of 1.7% for 2025.

Namibia

The country recorded its 15th consecutive quarter of real GDP growth in Q4 2024, expanding by 3.1% year-on-year. This growth was driven by Wholesale & Retail Trade (+6.2%) and Manufacturing (+4.8%), reflecting improved consumer demand. However, Fishing (-9.9%) and Agriculture & Forestry (-5.9%) continued to contract, due to lower fish processing and weak crop production. The Bank of Namibia continued its monetary easing approach in February 2025, reducing the repo rate by 25 basis points to 6.75%. The central bank forecasts robust GDP growth of 4.0% for 2025, supported by a recovery in agriculture and improved mining performance.

STRATEGY AND POSITIONING

During Q1 2025, the portfolio was repositioned to reflect changing macroeconomic conditions, sector-specific trends and evolving investor sentiment. We increased exposure to gold and platinum group metal producers amid rising commodity prices and safe-haven demand.

Within Financials, we increased our weight in banks particularly to capture value from stabilising interest rates and favourable lending conditions. Additionally, we increased our positions in discretionary retailers due to an expected rebound in South African consumer spending, amid the lower interest and inflation rate environment. Our exposure to global developed markets was maintained, while we increased our holding in fixed income to take advantage of decreased yields amid Namibia's rate-cutting cycle.

These portfolio changes reflect a balanced approach to risk and opportunity, positioning the portfolio to withstand volatility and benefit from sectoral outperformance through exposure to resilient, and high-quality companies.

FUND UPDATE

The Catalyst Flexible Opportunity Fund delivered a return of 1.06% for the quarter underperforming the NCPI +4% by 1.18%. However, over one year, the fund delivered 11.49%, beating the benchmark by 2.16%. Since inception, the fund achieved an annualised return of 11.25%, outperforming the benchmark by 1.94%.

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