



**GINSGLOBAL**  
INDEX FUNDS

# GLOBAL OUTLOOK

*Prudent, Diversified Approach*

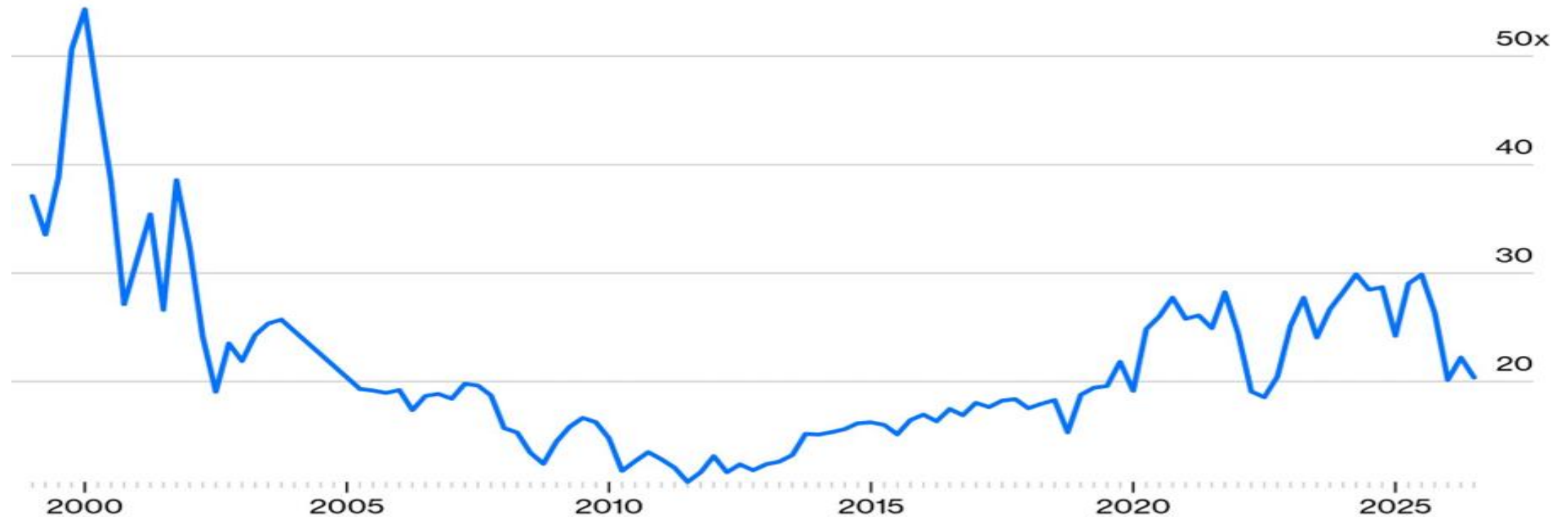
*Anthony Ginsberg (CEO)*

# No Tech Bubble

## Nowhere Near Dot-com Hype

Multiples have retreated from their highs of two years ago

— S&P 500 IT Sector's P/E Ratio

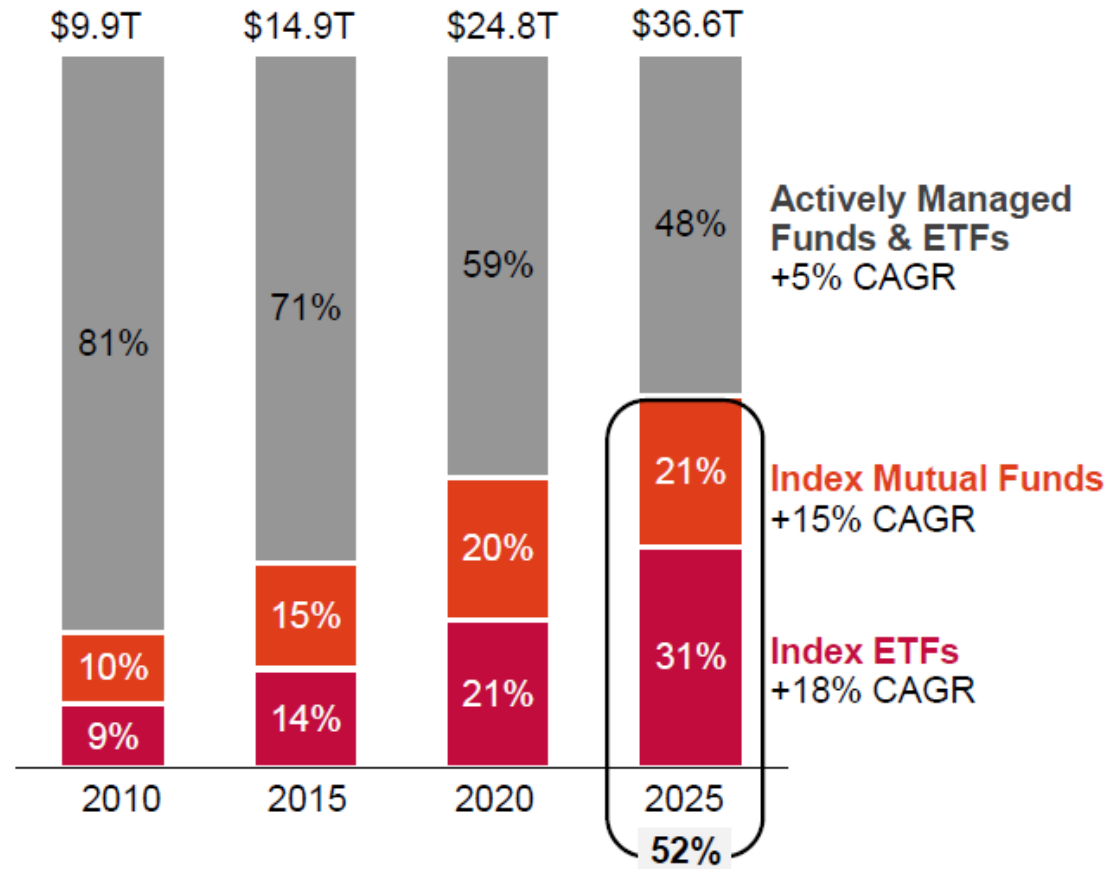


Note: Fixed Blended 12M Forward

Source: Bloomberg

# Big Picture: Active / Passive Trends in Funds

## Index Funds Have Grown as a Share of U.S. Fund Market



Sources: S&P Dow Jones Indices, ICI. Data as of Dec 31, 2025 in USD. Provided for illustrative purpose only. Past performance is no guide to future performance

