



Never let a good crisis go to waste

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PortfolioMetrix Asset Management

BCI Conference - May 2026

PORTFOLIOMETRIX





**Never let a good crisis
go to waste**





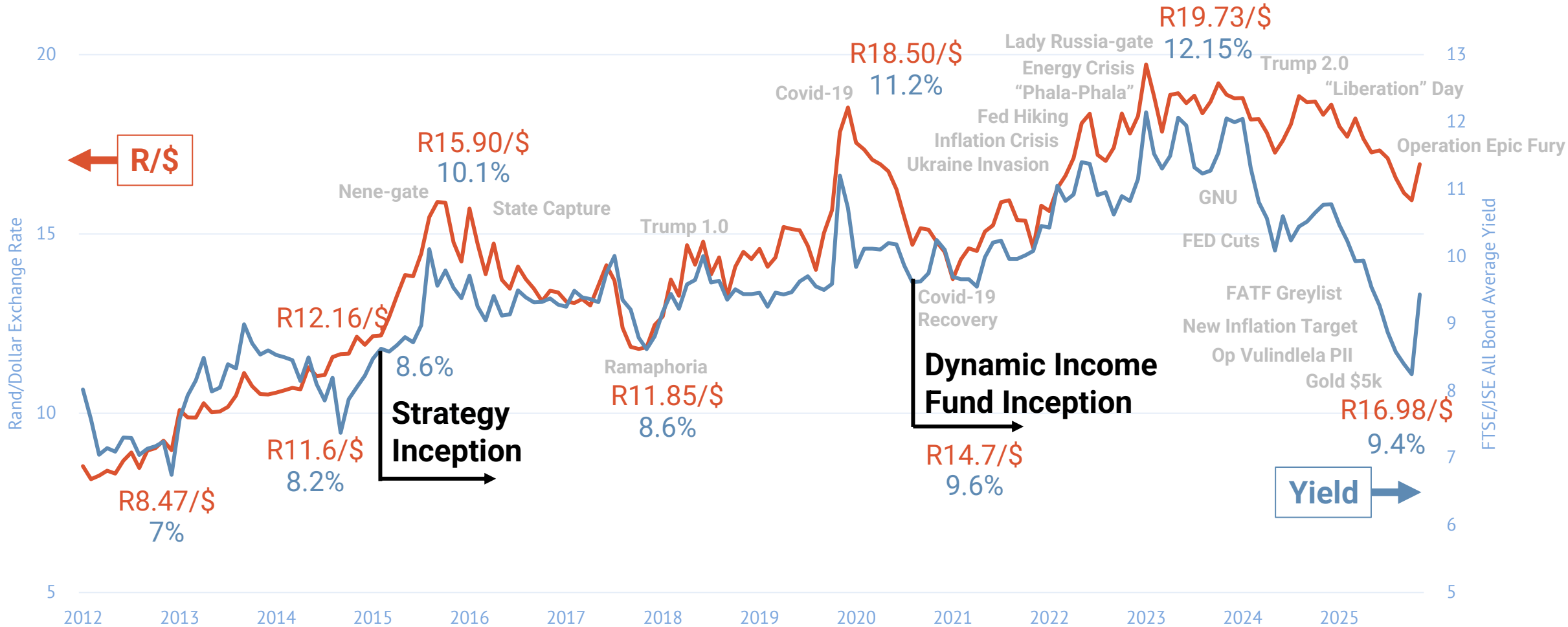






More than a decade of navigating stormy seas

ZAR and SA bonds have struggled for over a decade

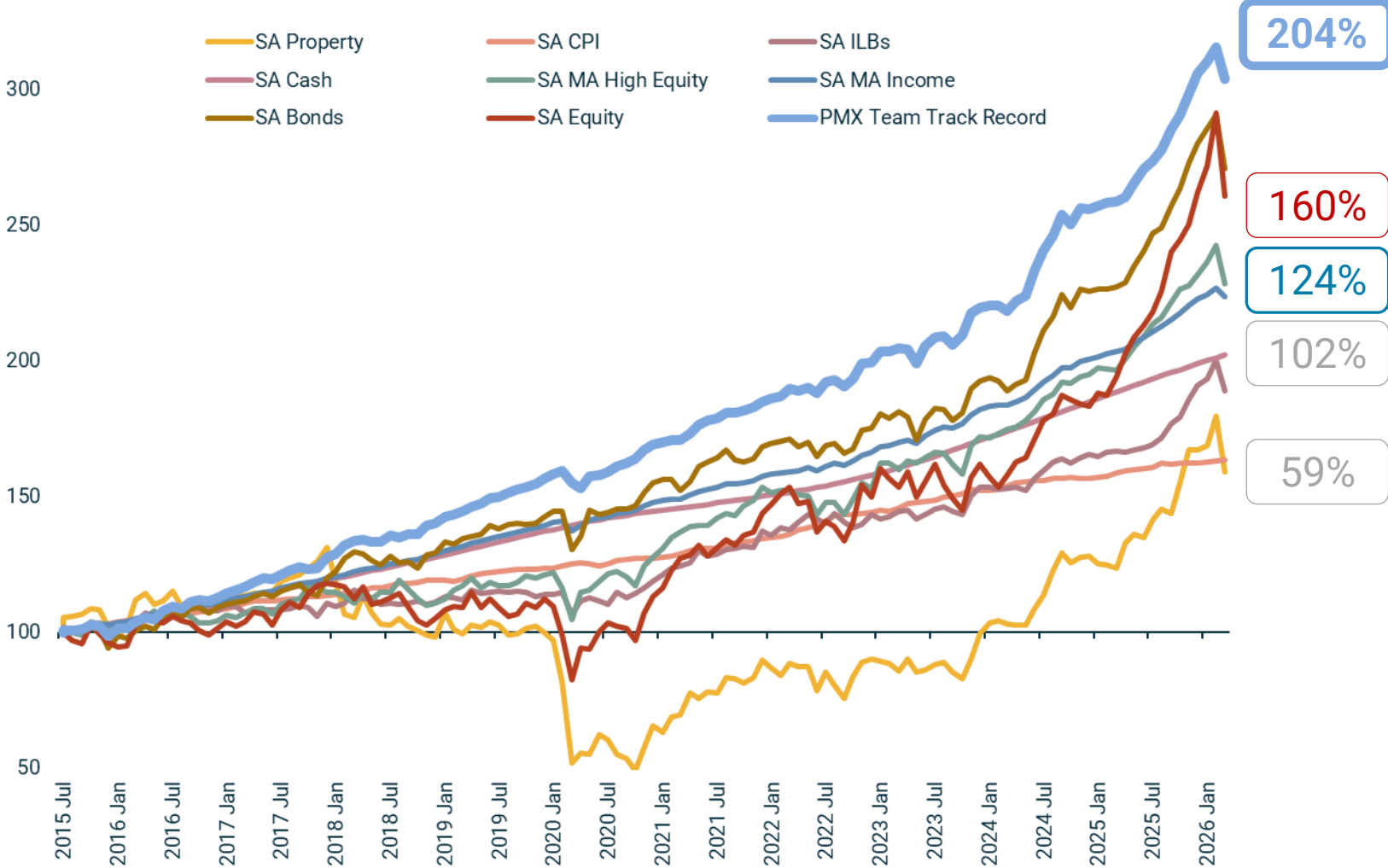


More than a decade of navigating stormy seas

Higher returns
Lower Volatility

Annualised Performance	
PMX Team Track Record	10.9%
SA Bonds	9.7%
SA Equity	9.3%
SA MA High Equity	8.0%
SA MA Income	7.8%
SA Cash	6.8%
SA ILBs	6.1%
SA CPI	4.7%
SA Property	4.4%

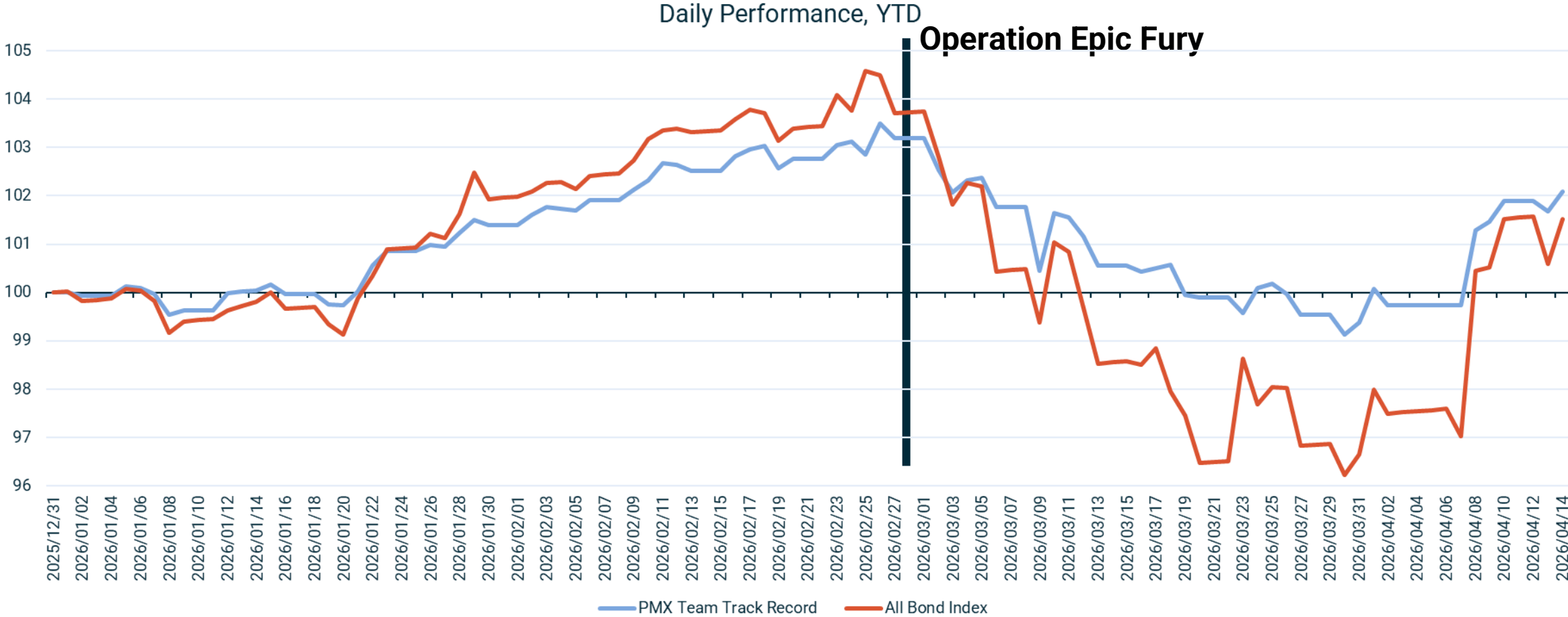
2015/07/01 to 2026/03/31



As of 2026/03/31. Source: Trustnet, Bloomberg, PortfolioMetrix. (ALBI, Capped SWIX, SAPY, Stefi, SA CPI, CILI, ASISA SA MA Income and High Equity Peer group averages). PMX Team Track Record is a composite of similar fixed income portfolios managed by the current portfolio management team since 2015/07/01. Details are available upon request

Engineering a portfolio to survive the storms & bounce back quickly

Shallow drawdowns & quick recovery



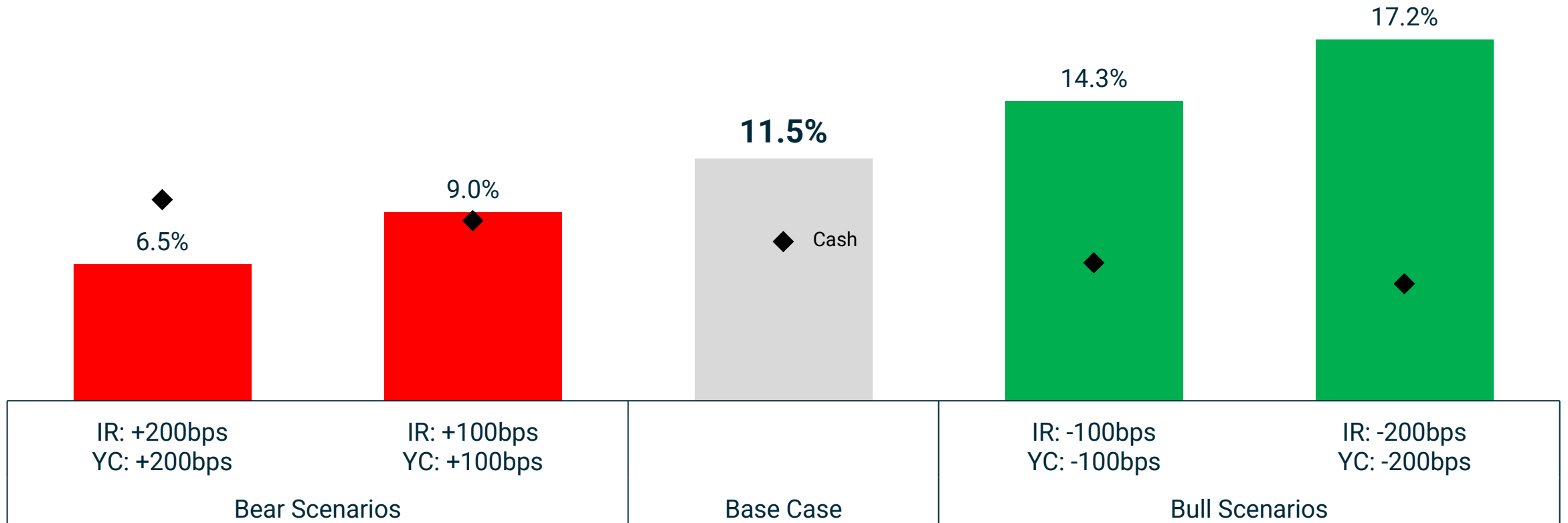
As of 2026/04/14, since 2015/07/31 | Source: Morningstar, PortfolioMetrix. PMX Team Track Record is a composite of similar fixed income portfolios managed by the current portfolio management team that represent the Dynamic Income Strategy. Details are available upon request. FTSE/JSE All Bond Index.

