



NEDBANK
INSURANCE

December 2025

Guaranteed Dreammaker Fund



see money differently

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The below returns are after investment manager fees only.

The annualised returns below are for a R100 recurring premium, payable monthly.

Return period	5 years	4 years	3 years	2 years	1 year
	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Gross return – R100 recurring premium	8.98%	9.80%	10.65%	11.77%	12.51%
Consumer price index (CPI) inflation	5.00%	5.01%	4.20%	3.62%	3.40%
Real return – R100 recurring premium	3.97%	4.79%	6.45%	8.14%	9.11%

The annualised returns below are for a R100 recurring premium, escalating at 5% a year.

Return period	5 years	4 years	3 years	2 years	1 year
	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Gross return – R100 recurring premium, escalating at 5% a year	9.05%	9.85%	10.68%	11.78%	12.51%
CPI inflation	5.00%	5.01%	4.20%	3.62%	3.40%
Real return – R100 recurring premium, escalating at 5% a year	4.05%	4.84%	6.48%	8.15%	9.11%

The annualised returns below are for a R5 000 single premium, payable at the outset.

Return period	5 years	4 years	3 years	2 years	1 year
	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Gross return – R5 000 single premium	7.86%	7.06%	10.10%	10.59%	12.42%
CPI inflation	5.00%	5.01%	4.20%	3.62%	3.40%
Real return – R5 000 single premium	2.86%	2.05%	5.90%	6.96%	9.02%

Guaranteed Dreammaker Fund

The below returns are after all fees, i.e. net of the investment manager fee, administration fee and capital guarantee fee.

Return period	5 years	4 years	3 years	2 years	1 year
	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Net return – R100 recurring premium	6.65%	7.45%	8.27%	9.35%	10.07%
Net return – R100 recurring premium, escalating at 5% a year	6.73%	7.50%	8.30%	9.36%	10.07%
Net return – R5 000 single premium	5.52%	4.73%	7.71%	8.19%	9.97%

The tables below illustrate the fund breakdown for 5 policies with different start dates at 31 December 2025.

The fund build-up below is for a R100 recurring premium payable monthly.

Fund build-up – recurring premium		5 years	4 years	3 years	2 years	1 year
		1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Income	Premiums paid	R6 000	R4 800	R3 600	R2 400	R1 200
	Investment return	R1 463	R1 012	R611	R297	R80
Outgo	Administration	-R286	-R185	-R104	-R46	-R12
	Capital guarantee fee	-R74	-R48	-R27	-R12	-R3
Closing fund balance at end of period		R7 099	R5 579	R4 080	R2 638	R1 265

Guaranteed Dreammaker Fund

The fund build-up below is for a R5 000 single premium payable at the outset.

Fund build-up – single premium		5 years	4 years	3 years	2 years	1 year
		1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Income	Premiums paid	R5 000	R5 000	R5 000	R5 000	R5 000
	Investment return	R2 152	R1 424	R1 613	R1 087	R612
Outgo	Administration	-R487	-R365	-R292	-R188	-R92
	Capital guarantee fee	-R126	-R94	-R75	-R48	-R24
Closing fund balance at end of year		R6 540	R6 015	R6 247	R5 851	R5 497

The fund build-up below is for a R100 recurring premium escalating at 5% a year.

Fund build-up – recurring premium		5 years	4 years	3 years	2 years	1 year
		1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25	1 Jan 21 31 Dec 25
Income	Premiums paid	R6 631	R5 172	R3 783	R2 460	R1 200
	Investment return	R1 567	R1 063	R630	R301	R80
Outgo	Administration	-R307	-R194	-R107	-R47	-R12
	Capital guarantee fee	-R79	-R50	-R28	-R12	-R3
Closing fund balance at end of year		R7 811	R5 991	R4 278	R2 702	R1 265

Please note the following important assumptions:

- The above calculations assume that each premium is received on the first of the month and invested immediately.
- The client may pay the premium on any date.
- The above calculations do not account for any call interest earned on each premium.

Guaranteed Dreammaker Fund



Charges



Commission charge

There are no commissions or start-up costs – 100% of the contributions are invested for growth.



Plan charge

There is a plan charge of 1.75% a year, deducted monthly from the investment.



Capital guarantee charge

There is a charge of 0.45% a year of gross total value, deducted monthly.