**S&P Dow Jones Indices**

A Division of S&P Global

## The Active-Passive Shift Continues in U.S. Equities

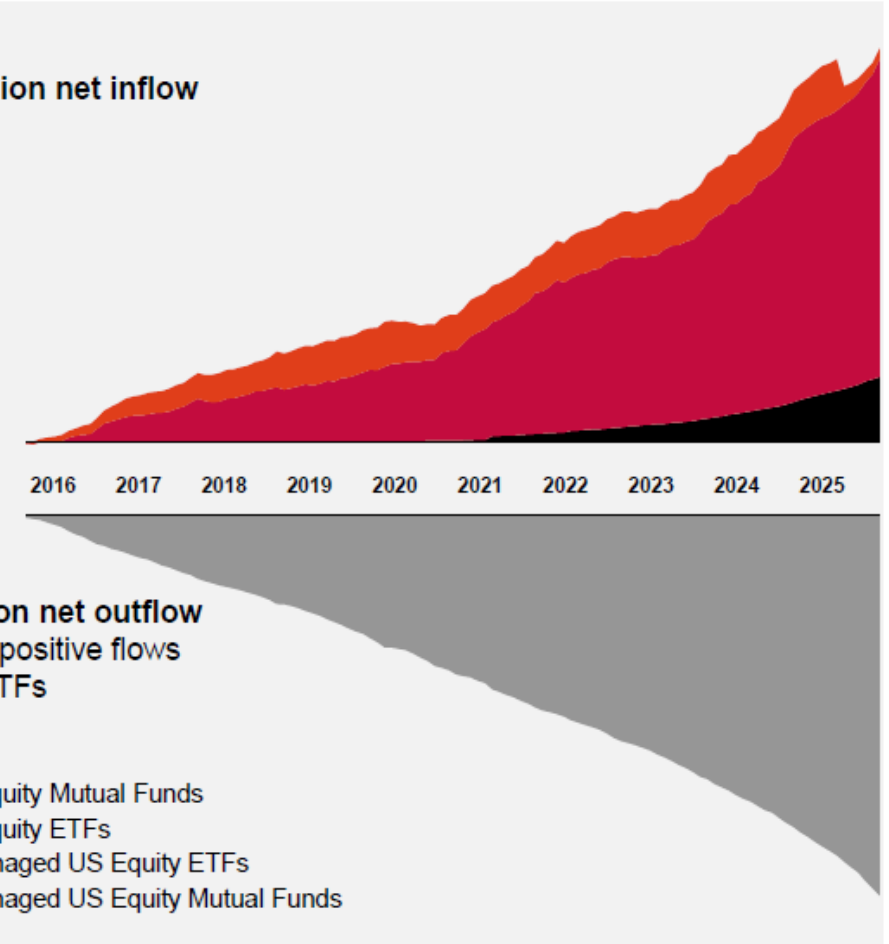
### Passive

+US\$2.9 trillion net inflow

### Active

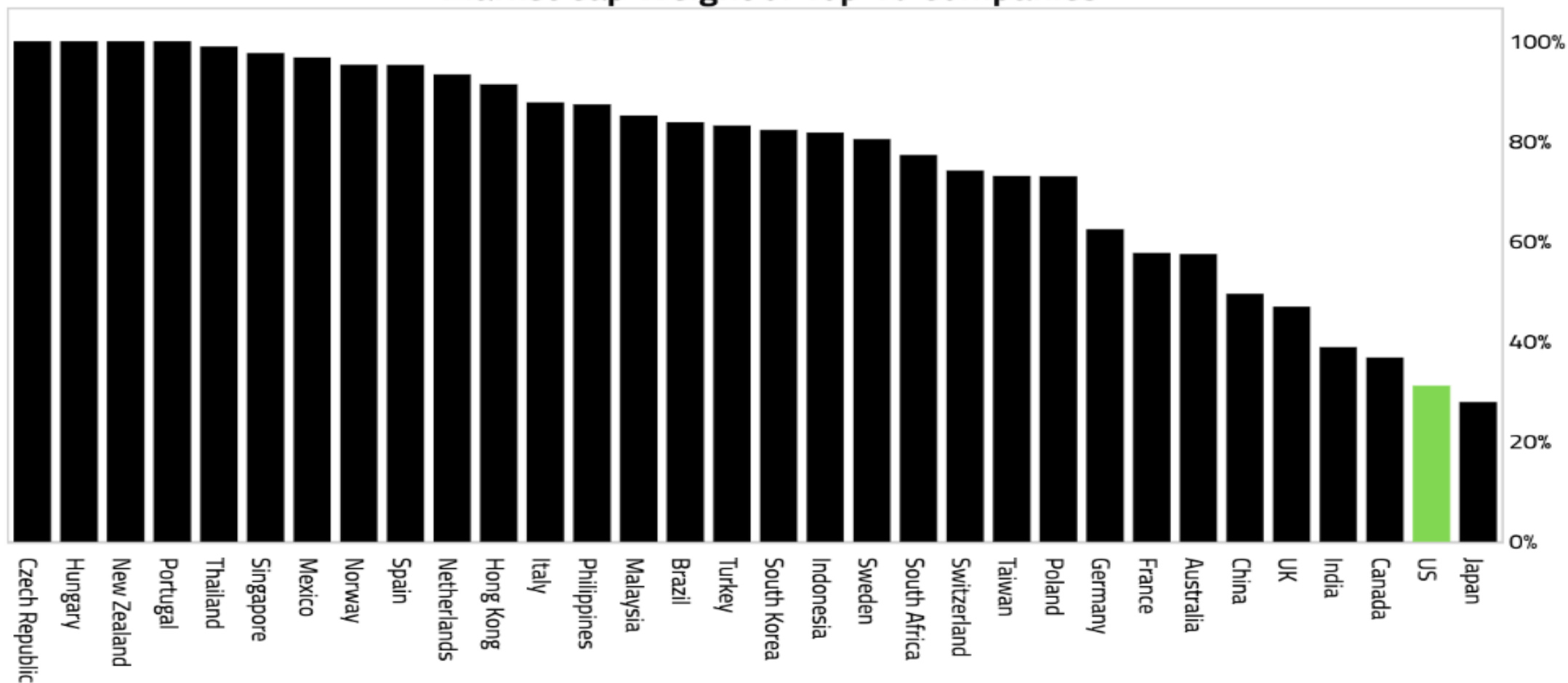
US\$2.8 trillion net outflow  
with US\$0.6 positive flows  
into Active ETFs