Dynamic Income Bull and Bear scenarios – 1 year ago

A year that included “Liberation Day” and “Project Epic Fury”



Bull and Bear scenarios over the next 12 months

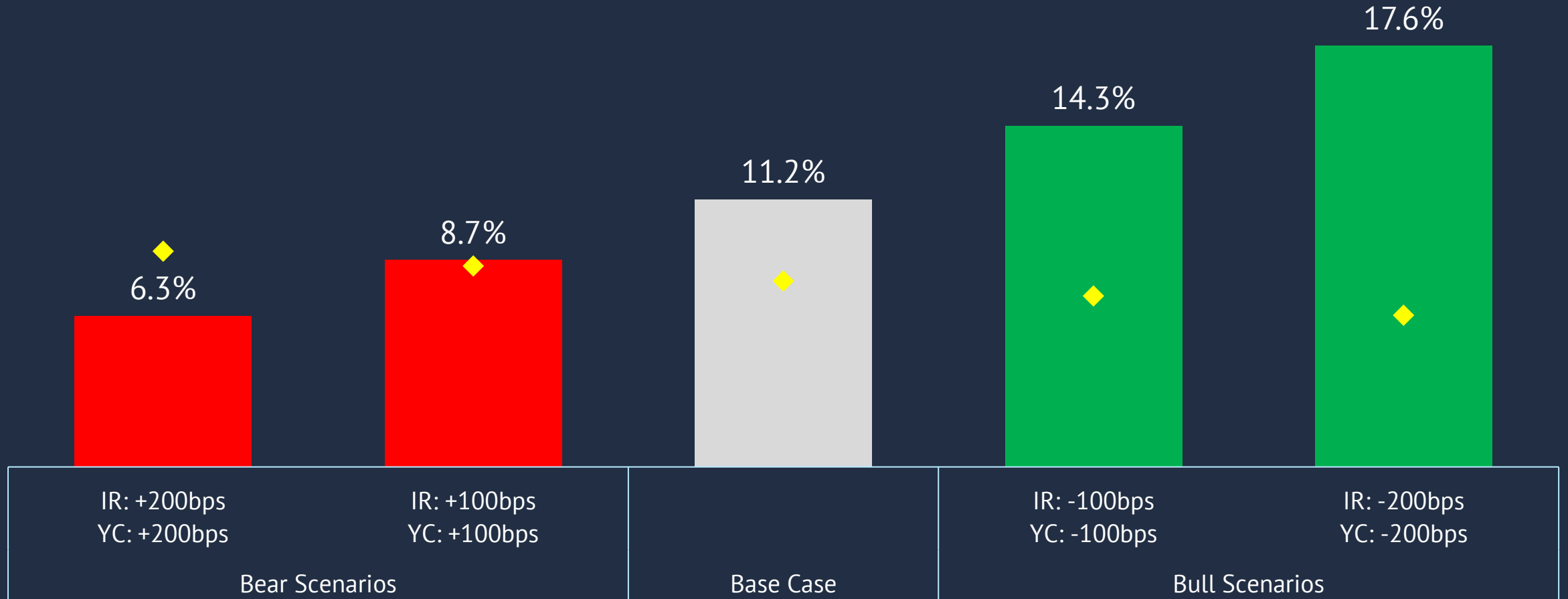


Dynamic Income bear and bull scenarios – 1 year ago

A year that included “Liberation Day” and “Project Epic Fury”



Bull and Bear scenarios over the next 12 months

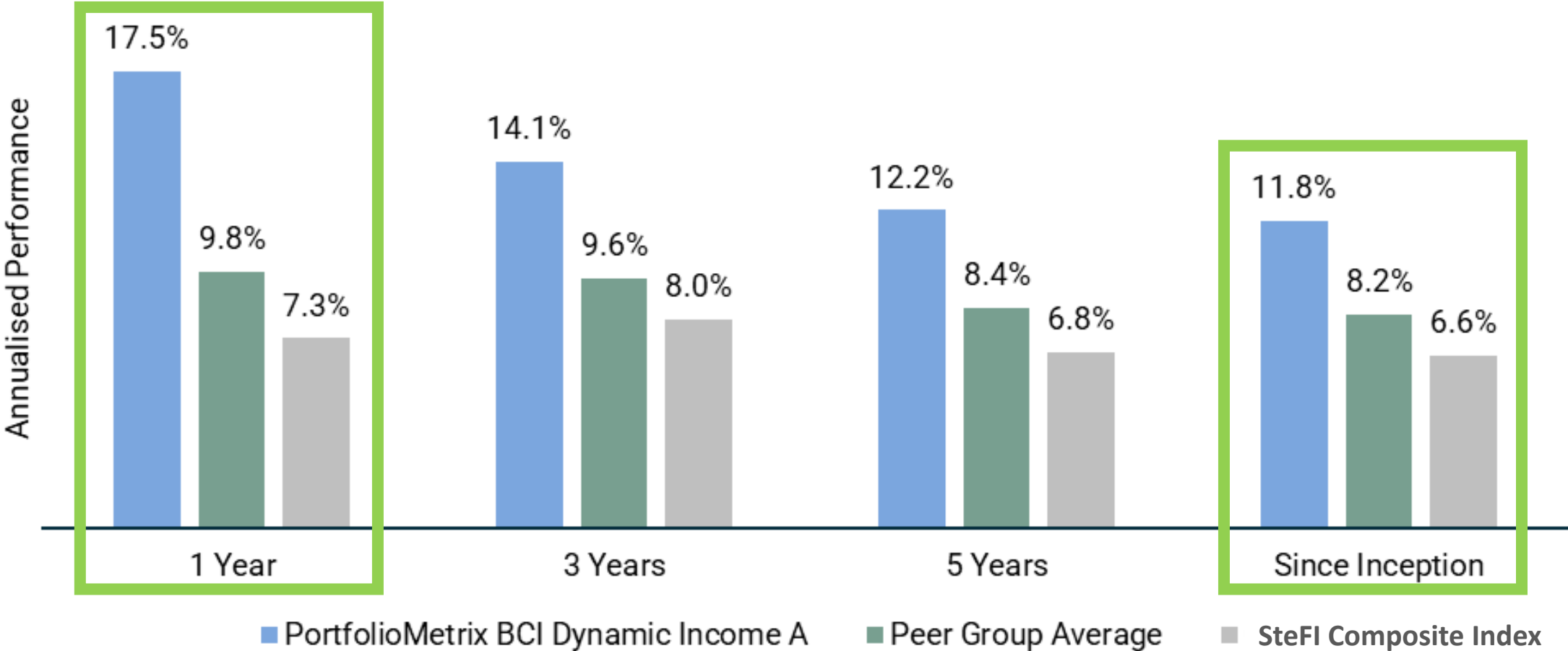


Source: Avior, PortfolioMetrix. As of 2025/03/31. Bull scenario accounts for a parallel -1/200bps shift in the yield curve. Bear scenario accounts for a parallel +1/200bps shift in the yield curve. Base case assumes no change in yields. *Current yields and duration figures are indicative (2025/03/31). Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is an indicative gross current yield and is calculated daily.



Consistent returns in a turbulent world

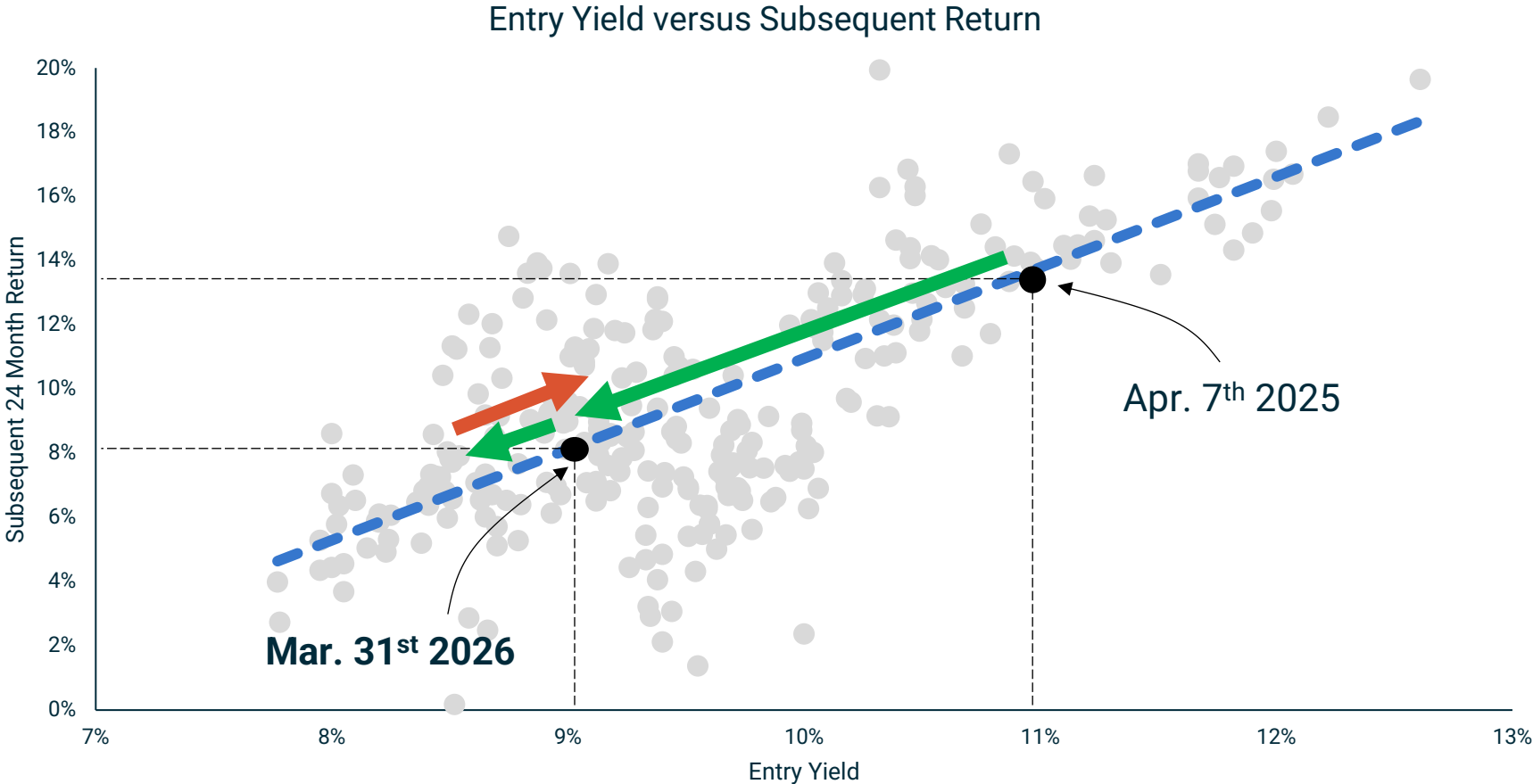
Returns have been strong despite the market disruptions



As of 2026/03/31. Inception date of the fund is 2020/12/21. ASISA peers Details of this performance track record are available upon request. All performance is on a Net of Fees basis. Data longer than a period of one year has been annualised, unless otherwise stated. Annualised return is the weighted average compound growth rate over the period measured. Source: Morningstar, PortfolioMetric

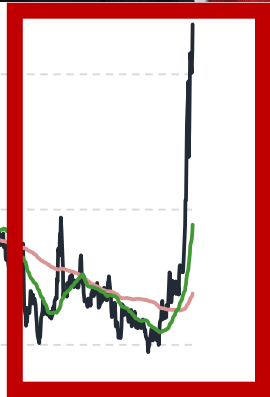
“Liberation Day” was a good opportunity to lock in high yields

Operation Epic Fury has provided less potential reward for the uncertainty



As of 2026/03/31 Source: Bloomberg, PortfolioMetrix. Yield and returns of the FTSE/JSE All Bond Index from 2001/02/28. Returns for periods greater than 1 year are annualised. Workings are available on request.

