MandG Investments Unit Trusts (Namibia) Ltd Abridged Annual Report 2024



Managing Director's message to unit holders

2024: A year of elections, policy shifts and resilient markets

Reflecting on 2024, it's clear that many events of the year defied initial expectations, especially regarding global economic growth and market sentiment. What began with concerns over recession risks and rising inflation transformed into a year of stronger-than-anticipated growth and inflation stabilisation. This positive shift enabled central banks worldwide to initiate rate cuts. igniting renewed market optimism.

A year of elections

Political changes, both anticipated and unexpected, also played a key role in shaping sentiment, influencing market performance, and setting the tone for the year ahead.

Elections were a defining feature of 2024, capturing attention across the democratic world and dominating news coverage. While elections typically don't have a long-term impact on markets, the sheer volume of elections this year made them a key point of interest for investors, highlighting notable differences in electoral systems and representation.

In South Africa, the formation of a Government of National Unity (GNU) sparked a renewed sense of optimism, directly benefiting our financial markets.

2024 underscored the importance of our disciplined, valuation-driven long-term investment strategy, which has allowed us to effectively navigate uncertainty and deliver meaningful results for our clients.

Global equity returns driven by AI and technology One of the standout themes this year was the dominance of global equity markets, largely driven by a few tech giants, particularly those in the artificial intelligence (AI) sector. Known as the "Magnificent Seven", these companies boosted US equities, which in turn strengthened the US dollar. While the global equity rally, especially in the US, was strong, we believe that valuations, particularly in tech stocks, are becoming increasingly stretched. The ongoing rise of AI and technology offers both opportunities and risks, and we recommend a cautiously optimistic outlook.

Some key events shaping the Namibian market In November 2024, Namibia elected its first female President, Netumbo Nandi-Ndaitwah, who secured 57% of the vote. She vowed to implement "radical shifts" to address poverty and unemployment, signalling potential breaks from SWAPO's past policies. Despite opposition allegations of voter suppression, the election was confirmed as free and fair. Nandi-Ndaitwah will assume office in March 2025, ensuring political stability for investors. Meanwhile, the Bank of Namibia reduced the repo rate by 25 basis points to 7% to stimulate growth, while introducing measures to strengthen the banking sector, focusing on governance and risk management.

In terms of economic growth, Namibia's GDP grew by 2.8% in Q3 2024, slightly down from 3.1% in the same period in 2023. Positive contributions to growth came from the health and wholesale sectors, while

mining, quarrying, agriculture, and forestry were hindered, mainly due to ongoing regional droughts.

Namibian equities and bonds deliver good returns Against this backdrop, Namibian markets showed resilience, finishing the year on a strong note. The NSX Overall Index saw a robust 15.9% increase, and the NSX Local Index gained 10%. Positive returns were driven by the financial (18.5%), industrial (17.1%), and resources (7.7%) sectors. Namibian bonds performed well over the year, delivering a return of 14.1%, while Namibian cash yielded 8.5%, all in Namibian dollars.

portfolios. Several of our flagship funds, including the M&G Bond Fund, M&G Property Fund, and M&G Global Bond Feeder Fund, were recognised with prestigious industry awards for their outstanding performance. funds to the end of 2024 are listed below (net of fees in Namibian dollars).

Adding value to client portfolios

Our disciplined investment strategy, based on valuations and long-term fundamentals, enabled us to capture above-inflation returns, adding meaningful value to client

M&G Investments' Namibian fund performance to end 2024

Fund name	1-year return (% p.a.)	3-year return (% p.a.)	5-year return (% p.a.)	10-yeaı (% ا
M&G Namibian Balanced Fund	11.9	9.2	9.8	8.2
M&G Namibian Inflation Plus Fund	10.4	9.4	8.9	7.7
M&G Namibian Enhanced Income Fund	9.1	8.1	6.3	6.5
M&G Namibian Money Market Fund	8.3	7.3	6.0	6.7

Source: Morningstar, data to 31 December 2024



Managing Director's message to unit holders (continued)

Award-winning performance

Below is a summary of the awards and nominations we have received so far in 2025:

- RAGING BULL CERTIFICATE: Winner M&G Bond Fund – Best SA interest-bearing variable-term fund for straight performance over three years to December 31, 2024.
- RAGING BULL CERTIFICATE: Winner M&G Property Fund – Best SA real estate fund for straight performance over three years to December 31, 2024.
- RAGING BULL AWARD: Winner M&G Global Bond Feeder Fund – Best global interest-bearing fund for risk-adjusted performance over five years for the period ending December 31, 2024.
- PROFILE UNIT TRUST AWARD: Winner M&G Bond Fund – SA interest-bearing, variable-term fund for three-year straight performance to December 31, 2024.
- PROFILE UNIT TRUST AWARD: Winner M&G Property Fund – SA real estate – general fund for three-year straight performance to December 31, 2024.
- FUNDHUB INDUSTRY PERFORMANCE AWARD: Winner – M&G Bond Fund – South African interestbearing variable-term category over three years to December 31, 2024.