- Index US Equity Mutual Funds
- Index US Equity ETFs
- Actively Managed US Equity ETFs
- Actively Managed US Equity Mutual Funds



S&P Dow Jones Indices – For Financial Professionals Only

## Market Cap Weight of Top 10 Companies



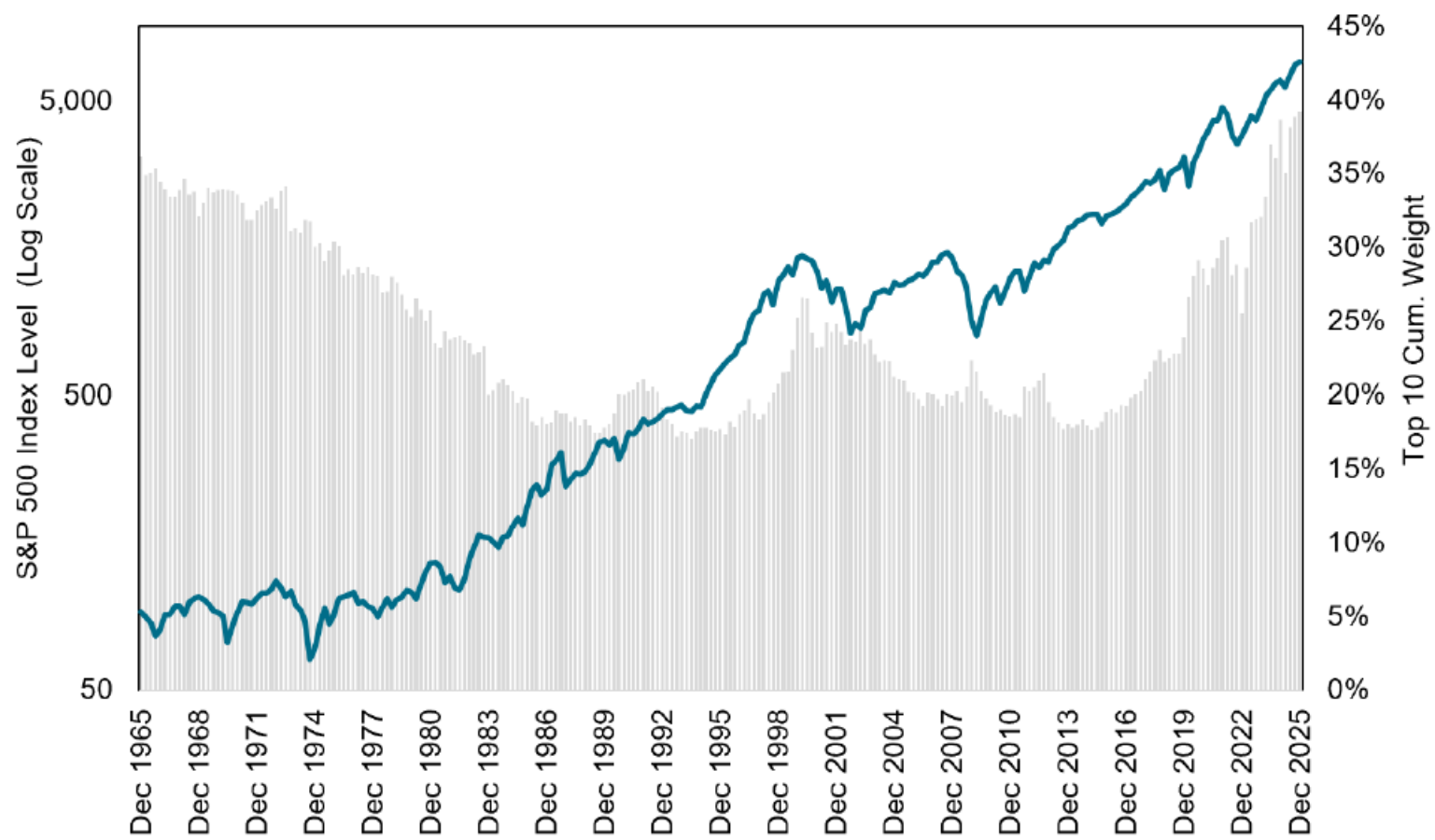
*Note:* Based on the constituents of SPDR MSCI ACWI IMI ETF, which covers about 99% of each country's free float-adjusted market cap.