Oil spike – Echoes of 2022





Factors Influencing SA Bonds	Current Status	Importance	Direction
Global interest rates	Medium	5/5	Lower
SA interest rates	Medium	5/5	Lower
SA real bond yields	High	5/5	High
Global inflation	Above Target	5/5	Neutral
SA inflation	Low	5/5	Improving
Global GDP	Below Trend	5/5	Neutral
SA fiscal position	Weak	5/5	Improving
SA GDP growth & investment	Weak	5/5	Improving
SA economic reform	Slow	5/5	Improving
ZAR/USD	Strong	5/5	Stronger
Oil prices	Low	5/5	Lower
Precious metal prices	High	5/5	Higher
SA inflation target	High	5/5	Lower
SA bond issuance	Stable	5/5	Improving
Foreign flows into SA bonds	Strong	5/5	Improving
SA Credit Rating	Weak	5/5	Improving
US Dollar	Weak	4/5	Weaker
Global DM fiscal position	Weak	4/5	Worsening
SA politics	Positive	4/5	Stable
SA terms of trade	Positive	3/5	Stronger
SA geopolitical alignment	Negative	3/5	Worsening
Global geopolitics	Negative	2/5	Uncertain
Global trade	Negative	2/5	Uncertain



Factors Influencing SA Bonds	Current Status	Importance	Direction
Global interest rates	Medium	5/5	Uncertain
SA interest rates	Medium	5/5	Uncertain
SA real bond yields	Higher	5/5	High
Global inflation	Above Target	5/5	Worsening
Global inflation expectations	Above Target	5/5	Worsening
SA inflation	Low	5/5	Uncertain
SA inflation expectations	Low	5/5	Worsening
Global GDP	Below Trend	5/5	Uncertain
SA fiscal position	Weak	5/5	Improving
SA GDP growth & investment	Weak	5/5	Improving
SA economic reform	Slow	5/5	Improving
ZAR/USD	Neutral	5/5	Uncertain
Oil prices	High	5/5	Uncertain
Precious metal prices	High	5/5	Uncertain
SA inflation target	Reduced	5/5	Lowering
SA bond issuance	Stable	5/5	Improving
Foreign flows into SA bonds	Strong	5/5	Uncertain
SA Credit Rating	Weak	5/5	Improving
US Dollar	Stronger	5/5	Uncertain
Global DM fiscal position	Weak	4/5	Worsening
SA politics	Positive	4/5	Stable
SA terms of trade	Positive	4/5	Uncertain
SA geopolitical alignment	Negative	3/5	Uncertain
Global geopolitics	Negative	2/5	Uncertain
Global trade	Neutral	2/5	Uncertain



These factors are dynamic and subjective. The above is a general reflection of current factors influencing the SA bond market and either the general market, and / or PMX's assessment of the factor. April 2026