- FUNDHUB INDUSTRY PERFORMANCE AWARD: Nominee – M&G Equity Fund – South African general equity fund over five years to December 31, 2024.
- FUNDHUB INDUSTRY PERFORMANCE AWARD: Nominee – M&G Equity Fund – South African general equity fund over ten years to December 31, 2024.

These accolades are a testament to the dedication and hard work of the team. Their commitment to delivering consistent investment performance and service excellence has directly benefited you, as our valued client, connecting you to exceptional local and global investment opportunities.

Release of the TCFD Report

In 2024, we published our second Taskforce for Climate-related Financial Disclosures (TCFD) report for the M&G Investments Southern Africa Group. It provides an overview of how our organisation addresses climate-related risks and opportunities in accordance with the TCFD recommendations, covering key pillars such as Governance, Strategy, Risk Management, Metrics and Targets – all related to how we are overseeing and managing climate-related matters.

Opportunities amidst volatility

While 2024 brought volatility, it was also a year marked by strong performance, particularly in local and global equities. We prefer Namibian and South African assets over global exposure. We hold overweight position to Namibian and SA equities, as market valuations point to a continued rerating in that asset class.

 RD: We remain optimistic about the prospects for South African equities, expecting continued positive earnings growth in 2025, although at a more moderate pace than in recent years. The relative undervaluation of South African equities compared to global peers makes them an attractive long-term investment opportunity.
24. Nonetheless, we will selectively increase exposure to global markets where clear value opportunities exist.

At M&G Investments, we remain committed to our fundamental, valuation-based investment philosophy which empowers us to make well-informed decisions, deliver solid returns and effectively navigate short-term market uncertainties. Our strategic asset allocation, paired with a disciplined stock-picking strategy, is designed to position our portfolios for success, ensuring we continue achieving robust risk-adjusted returns for our clients.

As we look to 2025, the investment landscape will likely remain shaped by mixed global conditions. Political shifts, particularly in the US, are expected to play a significant role in influencing investor sentiment. We will closely monitor the Federal Reserve's stance on rate hikes, especially after the dovish signals towards the end of 2024. Despite these uncertainties, we remain steadfast in our commitment to delivering consistent value for our clients, navigating the complexities of the investment landscape with a focus on long-term growth. We thank you for your continued trust and part

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Ben Bertolini Managing Director MandG Investments Unit Trusts (Namibia) Ltd

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Trustee Report On The Mandg Investments Unit Trust (Namibia) Limited

As Trustees to the MandG Investments Unit Trusts (Namibia) Scheme ("the Scheme"), we are entrusted by the scheme to report to unit holders on the administration of the Scheme during the accounting period under review.

We advise for the period 1 January 2024 to 31 December 2024 we reasonably believe that the Manager has administered the Scheme in accordance with:

- (i) the limitations imposed on the investment by the Act; and
- (ii) the provisions of the Act and the relevant deeds.

We confirm that according to the records available to us there were no material instances of compliance contraventions and therefore no consequent losses incurred by the Portfolio in the year, due to breaches of relevant Trust Deed.

Yours faithfully,

Ian Erlank Head of Markets RMB Namibia 25 April 2025

MandG Investments Unit Trusts (Namibia) Ltd Collective Investment Schemes Annual Report for the year ended 31 December 2024

This summarised report is extracted from the audited information, but is not itself audited. The annual financial statements were audited by PricewaterhouseCoopers Namibia, who expressed an unmodified opinion on 25 April 2025. The audited annual financial statements and the auditor's report thereon are available for inspection at the Schemes' registered office.

The directors take full responsibility for the preparation of the abridged report and the financial information has been correctly extracted from the underlying annual financial statements.

Disclaimer

MandG Investments Unit Trusts (Namibia) Ltd is an approved Management Company in terms of the Namibian Unit Trusts Control Act, 1981. Unit trust funds are generally medium- to long-term investments. The value of a unit may go down as well as up. Past performance is not necessarily a guide to the future. Unit trust prices are calculated on a net asset value basis, which is the total book value of all assets in the portfolio divided by the number of units in issue. Fluctuations or movements in exchange rates may also be the cause of the value of underlying international investments going up or down. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. Commissions and incentives may be paid and if so, would be included in the overall costs. Different classes of units apply to the MandG Investments Unit Trusts (Namibia) Ltd Schemes and are subject to different fees and charges. Permissible deductions may include management fees, NAMFISA levies and auditor's fees. A detailed schedule of fees and charges and maximum commissions is available on request from the management company. Forward pricing is used. All of the unit trusts may be capped at any time in order for them to be managed in accordance with their mandates.

The M&G Namibian Money Market Fund is not a bank account and aims to maintain a constant price of 100 cents per unit. The total return to the investor is primarily made up of interest received but may also include any gain or loss made on any particular instrument held. In most cases this may have the effect of increasing or decreasing the daily yield, but in some cases, for example in the event of a default on the part of an issuer of any instrument held by the Fund, it can have the effect of a capital loss. Such losses will be borne by the M&G Namibian Money Market Fund and its investors and in order to maintain a constant price of 100 cents per unit, investors' unit holdings will be reduced to the extent of such losses.

