



## CATALYST CASH ENHANCED FUND

### Fund Objective

The portfolio objective is to provide a high level of income from fixed income instruments and preserve capital. The aim is, to provide returns in excess of traditional money market portfolios.

The mandate is more flexible and the weighted average portfolio duration will be longer than that of traditional money market portfolios but less than two years.

### Fund Benchmark

The fund investment benchmark is the IJG Call Index

### Fund Investment Strategy

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

The fund invests in a combination of Namibian and South African fixed income investments such as cash, bonds, preference shares, debenture stock, debenture bonds and money markets that offer a highly predictable level of current income and a moderate protection of capital depending on term invested.



### Fund Performance December 2025

	CIM Net	Benchmark (IJG Call Index)	Out / Under
1 Month	0.60%	0.49%	0.11%
3 Months	1.80%	1.46%	0.34%
6 Months	3.64%	3.00%	0.64%
9 Months	5.51%	4.54%	0.97%
1 Year	7.51%	6.11%	1.40%
Annualised Since Inception	7.76%	6.41%	1.34%

### Fund Key Holdings

Government of Namibia  
NamPost

Bank Windhoek  
Standard Bank



**CATALYST**  
INVESTMENT MANAGERS

### Fund Managers

#### Mr. Brown Amuenje

Principal & Chief Investment Officer

#### Mr. Nafimane Shatona

Junior Investment Analyst

### Fund Information

Fund Size	N\$ 119,385,026
Fund Classification	Interest Bearing - Short Term Risk Profile
Risk Profile	Low Risk
Benchmark	IJG Call Index
Launch Date	March 2019
Distribution Dates	1st Business Day
Income Distribution	Quarterly
Lump Sum Investment	N\$ 10,000
Monthly Investment	N\$ 500
Fees	
Initial Fees	0,00%
Financial Advisor Fee	2.50%
Management Fee	0.60%

# FUND MANAGER COMMENTARY

## MACRO LANDSCAPE: Q4'2025



Reg No: 2016/1534

### MARKET OVERVIEW

#### Global

The fourth quarter of 2025 largely extended the trends observed in Q3 2025, characterised by easing monetary conditions alongside persistently elevated geopolitical risks. In the United States, the Federal Reserve delivered two 25-basis-point rate cuts in October and December 2025, reducing the federal funds rate to 3.75%. Inflation remained well contained, while labour market conditions softened modestly. Heightened uncertainty surrounding a temporary US government shutdown further supported demand for safe-haven assets, with Gold up 12.8% and Platinum surging 28.4% over the quarter. The Eurozone and United Kingdom continued to experience muted growth, with inflation cooling over the quarter. The European Central Bank maintained policy rates, while the Bank of England implemented a 25-basis-point rate cut in December 2025 to support domestic economic activity.

#### South Africa

The South African economy strengthened in Q3 2025, with GDP expanding by 2.1%, driven by higher mining output (+2.3%) and improved agricultural production (+1.1%). The

2025 GDP growth forecast remained unchanged at 1.2%, underpinned by ongoing reforms at both Eskom and Transnet. The South African Reserve Bank reduced the policy rate by 25 basis points to 6.75% in Q4 2025, aiming to support growth while remaining anchored to its new 3.0% inflation target.

#### Namibia

Namibia's GDP growth accelerated to 1.9% in Q3 2025, up from 1.6% in Q2 2025, driven primarily by stronger performance in the tertiary sector. Financial services (+8.6%), wholesale and retail trade (+5.5%), and education (+4.9%) were the main contributors to the growth. In contrast, the primary sector continued to contract, particularly agriculture and forestry (-22.7%) and mining and quarrying (-4.2%), reflecting reduced livestock sales and lower diamond production. In response to softer economic conditions, the Bank of Namibia reduced the repo rate by 25 basis points to 6.50% in Q4 2025 and revised its 2025 GDP growth forecast down from 3.5% to 3.0%.

### STRATEGY AND POSITIONING

During the fourth quarter of 2025, the fund continued to be actively managed to deliver consistent income while preserving capital. Portfolio activity focused on actively increasing exposure to longer-dated treasury bills and fixed deposits, due to the declining yield environment. The portfolio positioning reflects our expectation of a continued

decline in yields, supported by a stable inflation and interest rate environment. Accordingly, the fund maintains a modestly extended duration to benefit from this outlook, while ensuring sufficient liquidity and flexibility to take advantage of market opportunities.

### FUND PERFORMANCE UPDATE

In December 2025, the Catalyst Cash Enhanced Fund delivered a return of 0.60%, outperforming its benchmark, the IJG Call Index, which returned 0.49%. Over the quarter, the fund continued to demonstrate strong performance, achieving a return of 1.80% versus the benchmark's 1.46%.

This consistent outperformance highlights the fund's established track record of exceeding its benchmark, driven by disciplined cash management and a continued focus on capital preservation.

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