Oil price scenarios

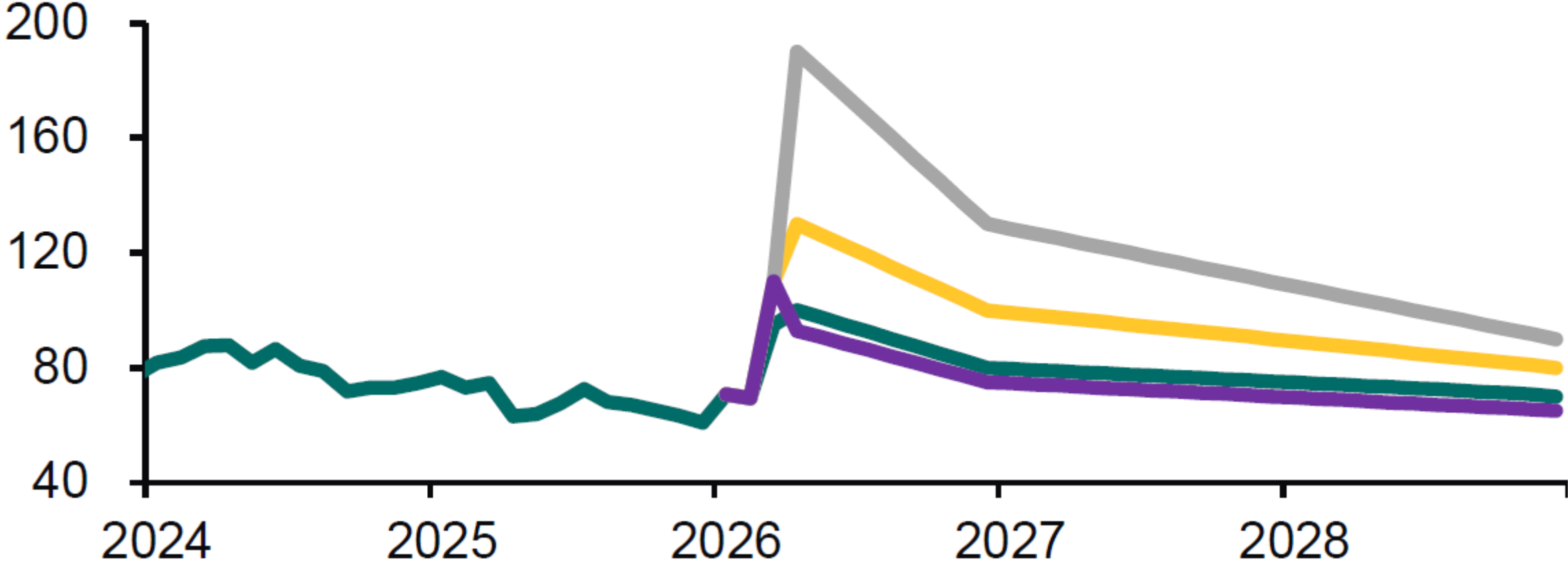
US\$/bbl

Baseline

Prolonged

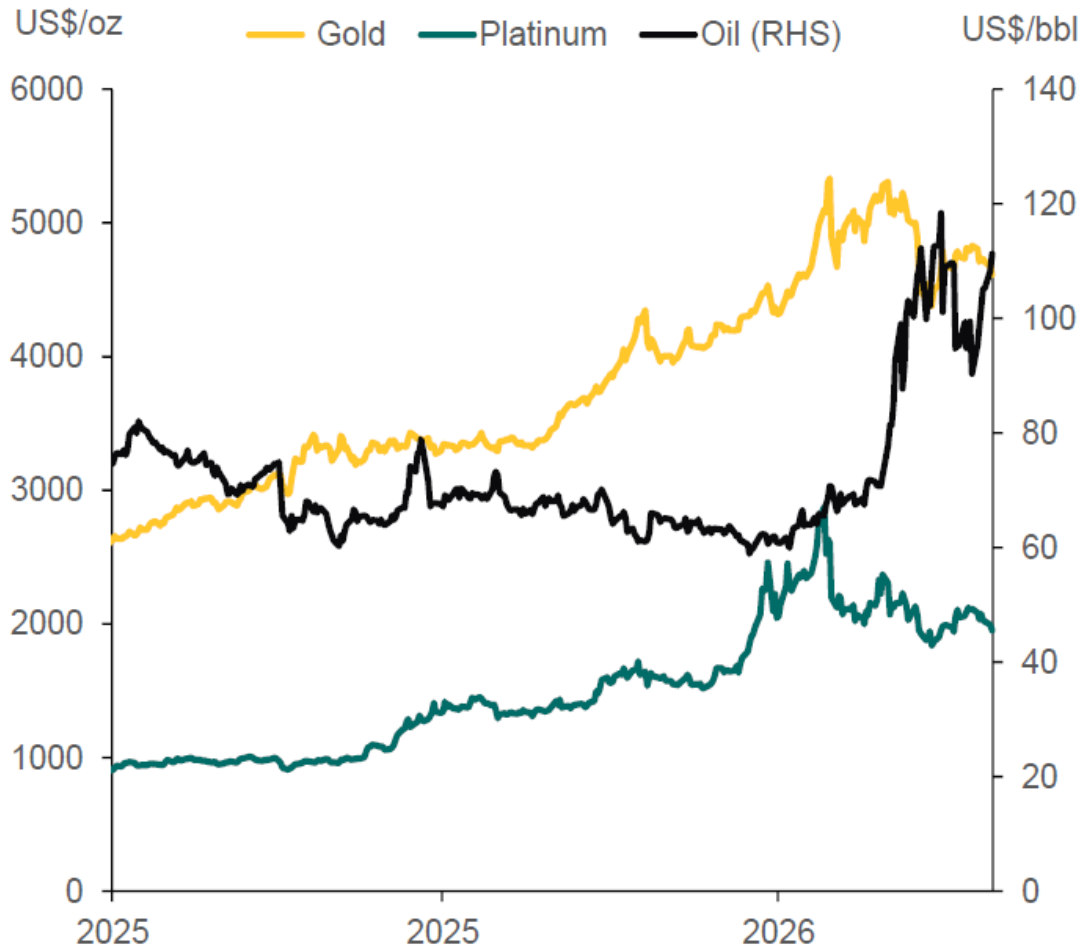
Severe

Ceasefire

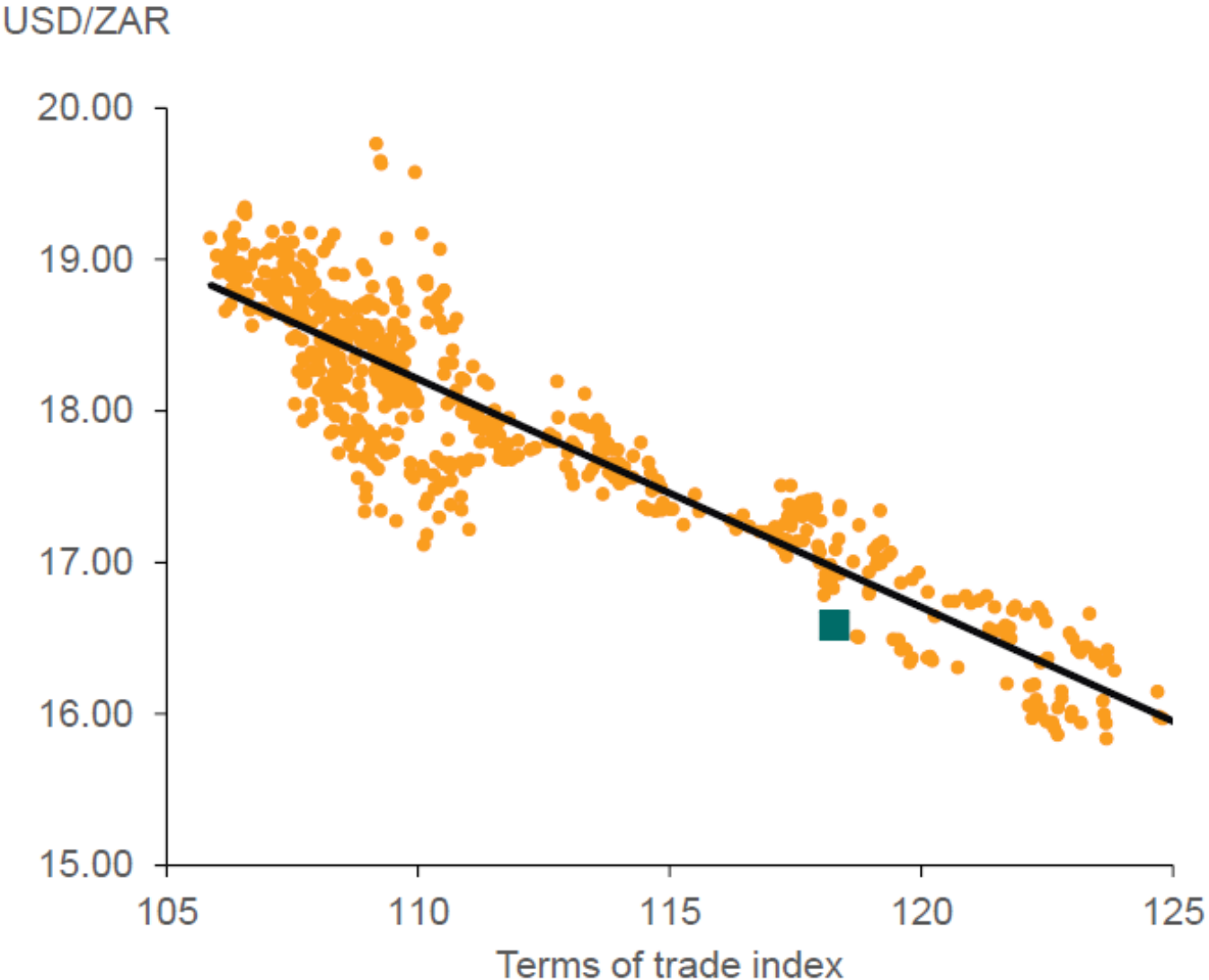


Commodity prices & SA's terms of trade

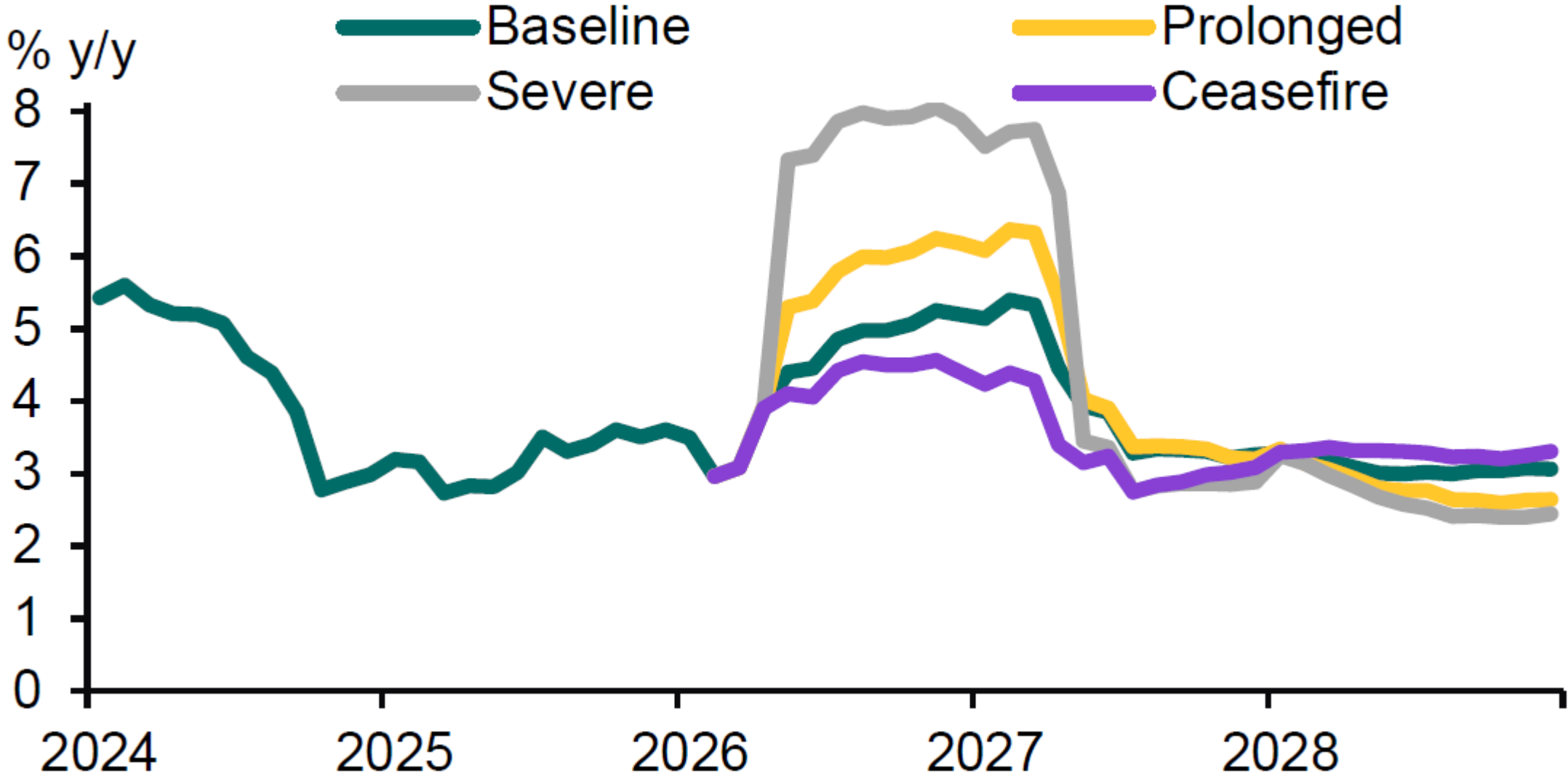
Lower, but still ZAR supportive at these levels



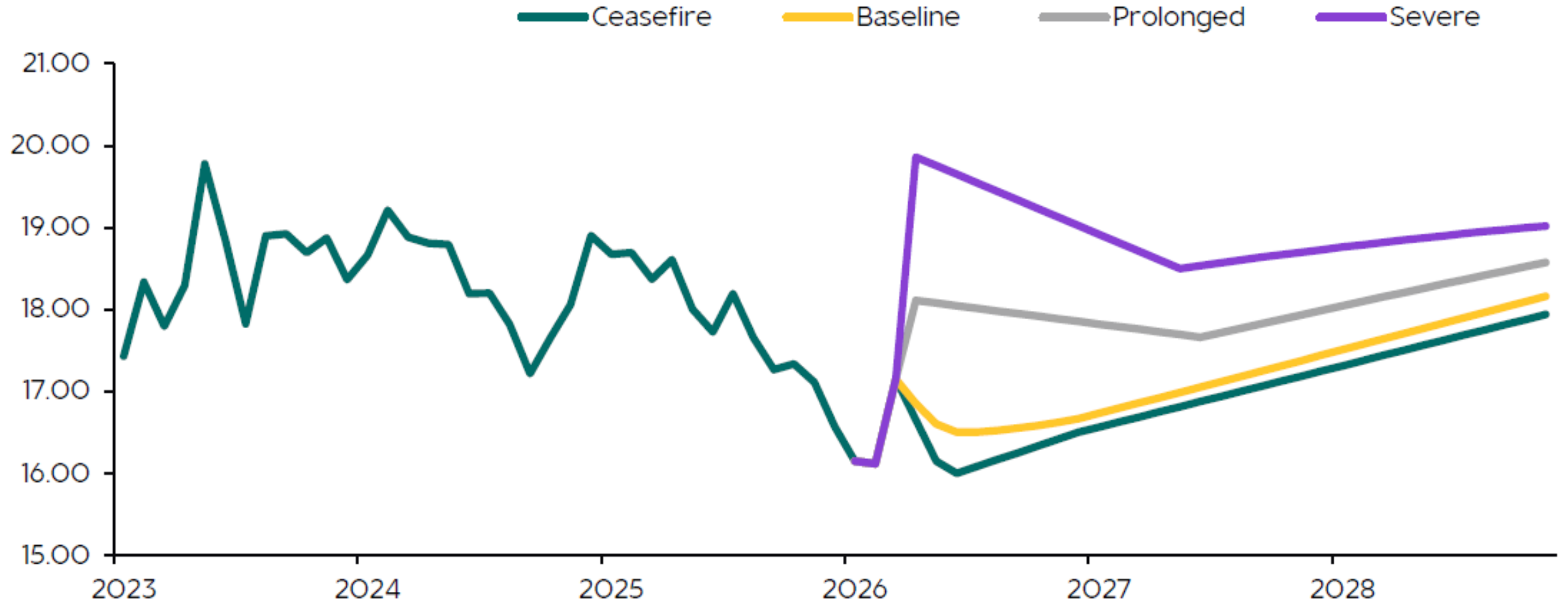
ZAR & terms of trade highly correlated



SA Inflation scenarios

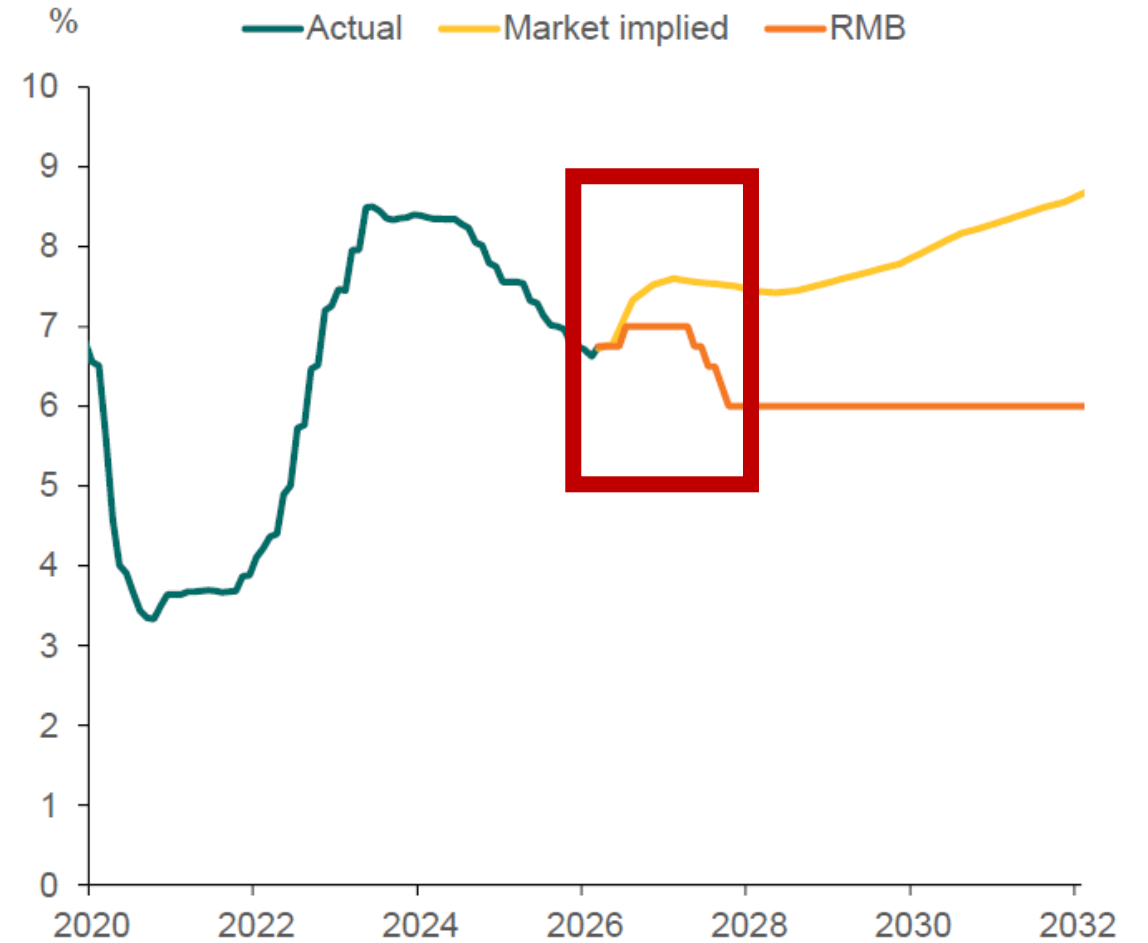
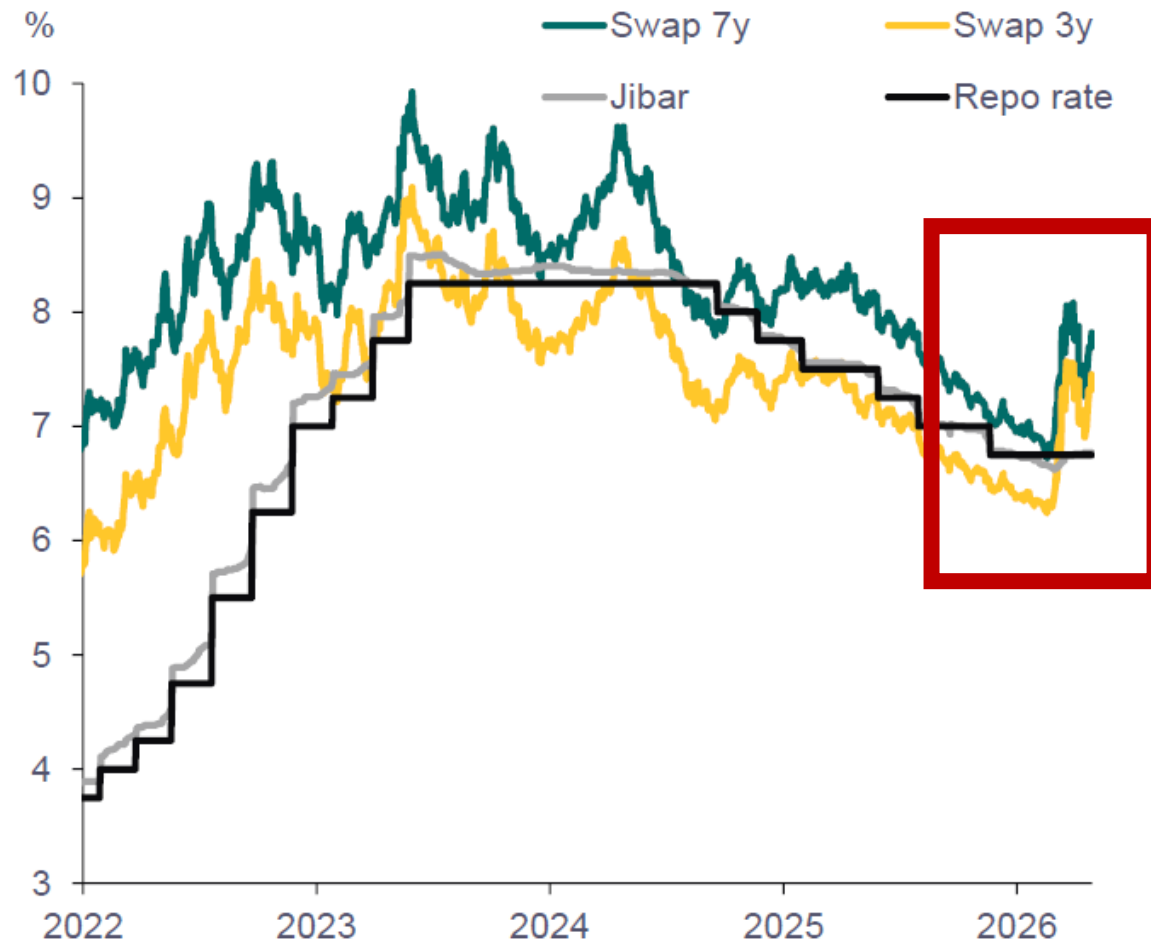


ZAR scenarios

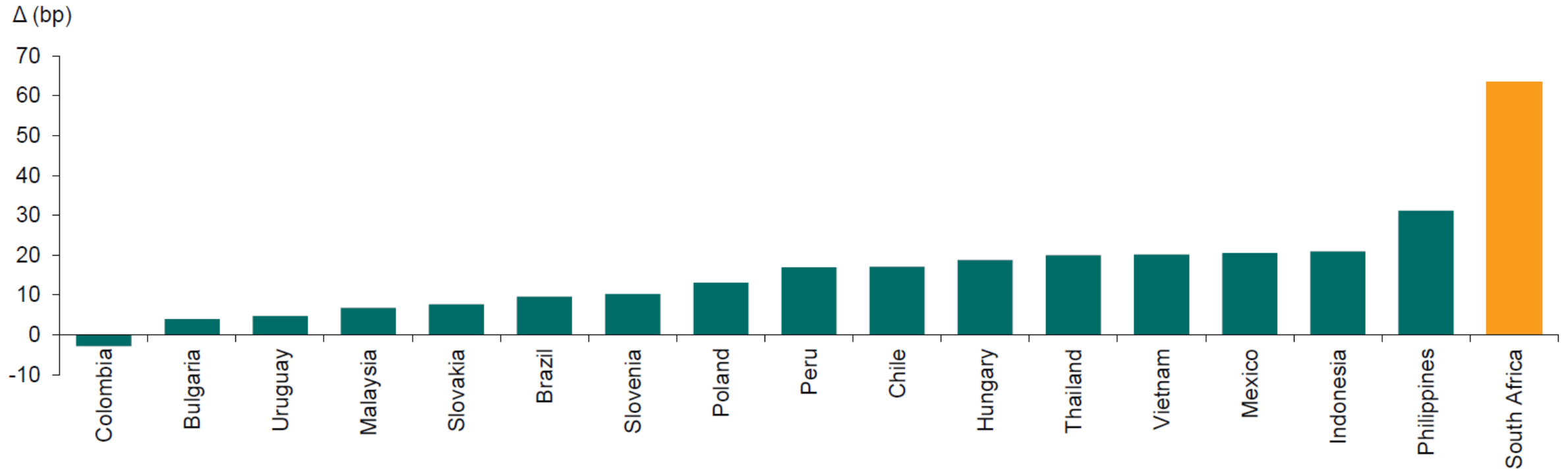


Market has quickly priced in rate hikes (3, 4, 5 ...?)