MandG Investments Unit Trusts (Namibia) Ltd Unit 2002. Maerau Office Tower, Maerua Mall, Windhoek, P.O. Box 25743 Windhoek, Namibia

M&G Annual Management Fee

There are no initial charges levied by MandG Investments Unit Trusts (Namibia) Ltd. Initial fees may be agreed between the investor and the financial adviser.

M&G annual management fee (Excl. VAT)	Retail Units: (A Class)	Institutional (B Class)
M&G Namibian Balanced Fund	1.25%	0.75%
M&G Namibian Inflation Plus Fund	1.00%	0.60%
M&G Namibian Enhanced Income Fund	0.85%	0.50%
M&G Namibian Money Market Fund	0.50%	0.00%

Distributions

Note: Only the funds that have distributed for 2024 have been included in the distribution tables.

Erroral		Retail (A Class)	Institutional (B (
Fund	Declaration period	Cents per unit	Cents per ur	
M&G Namibian Balanced Fund	31-Dec-24	4.24	4.91	
	30-Jun-24	4.46	5.07	
M&G Namibian Inflation Plus Fund	31-Dec-24	7.06	7.77	
	30-Jun-24	7.30	7.97	
M&G Namibian Enhanced Income Fund	31-Dec-24	1.91	2.00	
	30-Sep-24	1.70	1.79	
	30-Jun-24	1.98	2.07	
	31-Mar-24	1.73	1.82	
M&G Namibian Money Market Fund	31-Dec-24	0.65		
	30-Nov-24	0.65		
	31-Oct-24	0.67		
	30-Sep-24	0.63		
	31-Aug-24	0.66		
	31-Jul-24	0.68		
	30-Jun-24	0.66		
	31-May-24	0.69		
	30-Apr-24	0.67		
	31-Mar-24	0.69		
	29-Feb-24	0.65		
	31-Jan-24	0.69		



Retail (A Class) Units

Annualised Performance (%) as at 31 December 2024

Fund	1 year	2 years	3 years	4 years	5 years	Since inception	Fund inception o
M&G Namibian Balanced Fund	11.90	12.78	9.19	11.52	9.77	8.72	1 August 2008
M&G Namibian Inflation Plus Fund	10.44	11.53	9.36	10.28	8.86	10.38	15 September 200
M&G Namibian Money Market Fund	8.29	8.29	7.27	6.36	6.05	6.23	12 March 2010
M&G Namibian Enhanced Income Fund	9.10	8.78	8.07	6.92	6.30	6.45	19 June 2014

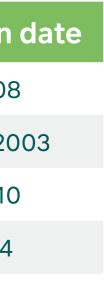
Source: Morningstar performance figures for the Funds are based on NAV price.

Institutional (B Class) Units

Annualised Performance (%) as at 31 December 2024

Fund	1 year	2 years	3 years	4 years	5 years	Since inception	Fund inception of
M&G Namibian Balanced Fund	12.46	13.34	9.74	12.07	10.31	9.28	1 August 2008
M&G Namibian Inflation Plus Fund	10.89	11.98	9.79	10.71	9.28	10.06	1 July 2011
M&G Namibian Enhanced Income Fund	9.49	9.15	8.45	7.30	6.68	6.83	19 June 2014

Source: Morningstar performance figures for the Funds are based on NAV price.







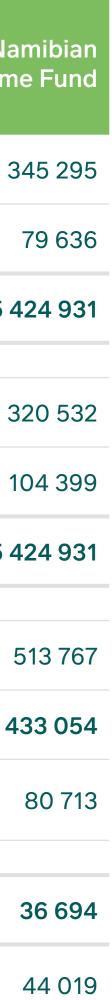
Our financial information

Statement of financial position as at 31 December 2024

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Securities at market value
Other assets
Total
Total unitholder funds
Total liabilities
Total
Net income/(loss) distributable to unitholders
Distributions
Undistributed income/(deficit) at year end
Net income/(loss) after distributions*
Difference (income attributable to unitholders opening balance)
*Net income/(loss) per statement of comprehensive income after adjusting for net fair value gains & los

M&G Na Enhanced Incom	M&G Namibian Money Market Fund	M&G Namibian Balanced Fund	M&G Namibian ation Plus Fund
5 3	1 955 430 070	1 271 591 954	2 126 240 886
	246 185 520	31 951 208	28 218 219
5 4	2 201 615 590	1 303 543 162	2 154 459 105
5 3	2 185 938 123	1 276 888 381	2 105 119 375
1	15 677 467	26 654 781	49 339 730
5 4	2 201 615 590	1 303 543 162	2 154 459 105
Ę	174 611 732	45 279 931	91 741 631
4	174 620 999	44 723 636	91 163 893
	(9267)	556 295	577 738
	-	91 290	(296 385)
	(9267)	465 005	874 123

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Contact us

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MandG Investments Unit Trusts (Namibia) Ltd is an approved Management Company in terms of the Unit Trusts Control Act. Click here to read our legal notice and disclaimer.