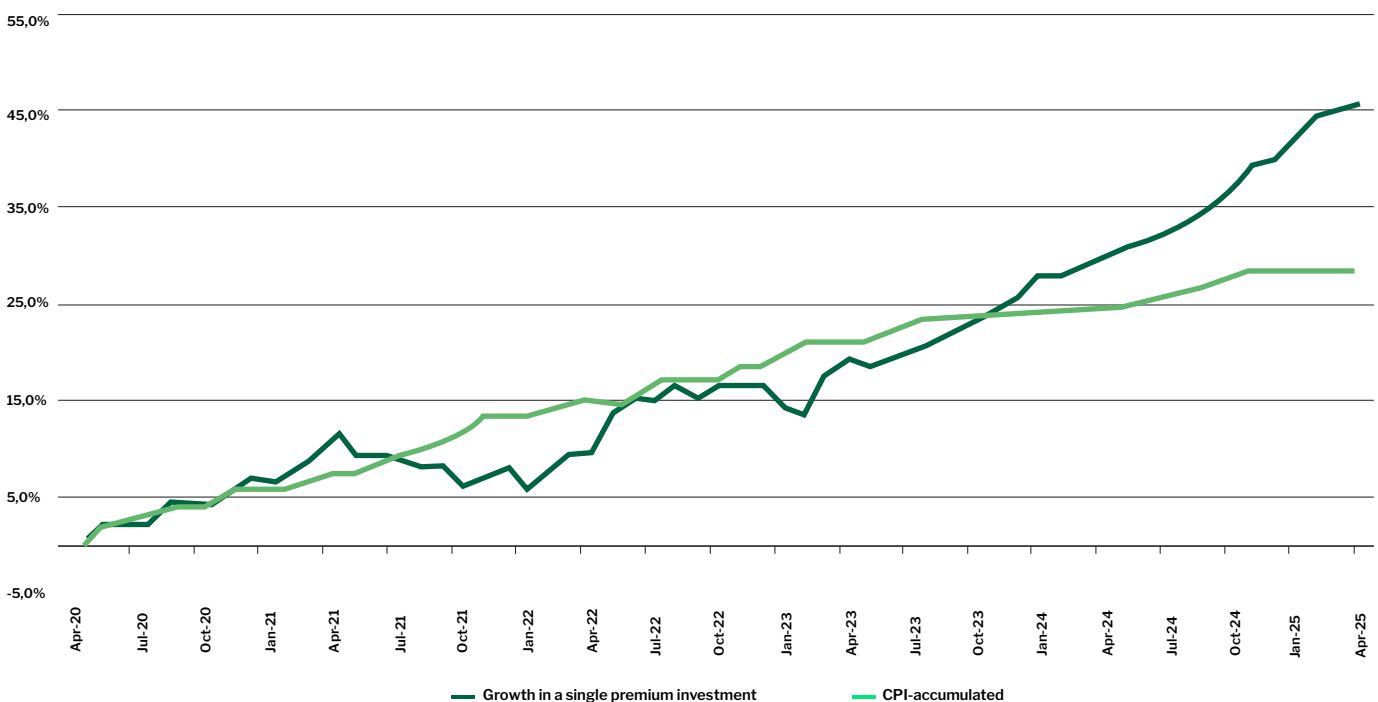
Asset management charge

Nedgroup Investments Core Guarded Fund charges 0.25% of the gross total value a year and Nedgroup Investments Stable Fund charges 0.95%, excluding value-added tax.

The graph below shows the growth in the Guaranteed DreamMaker Fund relative to CPI over the past 5 years. The returns shown are after investment manager fees only.

As can be seen from the graph below, the Guaranteed DreamMaker Fund five-year returns are above inflation.

Growth in single premium, invested five years ago



Core Guarded Fund



Economic and market review

Despite ongoing uncertainty around President Donald Trump's economic policies and elevated geopolitical risks, global equities delivered strong gains in the final quarter of 2025. For the calendar year, the Morgan Stanley Capital Index (MSCI) World Index rose 21.1% and the MSCI Emerging Markets Index gained 33.6% (both in USD). In the United States (US), delayed Q3 GDP data showed year-on-year growth of 4.3% – the strongest in 2 years – underpinned by resilient consumer spending, firmer exports and higher government outlays.

Monetary policy diverged across major economies: the US Federal Reserve cut rates by 25 basis points (bps) to 3.50–3.75% in a split decision; the European Central Bank (ECB) held at 2.15% for a fourth consecutive meeting; the Bank of England cut 25 bps to 3.75%; the Bank of Japan (BoJ) hiked 25 bps to 0.75% – a 3-decade high – amid accelerating inflation; and China kept rates unchanged for a seventh straight month as it navigated weak growth and property sector strain. Commodities reflected these cross currents: Brent crude fell 9.2% to \$60.9/bbl on demand concerns and oversupply, while gold and silver reached record highs amid geopolitical tensions, a US blockade on Venezuelan oil, and speculation about further US rate cuts.