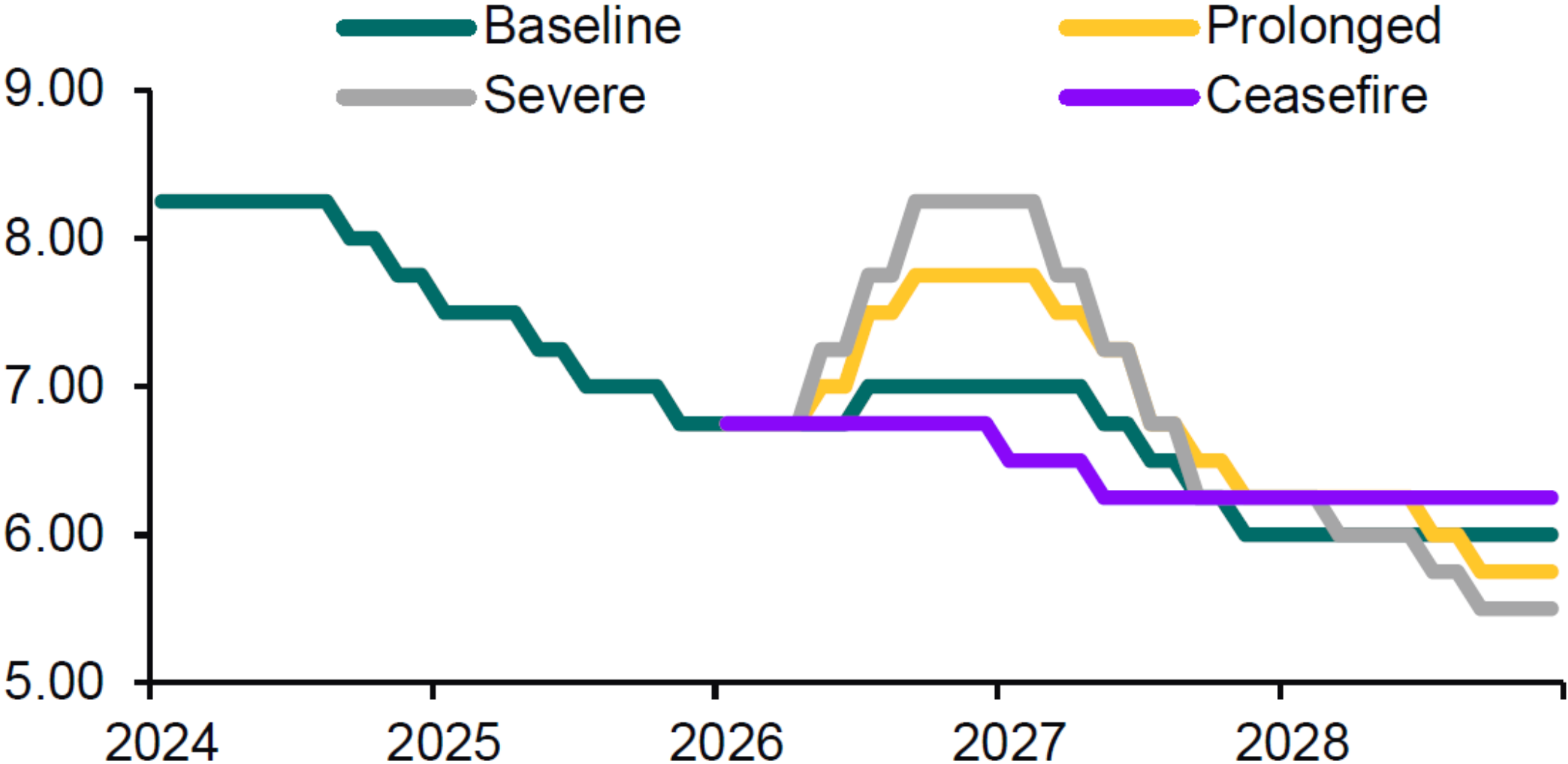
Disconnect between the market and economists



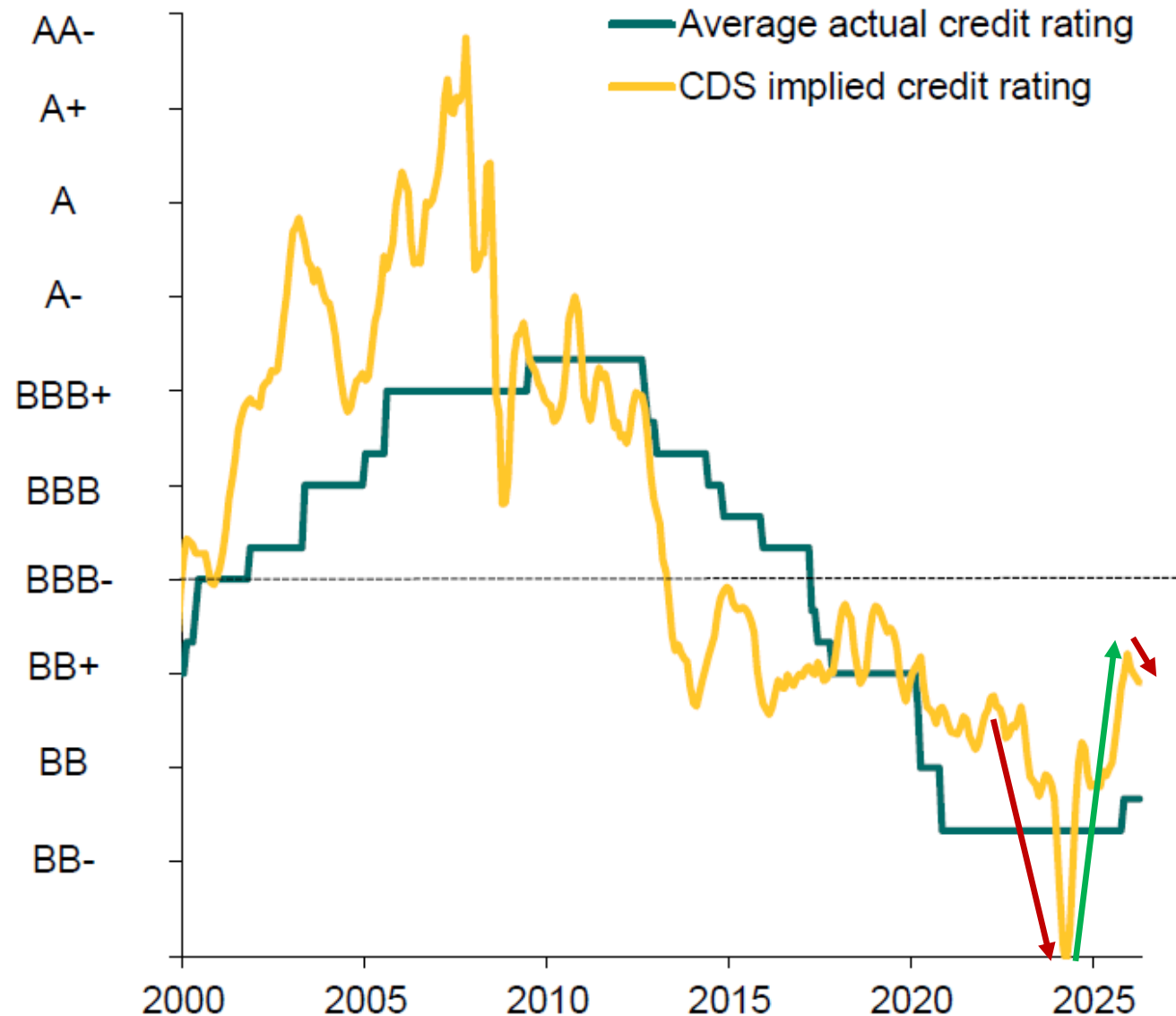
Change in SA 5-year CDS spreads since 27 February 2026



Repo rate scenarios



SA CDS is still trading above actual sovereign credit rating

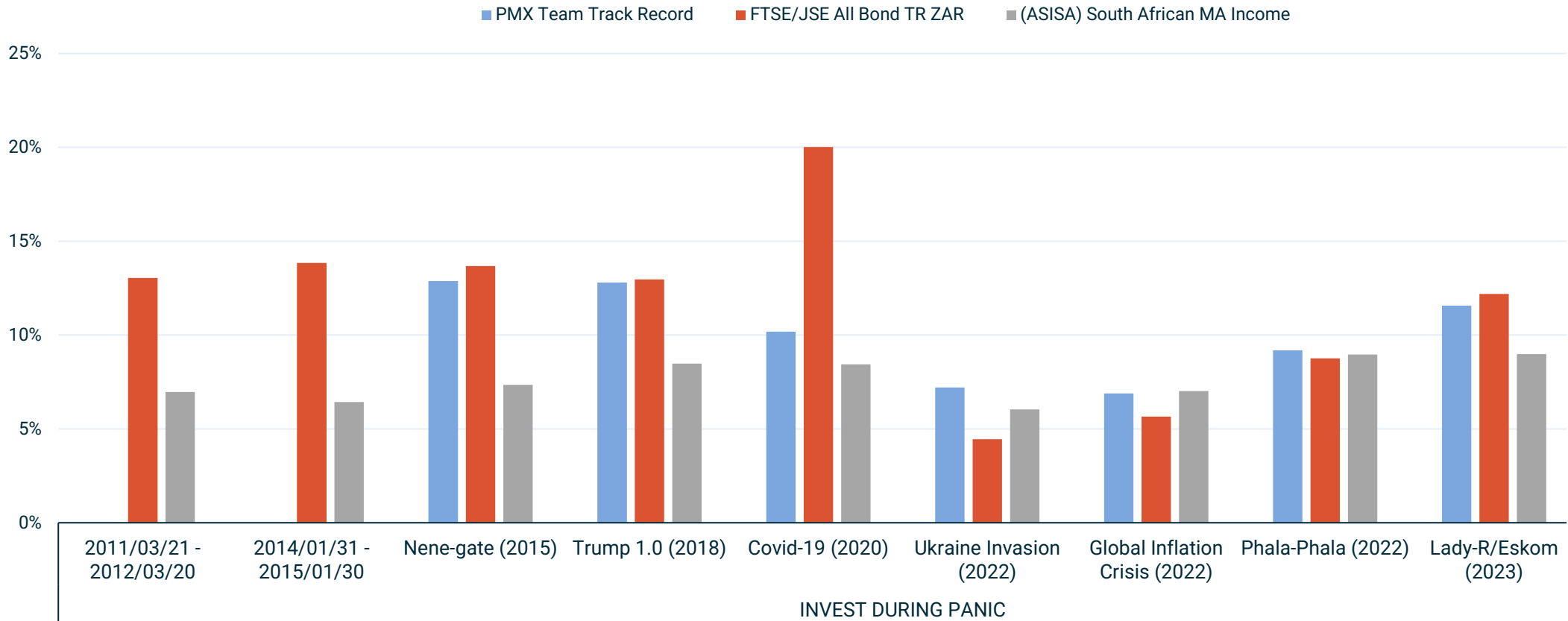


- **SA's sovereign credit profile still moving in right direction**
- **ME crisis creates uncertainty around fiscal consolidation and growth prospects**
- **Rating agencies may delay decisions until global environment settles**