**The Daily Shot®**

<https://cdn.augurlabs.com/20260629/68b4ead8ffe0fdcdc3201126-db33e9df-ed37-45fa-a960-6b0eeea73439.png>

# Concentration & Index Performance: S&P 500 Performance in 1965-2025

The overall S&P 500 was not excessively affected by changing leadership and concentration



|                     | Annualized S&P 500 Price Return | Change in Top 10 Weights |
|---------------------|---------------------------------|--------------------------|
| Dec 1965 - Dec 1975 | -0.25%                          | -5.80%                   |
| Dec 1975 - Dec 1985 | 8.89%                           | -10.62%                  |
| Dec 1985 - Dec 1995 | 11.29%                          | -2.03%                   |
| Dec 1995 - Dec 2005 | 7.32%                           | 2.41%                    |
| Dec 2005 - Dec 2015 | 5.05%                           | -1.21%                   |
| Dec 2015 - Dec 2025 | 12.85%                          | 20.30%                   |
| Full Period         | 7.44%                           | 3.04%                    |

Source: S&P Dow Jones Indices LLC. Data as of Dec. 31, 2025. Shows the weight of the then-current 10 largest companies. See ["In the Shadows of Giants"](#) for more information.

# FR - GinsGlobal Equity Index Feeder Fund

- MSCI World = low cost, global core.
- 1,320 Shares - 23 Developed Markets.
- R2bn since April 2022 launch.
- State Street - Global Index Leader (\$5tn)
- Low TER 33bps.

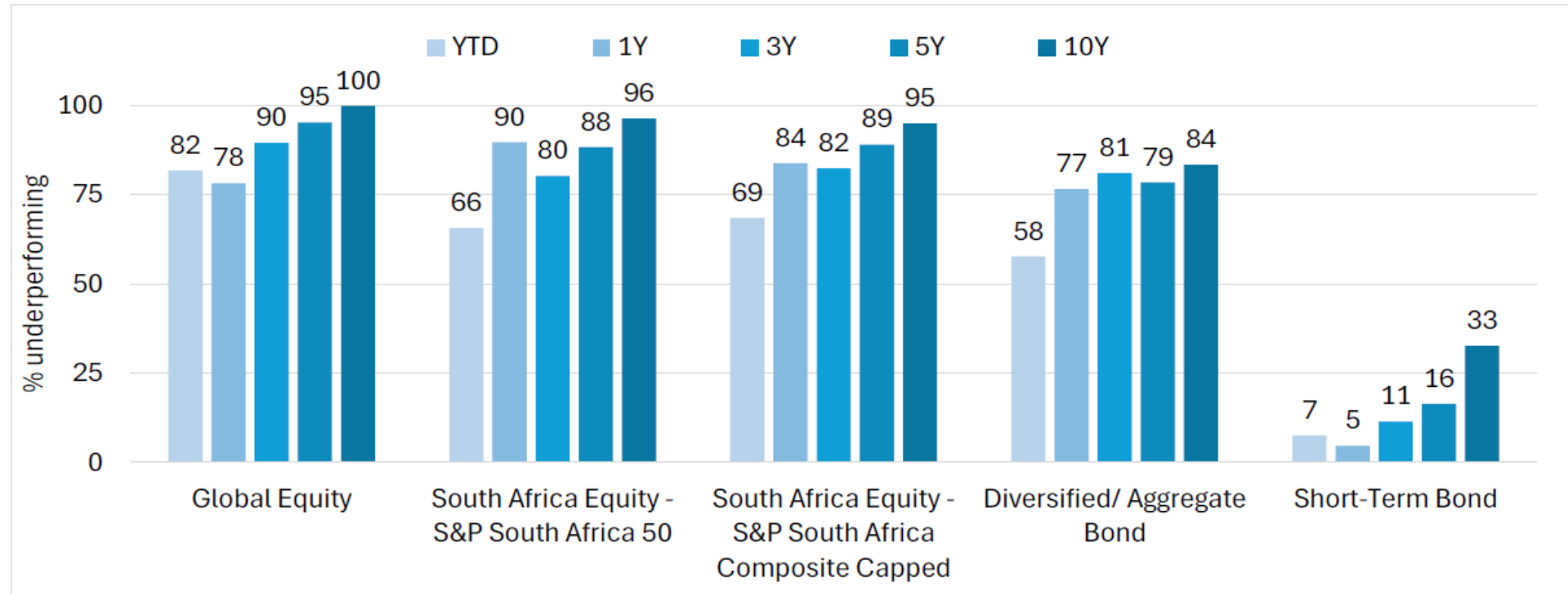
# FR HAN-GINS Tech Megatrend Equal Weight Feeder Fund

- 8yr old ETF listed - LSE, Xetra, Swiss & Euronext
- Global, Equal Weight – 140 holdings.
- Top 15 Leaders across 10 Tech themes
- FR Feeder Funds
  - Global Equity Index Fund (R2bn)
  - HAN-GINS Tech Megatrend Index Fund R110m (LSE \$125m)

*Disclaimer: a feeder fund, is a portfolio that invests in a single portfolio of a collective investment scheme, which levies its own charges and which could result in a higher fee structure for the feeder fund*

# Big Picture: South Africa Active Funds Relative Performance

Three quarters of Equity funds lagged in 2025, and over half of active Fixed Income funds



Sources: S&P Dow Jones Indices LLC, Morningstar. Data as of Dec 31, 2025. Based on cross-category, equal fund-weighted averages. Some fund performances are compared to historical hypothetical index performances ("back-tests"). data prior to an index launch date is back-tested hypothetical data. Chart is provided for illustrative purposes. Please see the Performance Disclosure at the end of this document for more information regarding the inherent limitations associated with back-tested performance. For more details, see S&P DJI's Mid Year 2026 SPIVA South Africa Scorecard.