Locally, the equity market posted another strong quarter, returning 8.1%. Financials led with an 18.9% gain as banks rallied 21.4%, supported by improved sentiment following South Africa's removal from the Financial Action Task Force (FATF) 'grey list', lower bond yields, and a stronger rand. Resources advanced a further 10.3% after September quarter's 46.8%, taking the full year return to 126.1%. The sovereign issued its first infrastructure and development finance bond in December – R11.8bn, oversubscribed 2.2x – signalling robust investor demand and a strategic broadening of the funding base. The 10-year government bond yield rallied 96 bps over the quarter (212 bps over the year) to 8.19% – a level last seen more than a decade ago. As a result, the all-bond index delivered stellar returns of 9% in Q4 and 24.2% for the year.

Therefore, the Guarded Fund significantly outperformed both the return objective and the peer group over the quarter. For the year, the Fund returned 17%, again comfortably ahead of both.

Guaranteed Dreammaker Fund



Nedgroup Investments Stable Fund

International

- Global equities advanced, led by European and UK stocks, despite weaker data and geopolitical concerns. Chinese shares gave back some of their year-to-date gains, while emerging markets gained on dollar weakness and soaring metals prices.
- Global bond yields moved in a tight range and credit spreads compressed further in a risk-on environment. In Japan, the 10-year bond yield breached 2% for the first time in a generation after BoJ lifted rates.
- The US dollar declined into year-end as rate-cut expectations firmed. Most developed and emerging market currencies posted gains, with the yen and euro firming notably.
- Precious metals (gold, silver and platinum) surged to record highs as real yields declined and central banks increased purchases of bullion, and copper rallied strongly into the year-end. Oil traded lower on oversupply concerns, while copper rebounded sharply.
- The US GDP print exceeded expectations for growth but the data was compromised because of the government shutdown, while Eurozone activity stabilised. China's economy was on course to achieve a 5% annual growth but momentum was starting to slow.
- The US Federal Reserve and Bank of England delivered rate cuts as inflation trended lower even as fiscal deficits ballooned. Central banks in developed markets signalled an end to the tightening cycle, with bond markets pricing in a more dovish policy stance into 2026.

South Africa

- The JSE extended its rally as resource stocks surged on stronger metals prices and financials rebounded after months of selling. SA was one of the better-performing equity markets globally for the year.
- SA bonds rallied strongly on moderating inflation and the South African Reserve Bank's (SARB's) repo rate cut, which was helped by lower borrowing needs and renewed foreign demand for SA bonds.
- The rand appreciated meaningfully against the US dollar, supported by firm commodity prices, renewed capital inflows and broad-based dollar weakness.
- SA economic growth expanded for the fourth consecutive quarter on improved mining and trade. However, indicators remained weak, with low business confidence and muted investment.
- SARB delivered a well-signalled repo rate cut, citing contained inflation and improved domestic fundamentals, while National Treasury trimmed weekly bond issuance on the improving fiscal outlook.

Guaranteed Dreammaker Fund



Nedgroup Investments Stable Fund

Portfolio commentary

- The fund added another 0.8% after fees in the fourth quarter, taking its year-to-date return to 12.4% – delivering close to 9% in real returns well ahead of its CPI + 4% benchmark, which stands at 7.6% for the year.
- In addition to generating strong real returns, the fund also continues its proud record of never having produced a negative return over any rolling 12-month period.
- SA bonds were the largest contributor to returns, with local bonds rallying strongly on moderating inflation and SARB's repo rate cut, which was helped by lower borrowing needs and renewed foreign demand for SA bonds.
- South African equities also contributed meaningfully to returns, with the JSE extending its rally as resource stocks surged on stronger metals prices and financials rebounded after months of selling. SA was one of the better-performing equity markets globally for the year.
- Global equities detracted from returns with the rand strengthening meaningfully against the US dollar. Global equities rose, led by European and UK stocks, despite weaker data and geopolitical concerns, and Chinese shares gave back some of their year-to-date gains while emerging markets gained on dollar weakness and soaring metals prices.
- The fund continued to benefit from its allocation to gold as precious metals (gold, silver and platinum) surged to record highs as real yields declined and central banks increased purchases of bullion.
- The fund's investment in Naspers/Prosus detracted from returns this quarter. Having performed well for much of 2025, the final quarter of the year saw Chinese shares giving back some gains as investors took profits.
- Domestic cash holdings continued to enhance absolute returns, with yields still outpacing inflation. The rand also appreciated meaningfully against the US dollar, supported by firm commodity prices, renewed capital inflows and broad-based dollar weakness.