

ANNUAL PERFORMANCE (AFTER FEES)

	Fund	Benchmark
Since Inception	15.8%	13.1%
1 Year	21.9%	13.7%
3 Months	1.0%	1.2%
Year to date (unannualised)	1.0%	1.2%

RISK STATISTICS (SINCE INCEPTION)

	Fund	Benchmark
Annualised deviation	8.0%	5.4%
Sharpe ratio	0.91	0.82
Information ratio	0.35	n/a
Duration	5.56	5.19
Highest annual return	22.7%	20.3%
Lowest annual return	8.3%	11.5%

DISTRIBUTION DATE

Distribution Date	Declaration Date	Return
29/12/2023	02/01/2024	5.5%
28/06/2024	02/07/2024	4.1%
15/01/2025	16/01/2025	5.2%
01/04/2025	02/04/2025	2.1%

ISSUER ALLOCATION

	% Of Fund
Nam Government Bonds	76.5%
SA Government Bonds	13.4%
South African Banks	0.0%
Corporates	0.0%
Treasury Bills	0.0%
Namibian Banks	10.1%
TOTAL	100%

MATURITY PROFILE

	% of Funds
0 – 3 Months	9.4%
1 – 5 Years	18.8%
5 – 10 Years	12.0%
10 – 20 Years	54.9%
20 + Years	5.0%
TOTAL	100%

FUND MONTHLY RETURNS (AFTER FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2022											0.0%	3.2%	3.2%
2023	1.5%	1.1%	0.8%	0.0%	-1.4%	5.9%	2.9%	0.4%	-1.3%	2.9%	2.8%	1.1%	17.9%
2024	0.1%	-1.3%	-3.8%	4.7%	0.5%	5.6%	3.3%	2.4%	2.7%	-2.4%	3.1%	-0.7%	14.7%
2025	0.6%	0.3%	0.1%										1.0%



PORTFOLIO REVIEW 1Q2025

Global bond markets entered 2025 under pressure, contending with persistent inflation and heightened geopolitical uncertainty. In this environment, Namibia and South Africa presented investors with both challenges and opportunities. Inflation rose but stayed within guided central bank targets, with Namibia at 4.2% in March and South Africa at 3.6% in February, both well inside the South African Reserve Bank's 3% to 6% range, remaining manageable amid broader pressures. By contrast, US inflation remained sticky above Federal Reserve's 2% target at 2.8% in February.

South African capital markets faced a turbulent first quarter. Its 10-year credit default swap spread widened to over 350 basis points by March 31, reverting to pre-Government of National Unity levels. Proposals by the African National Congress for a VAT increase and higher public spending faced opposition from several parties, most prominently the Democratic Alliance, fuelling fiscal uncertainty and elevating sovereign risk premia.

The fund posted a 1.0% net return for Q1, slightly below the benchmark's 1.2%. This underperformance stemmed from a bear steepening of the yield curve, driven by South Africa's fiscal tensions and geopolitical inflation risks. South African 10-year yields rose from 10.25% to 10.61%, while Namibian 10-year yields increased from 10.79% to 11.13%, pressuring longer-dated securities. Over 12 months, the fund's 21.9% return outpaced the benchmark's 13.7%, demonstrating resilience in a volatile yield environment. This strong annual performance reflects our active decision to remain overweight duration, with the fund's duration increasing relative to the benchmark over the quarter, while staying mindful of liquidity and other risk factors to maintain a balanced approach in this challenging market.

Though regional inflation remains manageable and supports a potential rate-cutting cycle, Trump tariffs, including a 30% levy on South Africa and a 21% tariff on Namibia, amplify global inflation pressures by raising costs and straining supply chains. These trade war risks erode investor confidence, compounded by political instability and a fragile Government of National Unity, sustaining elevated local yields and challenging fixed income returns in 2025. Despite rising risks, the fund remains well-positioned to take advantage of opportunities and maintain a competitive risk-reward profile.

GENERAL INFORMATION

Fund Category:	Namibian Bond
AUM:	N\$ 143,946,414
Launch date:	November 2022
Investment Minimum:	N\$10,000-00
Risk Profile:	Low
Class:	B
Benchmark:	Simonis Storm Securities Daily Bond Index
Return Objectives:	To outperform the benchmark
Platform Availability:	Simonis Storm Securities Prospero, Sanlam Personal Portfolios
Fees:	0.75% per annum
Performance Fees:	None
Income Distribution:	Bi-Annually
ISIN Code:	ZAE000336384
Management Company:	Arysteq Unit Trust Management Ltd
Base currency:	Namibian Dollars
Domicile:	Namibia

PORTFOLIO MANAGER

Purvance Heuer – CA (NAM), CFA Charterholder

CONTACT DETAILS

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