Investing during a crisis

The cost of action

12-month return post peak market Panic

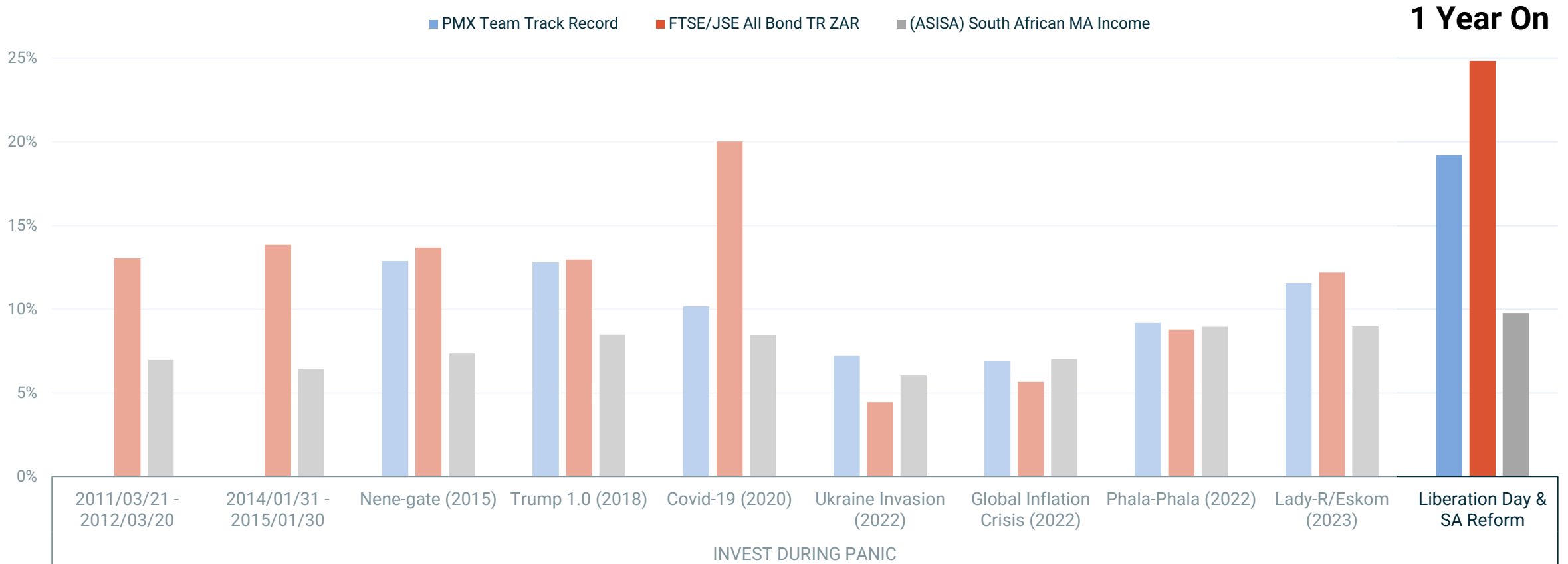


As of 2026/03/31, since 2015/07/31 | Source: Morningstar, PortfolioMetrix. PMX Team Track Record is a composite of similar fixed income portfolios managed by the current portfolio management team that represent the Dynamic Income Strategy. Details are available upon request. FTSE/JSE All Bond Index.

Investing during a crisis

The cost of action

12-month return post peak market Panic



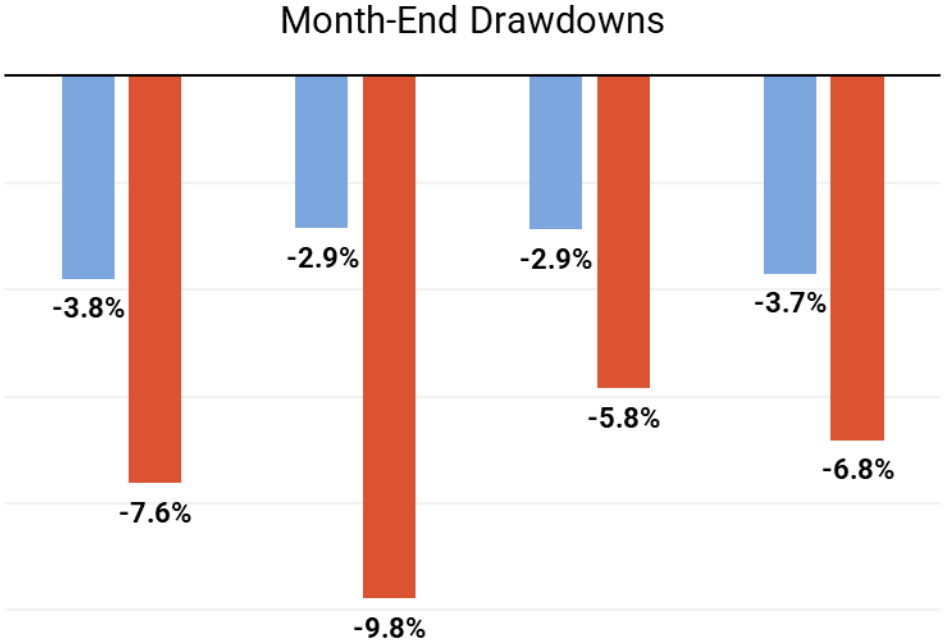
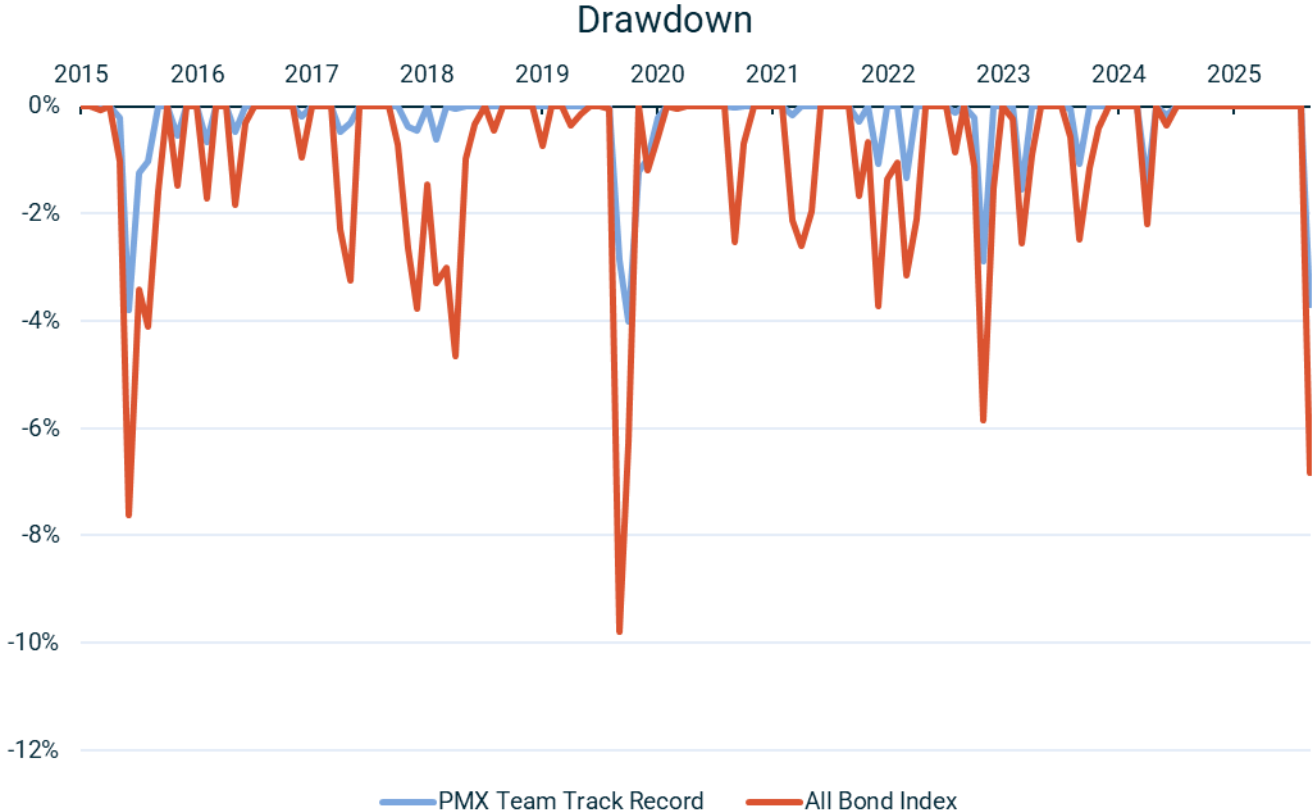
1 Year On



As of 2026/03/31, since 2015/07/31 | Source: Morningstar, PortfolioMetrix. PMX Team Track Record is a composite of similar fixed income portfolios managed by the current portfolio management team that represent the Dynamic Income Strategy. Details are available upon request. FTSE/JSE All Bond Index.

Engineering a portfolio to survive the storms & bounce back quickly

Shallow drawdowns & quick recovery



2015/12/31 Nene-Gate	2020/03/31 Covid-19	2023/05/31 Eskom and Lady Russia	2026/03/31 Iran-US-Israel War
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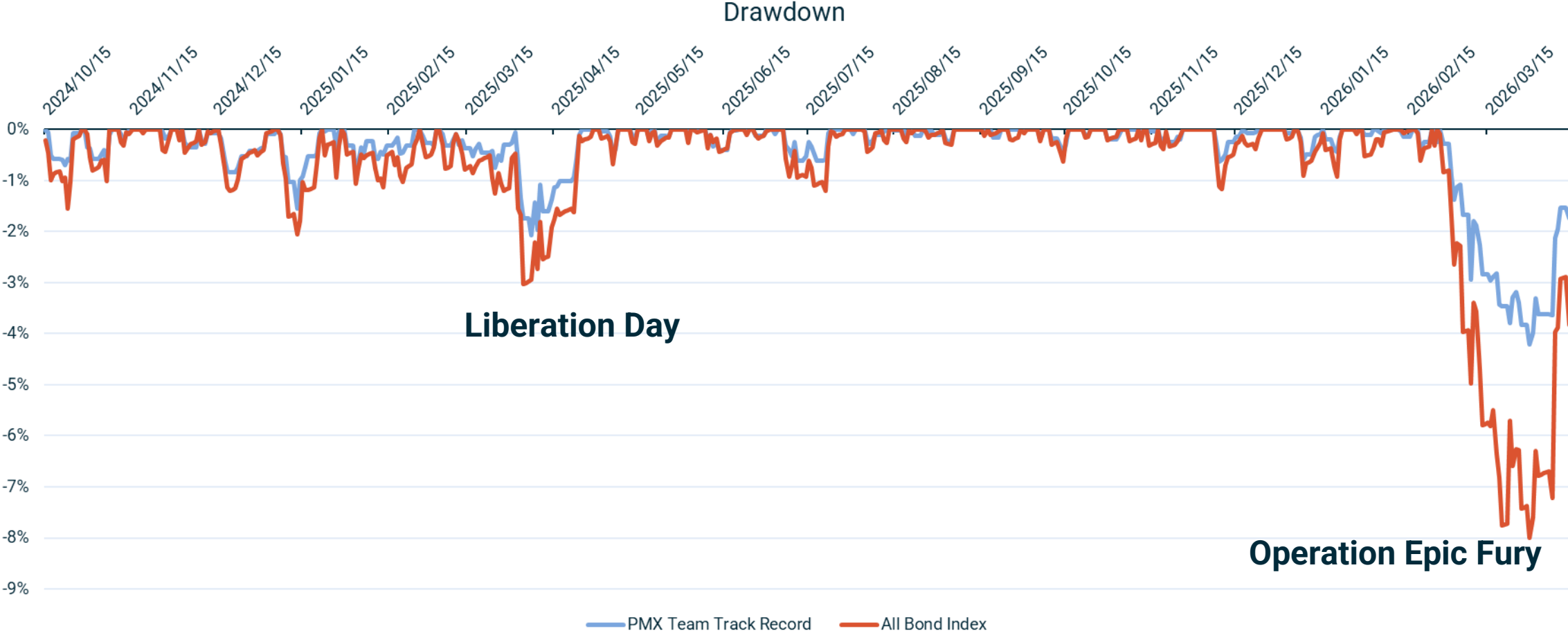
■ PMX Team Track Record ■ All Bond Index



As of 2026/03/31, since 2015/07/31 | Source: Morningstar, PortfolioMetrix. PMX Team Track Record is a composite of similar fixed income portfolios managed by the current portfolio management team that represent the Dynamic Income Strategy. Details are available upon request. FTSE/JSE All Bond Index.