**S&P Dow Jones  
Indices**

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S&P Dow Jones Indices – For Financial Professionals Only

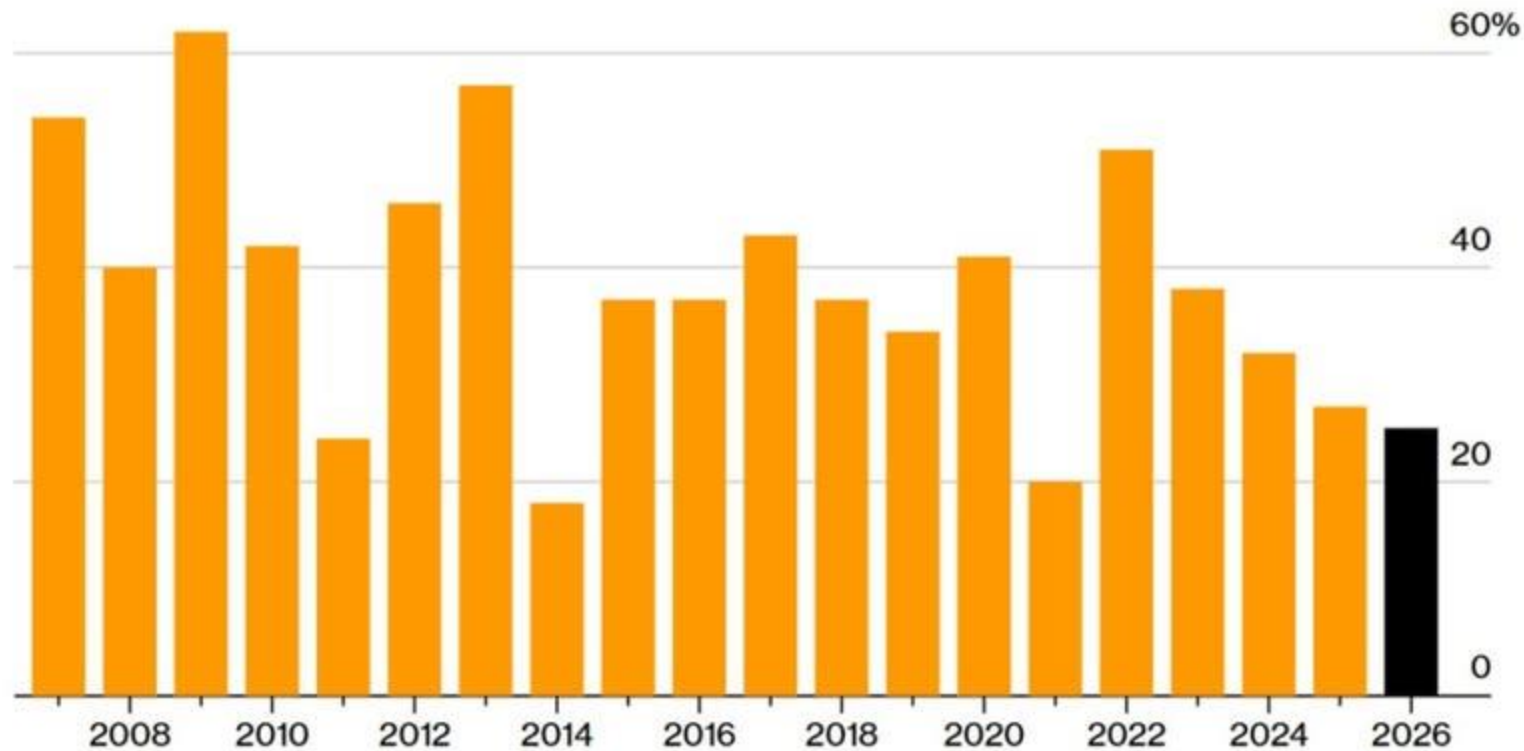
Not For Use With Retail Investors

# S&P 500 - 1yr Outperformance

## Active Managers Are Falling Behind the Market Again

Only 25% of active large-cap mutual funds are beating the S&P 500

■ Actively managed mutual funds



Note: Data for 2026 is year-to-date  
Source: Bloomberg Intelligence

# Global Index Underperformance

**% US Fund Managers beaten**

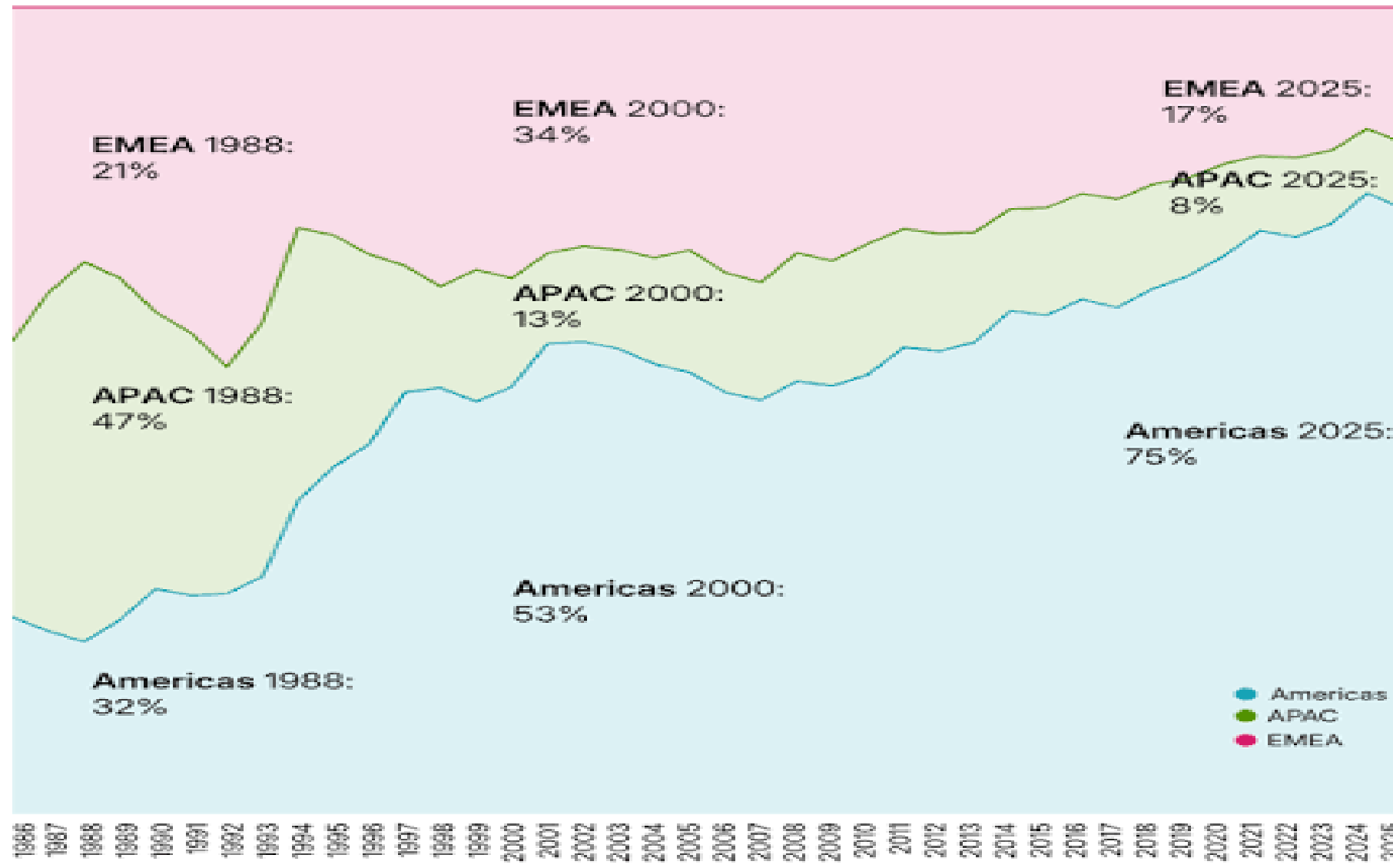
|                                                    | 1 year | 3 year | 5 year | 10 year |
|----------------------------------------------------|--------|--------|--------|---------|
| <b>Global</b><br>(vs. S&P World)                   | 66.0%  | 80.2%  | 91.2%  | 91.4%   |
| <b>USA Large Cap</b><br>(vs. S&P 500)              | 78.7%  | 76.6%  | 89.3%  | 83.3%   |
| <b>Emerging Markets</b><br>(vs. S&P Emerging Plus) | 43.1%  | 63.4%  | 71.4%  | 84.9%   |

Source: Standard & Poors, Mid-Year 2026 SPIVA Scorecard

# Why Indexing - Prudent Approach

- Myth of Stock-Picker's market. (>70% closed).
- Fund Managers fail vs Global Indices (>85%; 10yr).
- Buy entire Haystack, not just the Needle.
- Indexing = Low Cost, Diversified.

