NEDGROUP INVESTMENTS

see money differently



NEDGROUP INVESTMENTS
Cash Solutions Range

Quarter Three, 2026

Marketing Communication

Nedgroup Investments Cash Solutions Range

Past performance is not indicative of future performance and does not predict future returns.

Periodic returns up to 30 September 2026	1 month	3 months	YTD 2026	1 year	3 years	Gross Est. Yield*	Modified Duration
Prime Money Market Fund	0.56%	1.72%	5.16%	7.04%	7.94%	7.14%	0.26
Corporate Money Market Fund	0.58%	1.79%	5.35%	7.28%	8.13%	7.59%	0.16
Money Market Fund	0.59%	1.81%	5.39%	7.34%	8.19%	7.72%	0.15
Core Income Fund	0.59%	1.97%	5.84%	7.96%	8.90%	7.98%	0.10
SteFI Call	0.55%	1.70%	5.02%	6.81%	7.51%		
SteFI Composite	0.56%	1.72%	5.13%	6.98%	7.77%		

All net return for the Nedgroup Investments fund's respective C classes. Source: Morningstar
*Gross estimated yields are available daily at **Cash Solutions (nedgroupinvestments.co.za)**

Macro Overview

The third quarter was marked by persistent inflationary pressures, tighter monetary conditions and heightened geopolitical uncertainty. In South Africa, higher fuel prices, global interest rate pressures and weak domestic growth created a challenging policy backdrop. As a result, the interest rate outlook is expected to remain closely tied to incoming economic data, with inflation, global monetary policy conditions and rand volatility continuing to influence the South African Reserve Bank's (SARB) policy direction.

On 23 September, the SARB's Monetary Policy Committee (MPC) unanimously increased the repo rate by 25 basis points to 7.25%. The decision reflected growing upside risks to inflation, particularly from rising fuel prices and marginal rand weakness. The SARB reaffirmed its commitment to returning inflation to its 3% target and revised its 2026 economic growth forecast down to 1.2% from 1.4%, following a contraction in economic activity during the second quarter.

South Africa's annual headline inflation edged up to 4.4% in August 2026 from 4.3% in July, slightly below the market expectation of 4.5%. Inflation was unchanged on a month-on-month basis, with housing and utilities (5.2%) and transport (8.8%) remaining the main contributors. In contrast, core inflation slowed by 10 basis points to 4.1% year-on-year, reflecting weak consumer demand and limited second-round inflationary pressures.

In the United States, the Federal Open Market Committee (FOMC) raised interest rates by 25 basis points, marking its first increase since 2023. The move was followed by softer economic data, reducing expectations of a further rate hike at the next meeting. The Federal Reserve's preferred inflation measure, the Core Personal Consumption Expenditure (PCE) Index, declined by 30 basis points year-on-year to 3.0% in August. Meanwhile, non-farm payrolls increased by only 29,000 jobs, well below the market expectation of a 90,000 increase.

Fund Positioning

Our money market funds and Core Income Fund remain well positioned for the current interest-rate environment. We continue to favour high-quality floating-rate instruments, which provide attractive carry while limiting duration, credit and liquidity risk. The floating-rate nature of these investments allows coupons to reset in line with prevailing short-term rates, supporting income generation while reducing sensitivity to movements in longer-term bond yields.

With core inflation moderating but monetary policy remaining data-dependent, we believe this position offers an attractive balance between income generation and capital preservation. We remain focused on maintaining high-quality assets, strong liquidity and sustainable income streams for investors, while retaining flexibility to respond as the interest rate and macroeconomic outlook evolve.

Disclaimer

WHO WE ARE
Nedgroup Collective Investments (RF) Proprietary Limited is an authorised Collective Investment Scheme and the representative of Nedgroup Investments Funds PLC in terms of the Collective Investment Schemes Control Act. It is a member of the Association of Savings & Investment South Africa (ASISA)..

OUR TRUSTEE
The Standard Bank of South Africa Limited is the registered trustee.
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GROSS ESTIMATED YIELD
Gross Yield: means the sum of all expected income over the next 12-months from underlying instruments in the portfolio divided by the cumulative net asset value of the fund. The expected income amounts are approximate and based on market assumptions and forecasts. Actual returns may differ, based on changes in market values, interest rates and changes in costs experienced during the investment period.

MODIFIED DURATION
Modified duration measures how sensitive a bond's price is to a change in the interest rate level and follows the concept that interest rates and bond prices move in opposite directions. In other words, it estimates by how much, measured as '% change', you can expect a bond price to fall for every 1% increase in interest rates and vice versa. The weighted average modified duration collectively measures the total portfolio's sensitivity

HOW ARE OUR FUNDS PRICED
Funds are valued daily at 15:00. Instructions must reach us before 14:00 (12:00 for Nedgroup Money Market Fund) to ensure same day value. Prices are published daily on our website and in selected major newspapers.

FEES
A schedule of fees and charges is available on request from Nedgroup Investments. One can also obtain additional information on Nedgroup Investments products on our website.

DISCLAIMER

Unit trusts are generally medium to long-term investments. The value of your investment may go down as well as up. Past performance is not necessarily a guide to future performance. Nedgroup Investments does not guarantee the performance of your investment and even if forecasts about the expected future performance are included you will carry the investment and market risk, which includes the possibility of losing capital. Our funds are traded at ruling prices and can engage in borrowing and scrip lending.

Some funds may hold foreign securities including foreign CIS funds. As a result, the fund may face material risks, which could include foreign exchange risks, market conditions and macro-economic and political conditions.

A fund of funds may only invest in other funds, and a feeder fund may only invest in another single fund, both will have funds that levy their own charges, which could result in a higher fee structure.

The Nedgroup Investments Money Market Fund offering aims to maintain a constant price of 100 cents per unit. A money market fund is not a bank deposit. The total return to the investor is made up of interest received and any gain or loss made on any particular instrument held. In most cases the return will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of a capital loss. Excessive withdrawals from the fund may place the fund under liquidity pressures and that in such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. The yield is calculated using an annualised seven day rolling average as at the relevant dates provided for in the fund fact sheet. Nedgroup Investments has the right to close its funds to new investors in order to manage it more efficiently.

NEDGROUP INVESTMENTS CONTACT DETAILS
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For further information on the fund please visit: www.nedgroupinvestments.co.za

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