Engineering a portfolio to survive the storms & bounce back quickly

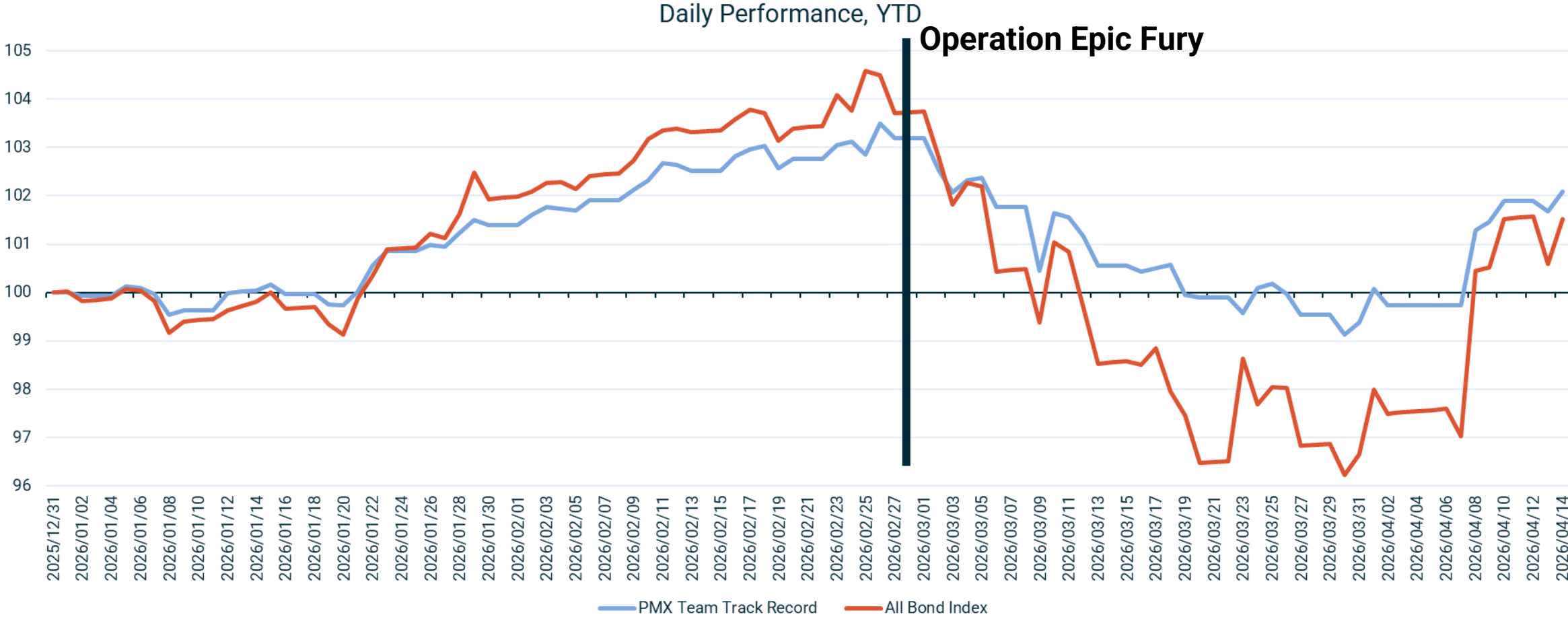
Shallow drawdowns & quick recovery



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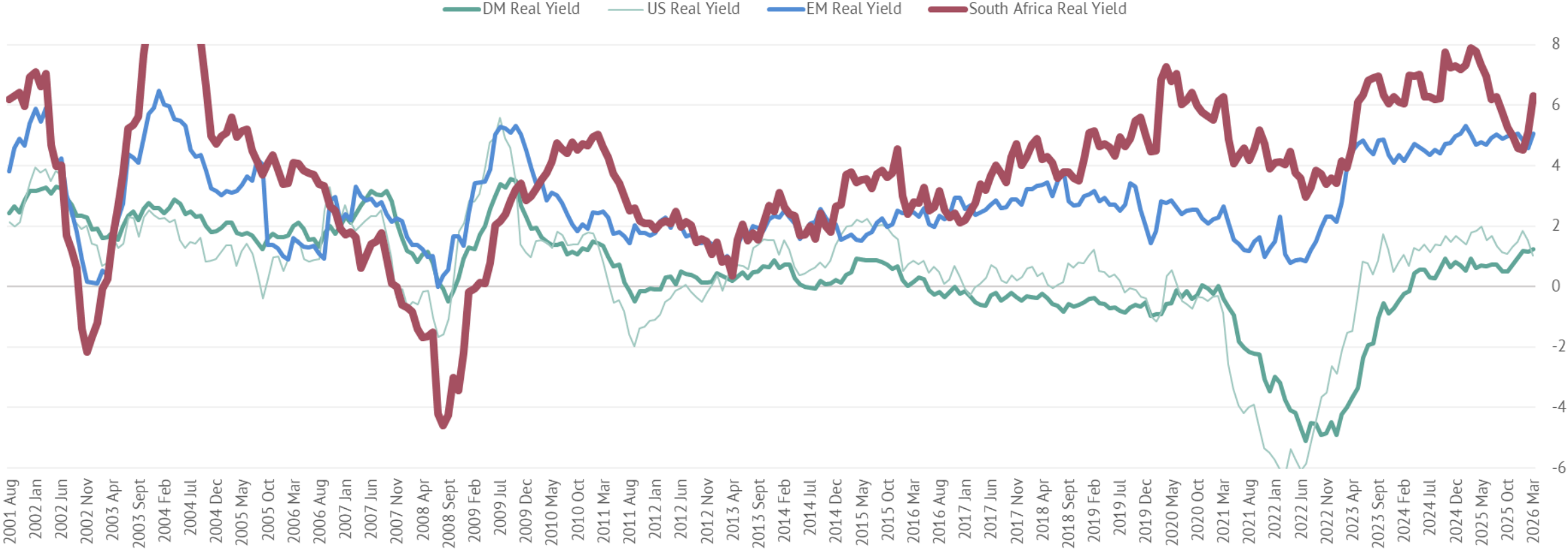
Shallow drawdowns & quick recovery



As of 2026/04/14, since 2015/07/31 | Source: Morningstar, PortfolioMetrix. PMX Team Track Record is a composite of similar fixed income portfolios managed by the current portfolio management team that represent the Dynamic Income Strategy. Details are available upon request. FTSE/JSE All Bond Index.

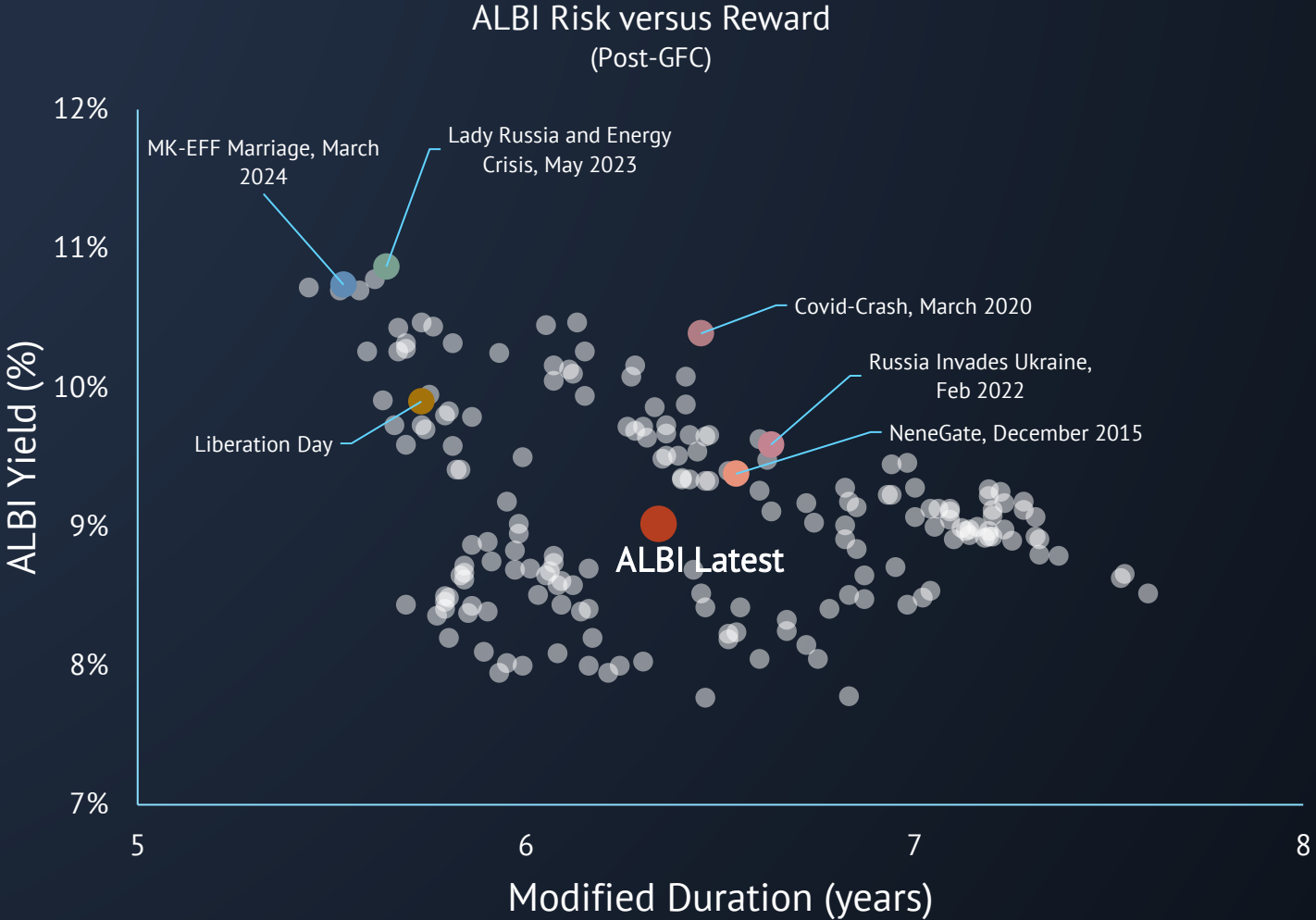
SA 10yr real yields have returned to attractive levels

Real Yields



Source: Bloomberg, PortfolioMetrix
As of 2026/03/31

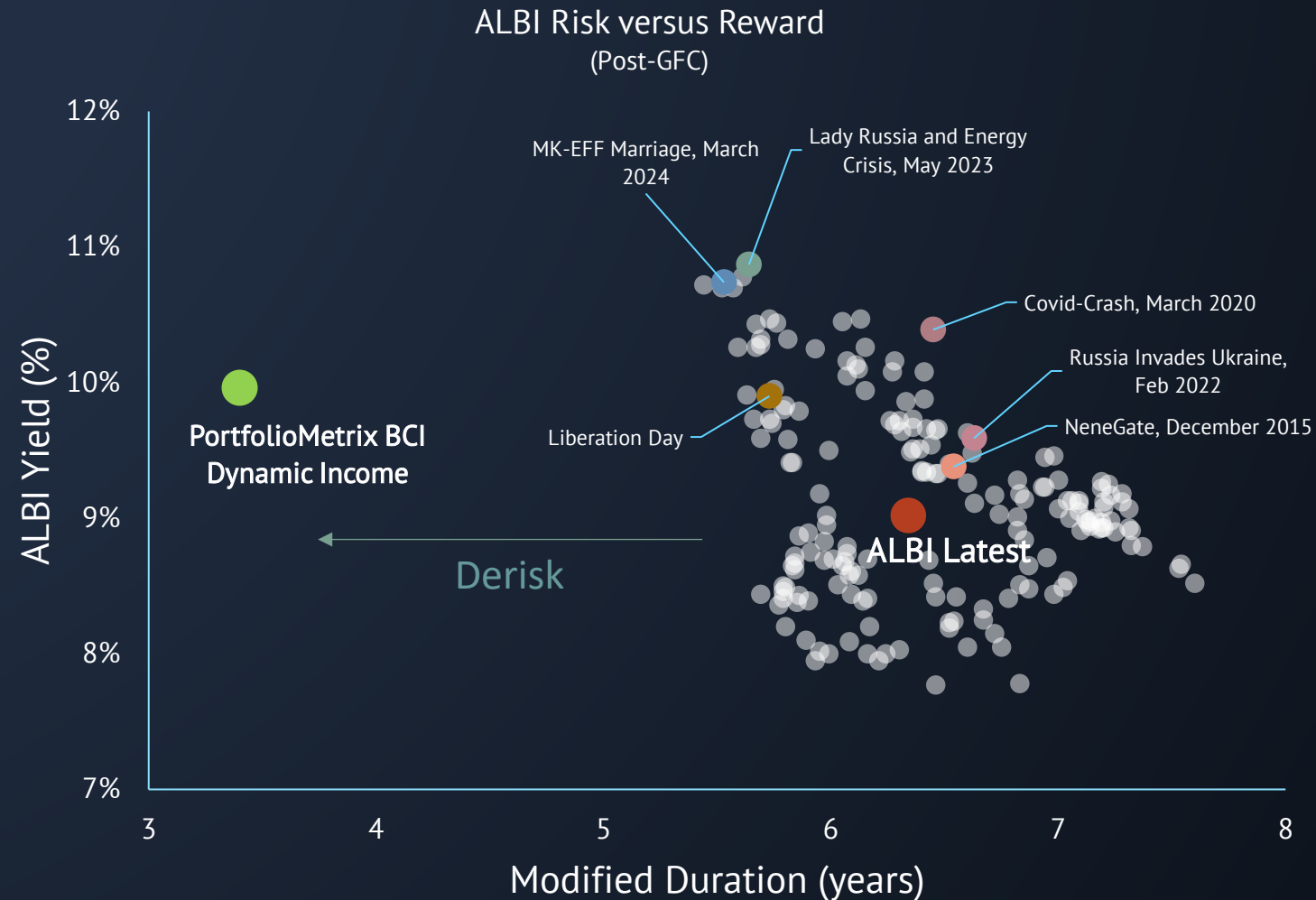
The Crisis Map



Source: JSE, PortfolioMetrix. As of 2026/03/31. *Current yields and duration figures are indicative (2026/03/31). Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is an indicative gross current yield and is calculated daily.