# MSCI World Index – regions (end 2025)

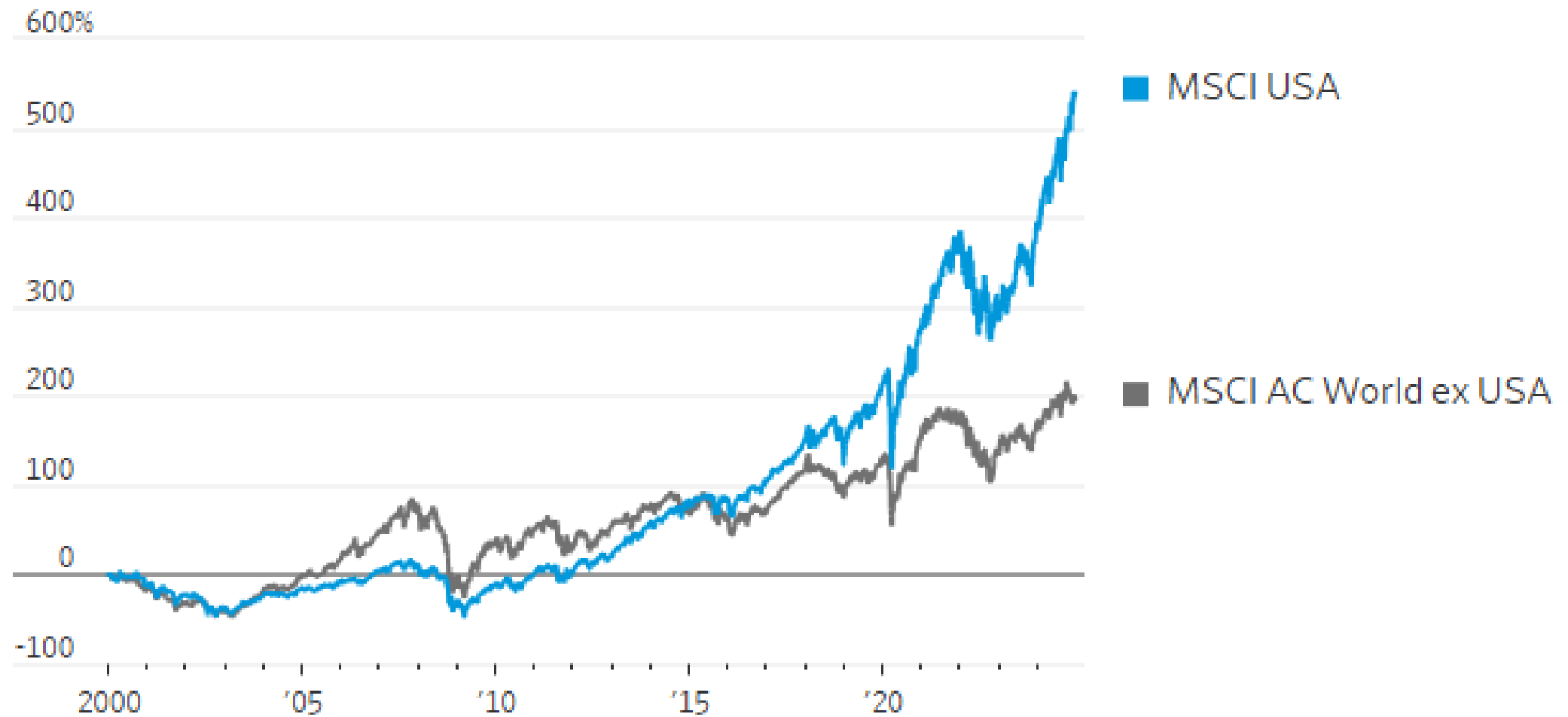


# MSCI World Index Returns

**CUMULATIVE INDEX PERFORMANCE — NET RETURNS (EUR)**  
**(DEC 2010 – DEC 2025)**



## Cumulative total return



Note: In U.S. dollars

Source: FactSet

# US VALUATIONS – no bubble

- S&P 500 - P/E 19x (ex Mag 7).
- Broader mkt cheap.
- Big Tech huge cash –No Bubble yet.
- Resilient US economy - positive earnings tailwind.

# US Resilient: Soft-Landing

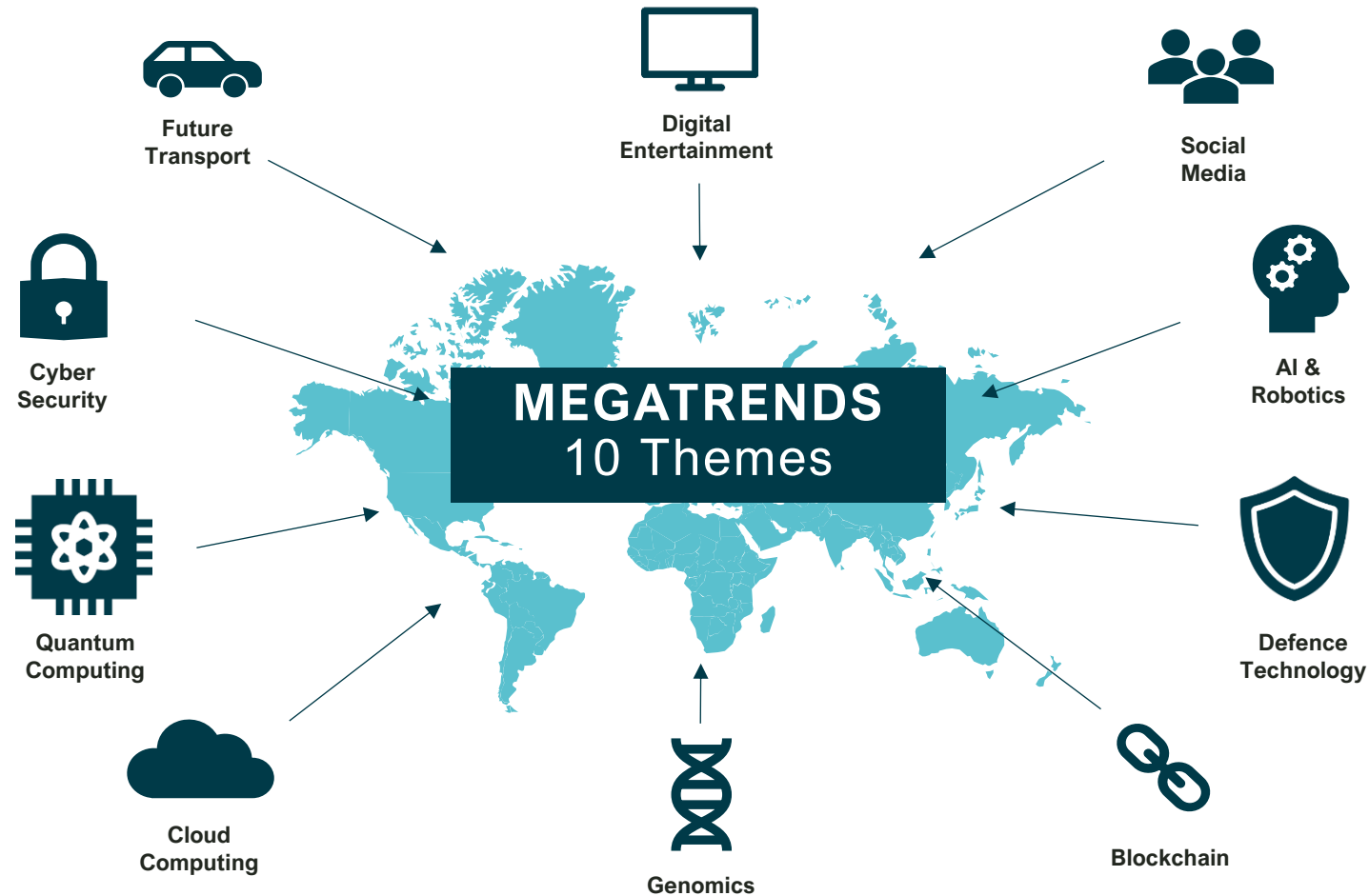
- August 168k Jobs; Low Unemployment
- Fiscal Stimulus - GDP growth of 2%+.
- Inflation sticky 3.2%.
- Positive Earnings 14% S&P EPS gains (2026).
- Less red-tape; Lower Taxes

# Positive Tech Outlook

- **Tech** - M&A activity rebounding.
- **Outsourcing** - AI, Cloud & Cybersecurity.
- **Robotics** – Onshoring/Tariff benefits.
- **No Premium vs Broader Market.**
- **Convergence real** – across Tech Subthemes.