The Crisis Map

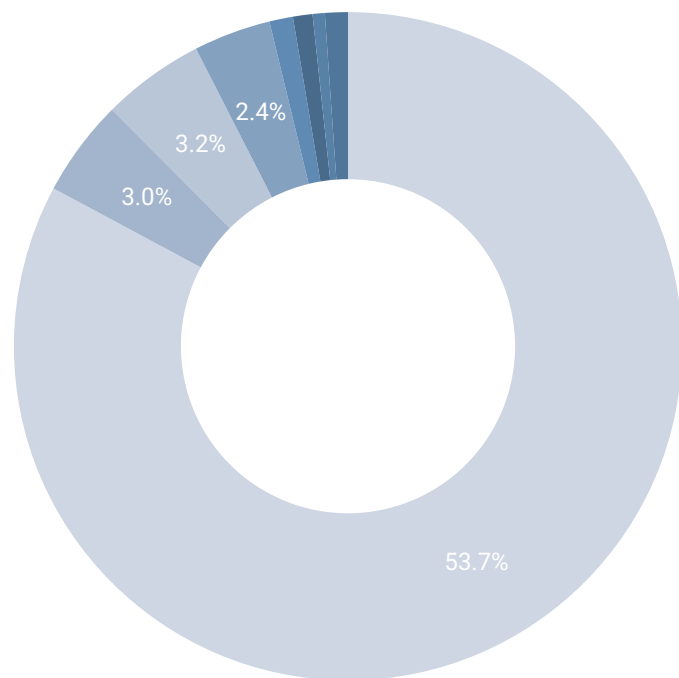
There are still opportunities if you know where to look



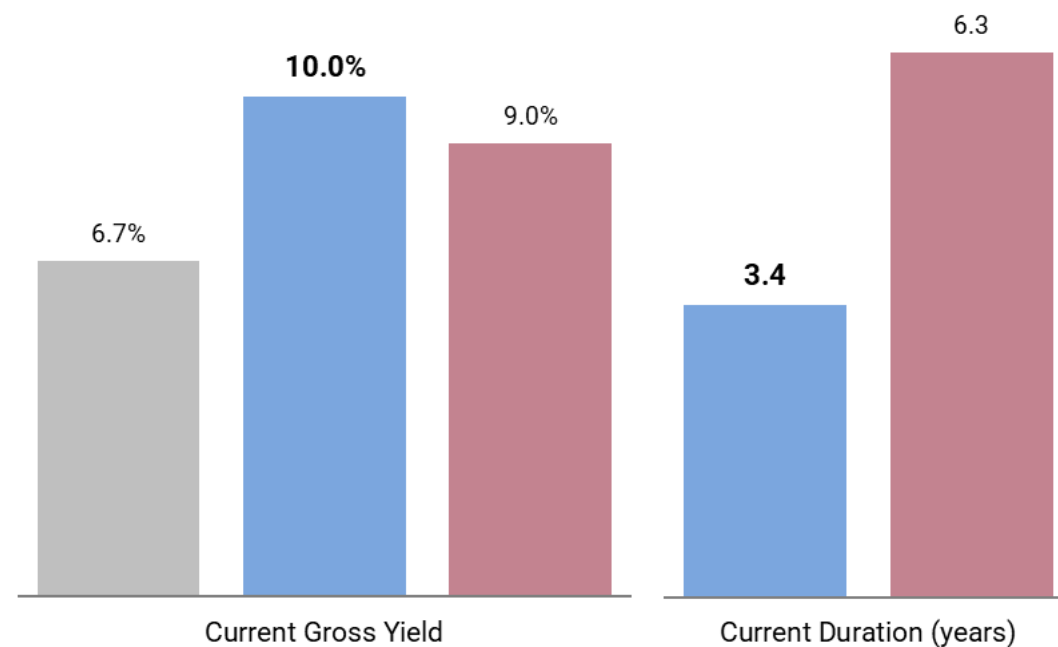
Source: JSE, PortfolioMetrix. As of 2026/03/31. *Current yields and duration figures are indicative (2026/03/31). Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is an indicative gross current yield and is calculated daily.

High yield, high liquidity, high credit quality

Our credit focus targets high-quality issuers with deeper liquidity



- RSA Government
- Eskom – Govt Guaranteed
- Standard Bank
- First Rand
- Investec
- Nedbank
- African Bank
- Transnet



- Cash
- PortfolioMetrix BCI Dynamic Income A
- FTSE JSE All Bond Index

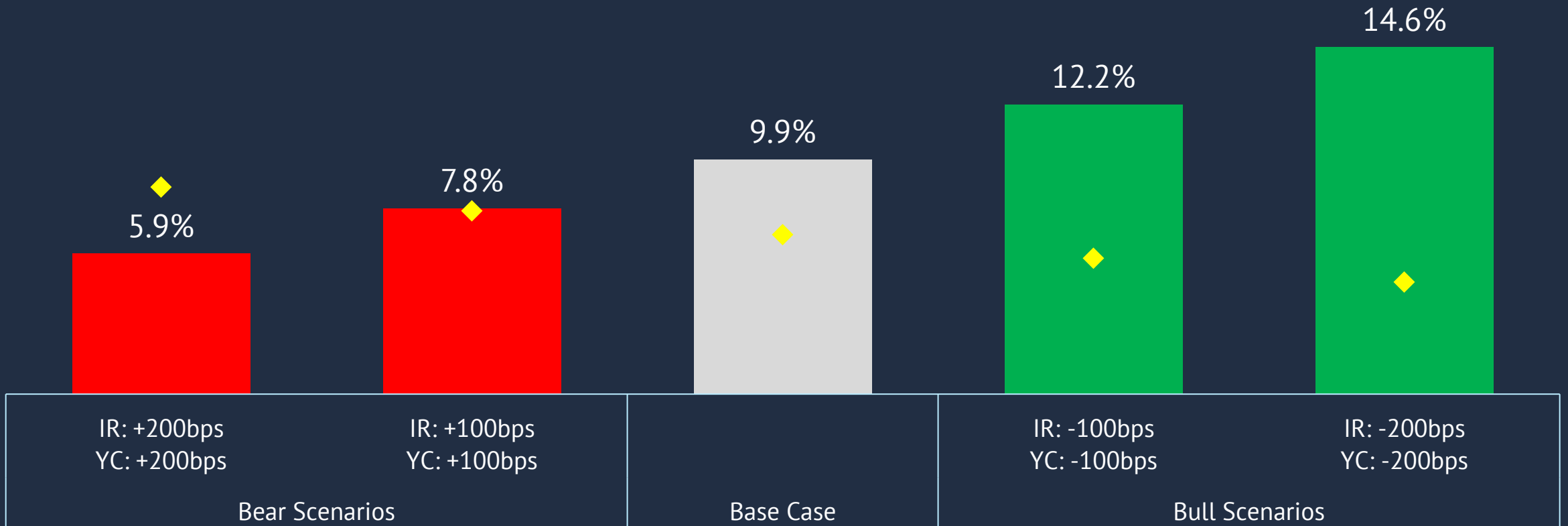


As of 2026/03/31 Source: PortfolioMetrix. Current gross yields and duration are indicative and are not forecasts or guarantees of future performance. Actual outcomes may differ materially. Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act.

Dynamic Income **Bear** and **Bull** scenarios – 1 Year

Stress testing the portfolio with simulated sell-offs and rallies from current levels

Bull and Bear scenarios over the next 12 months

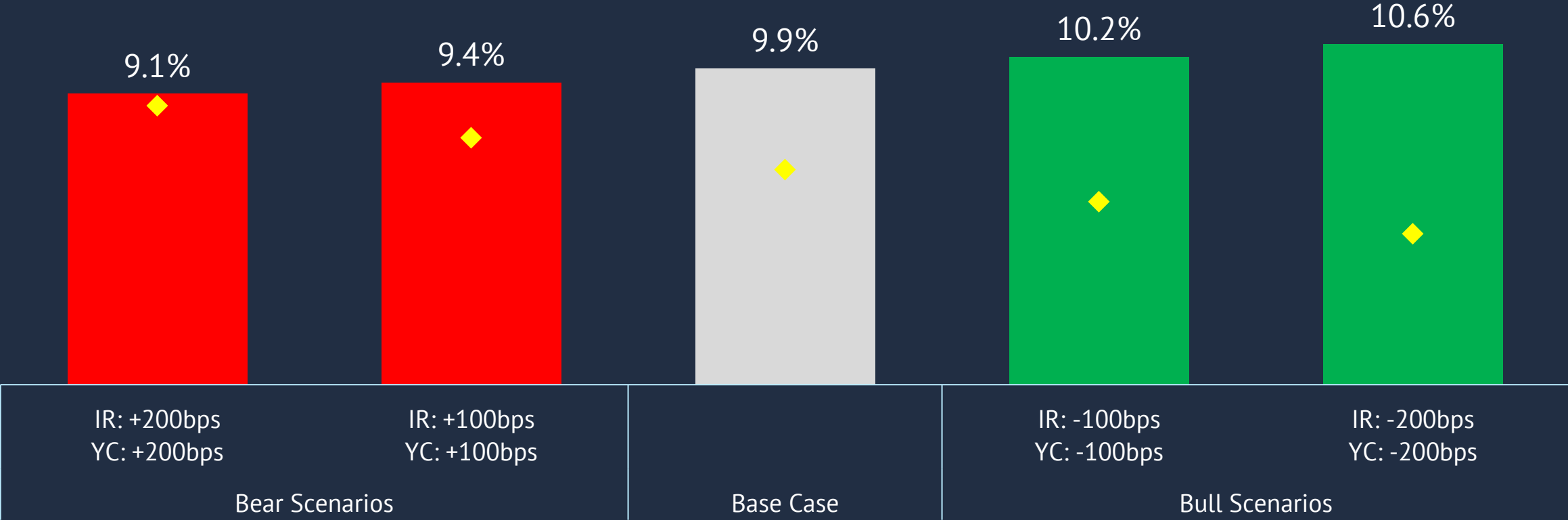


These return scenarios are hypothetical and based on simulated forward-looking assumptions. They do not represent actual returns and are not forecasts or guarantees of future performance. Actual outcomes may differ materially. The scenarios are for illustrative purposes only and should not be construed as investment advice or a recommendation. Scenario assumptions: the bull case reflects a parallel downward shift of 100–200 bps in the yield curve; the bear case reflects a parallel upward shift of 100–200 bps; the base case assumes no change in yields. Returns may be affected by market movements, income variability, fees, and taxes. Capital is at risk. Source: Avior, PortfolioMetrix. Current yields and duration figures are indicative as at 19 March 2026 and are subject to change. Income funds derive income from interest-bearing instruments in accordance with Section 100(2) of the Act. Yields shown are gross current yields, calculated daily. Past performance is not indicative of future results.

Dynamic Income Bear and Bull scenarios – 3 Years

Stress testing the portfolio with simulated sell-offs and rallies from current levels

Bull and Bear scenarios over the next 3 years



These return scenarios are hypothetical and based on simulated forward-looking assumptions. They do not represent actual returns and are not forecasts or guarantees of future performance. Actual outcomes may differ materially. The scenarios are for illustrative purposes only and should not be construed as investment advice or a recommendation. Scenario assumptions: the bull case reflects a parallel downward shift of 100–200 bps in the yield curve; the bear case reflects a parallel upward shift of 100–200 bps; the base case assumes no change in yields. Returns may be affected by market movements, income variability, fees, and taxes. Capital is at risk. Source: Avior, PortfolioMetrix. Current yields and duration figures are indicative as at 19 March 2026 and are subject to change. Income funds derive income from interest-bearing instruments in accordance with Section 100(2) of the Act. Yields shown are gross current yields, calculated daily. Past performance is not indicative of future results.



PortfolioMetrix SA Fixed Income Range

A decade of better risk-adjusted return

Risk and Return since July 2015



	S.I. Return (cumulative)	S.I. Return (p.a.)	Highest and Lowest: Calendar year performance since inception		Inception Date	Benchmark
PortfolioMetrix BCI Income Fund (A)	136.6%	8.4%	10.4%	4.6%	2015/07/14	SteFI + 1% p.a.
SteFI + 1% p.a.	123.1%	7.8%	12.8%	4.9%	2015/07/14	--
PortfolioMetrix BCI Dynamic Income Fund (A)	86.4%	12.8%	19.7%	7.8%	2020/12/21	SteFI Composite Index
SteFI Composite Index	39.3%	6.6%	8.5%	3.8%	2020/12/21	--
PortfolioMetrix BCI SA Bond Fund (A)	214.2%	11.4%	26.4%	5.3%	2015/07/14	FTSE/JSE All Bond Index
FTSE/JSE All Bond Index	187.5%	10.5%	24.2%	4.3%	2015/07/14	--

As of 2026/03/31, Source: Morningstar Direct, PortfolioMetrix. Cash is the Stefi Composite Index. Annualised return is the weighted average compound growth rate over the period measured. Actual annual figures are available on request. PMX Dynamic Income* is a performance composite of similar fixed income portfolios managed by the current portfolio management team. Details are available upon request.
 PortfolioMetrix BCI Bond Fund | 10 yr Annualised performance: Fund: 10.9% | Benchmark: 10.4% | PortfolioMetrix BCI Income Fund: : Fund: 8.4% | Benchmark: 7.6%



Disclaimer

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Performance figures quoted for the portfolio is from Morningstar, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested and do not take any upfront manager’s charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax.

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Please join our Q&A