# FR HAN-GINS Tech Megatrend EW Index Feeder Fund

140 stocks



# Diversification power

## TECH MEGATRENDS

| Rank | 2018                  | 2019                  | 2020                  | 2021                  | 2022                  | 2023                  | 2024                  | 2025                  | 2026 YTD              |
|------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 1    | Cloud & Digital 1     | Digital Entertainment | Blockchain            | Quantum 1             | Defence 2             | Quantum 2             | Digital Entertainment | Cars & Battery 1      | Cyber Security 2      |
| 2    | Cyber Security 2      | Robotics 2            | Digital Entertainment | Defence 1             | Defence 1             | Defence 1             | Defence 1             | Defence 2             | Cyber Security 1      |
| 3    | Cyber Security 1      | Blockchain            | Cars & Battery 1      | Robotics 2            | Health & Biotech 2    | Robotics 2            | Quantum 2             | Defence 1             | Robotics 2            |
| 4    | Defence 1             | Quantum 1             | Cloud & Digital 1     | Cyber Security 1      | Cars & Battery 1      | Blockchain            | Quantum 1             | Health & Biotech 2    | Health & Biotech 1    |
| 5    | Health & Biotech 1    | Defence 1             | Cars & Battery 2      | Robotics 1            | Cyber Security 1      | Cyber Security 1      | Cloud & Digital 2     | Quantum 2             | Blockchain            |
| 6    | Health & Biotech 2    | Cloud & Digital 2     | ITEK                  | Cars & Battery 1      | Health & Biotech 1    | Quantum 1             | Defence 2             | Cars & Battery 2      | Defence 1             |
| 7    | Cloud & Digital 2     | Defence 2             | Health & Biotech 1    | Blockchain            | Cloud & Digital 1     | ITEK                  | Cyber Security 1      | Digital Entertainment | Quantum 2             |
| 8    | Defence 2             | ITEK                  | Robotics 1            | Cars & Battery 2      | Cyber Security 2      | Cyber Security 2      | Cyber Security 2      | Blockchain            | Quantum 1             |
| 9    | ITEK                  | Robotics 1            | Cyber Security 1      | Defence 2             | Quantum 2             | Digital Entertainment | ITEK                  | Health & Biotech 1    | ITEK                  |
| 10   | Digital Entertainment | Cyber Security 2      | Cloud & Digital 2     | Cyber Security 2      | Cars & Battery 2      | Cloud & Digital 2     | Blockchain            | Robotics 1            | Cloud & Digital 2     |
| 11   | Robotics 2            | Cars & Battery 2      | Robotics 2            | ITEK                  | Digital Entertainment | Robotics 1            | Robotics 2            | Quantum 1             | Robotics 1            |
| 12   | Robotics 1            | Cyber Security 1      | Cyber Security 2      | Cloud & Digital 2     | Cloud & Digital 2     | Cloud & Digital 1     | Cloud & Digital 1     | Robotics 2            | Health & Biotech 2    |
| 13   | Blockchain            | Cloud & Digital 1     | Health & Biotech 2    | Digital Entertainment | Robotics 2            | Defence 2             | Health & Biotech 1    | ITEK                  | Cloud & Digital 1     |
| 14   | Cars & Battery 2      | Cars & Battery 1      | Quantum 1             | Cloud & Digital 1     | Quantum 1             | Cars & Battery 2      | Robotics 1            | Cyber Security 1      | Cars & Battery 2      |
| 15   | Cars & Battery 1      | Health & Biotech 1    | Defence 1             | Health & Biotech 2    | Robotics 1            | Cars & Battery 1      | Cars & Battery 1      | Cyber Security 2      | Cars & Battery 1      |
| 16   |                       | Health & Biotech 2    | Defence 2             | Health & Biotech 1    | ITEK                  | Health & Biotech 1    | Cars & Battery 2      | Cloud & Digital 2     | Defence 2             |
| 17   |                       |                       |                       |                       | Blockchain            | Health & Biotech 2    | Health & Biotech 2    | Cloud & Digital 1     | Digital Entertainment |

# Diversified Tech Investing

- **Global Mix** – reduces volatility.
- **Broad Index** – Equal Weight (140).
- **Top 10** <12% weighting
- **Tailwinds** – Fiscal Stimulus, AI Infrastructure
- **Subscription Revenues; Convergence** – AI, Cloud, Cybers

# Tech Megatrends Index: 10 subthemes (YTD)

| Category              | Contribution | Average Return | Sum of Weight |
|-----------------------|--------------|----------------|---------------|
| AI & Robotics         | 5.1%         | 49.5%          | 14.0%         |
| Blockchain            | 0.5%         | 2.9%           | 13.1%         |
| Cloud Computing       | -1.3%        | -12.3%         | 9.7%          |
| Cyber Security        | 5.8%         | 30.7%          | 13.3%         |
| Defence               | 0.8%         | 0.0%           | 12.7%         |
| Digital Entertainment | -0.9%        | -11.3%         | 8.8%          |
| Future Cars           | 2.0%         | 11.6%          | 13.1%         |
| Genomics              | 2.4%         | 19.7%          | 12.3%         |
| Quantum               | -1.0%        | -21.3%         | 3.9%          |
| Social Media          | -0.6%        | -11.1%         | 10.6%         |
| Sum                   | 12.8%        |                |               |

# MEGATREND FUND – Weights

| Holdings Breakdown        |               |
|---------------------------|---------------|
| Top 10 Holdings           | Weight        |
| IRIS ENERGY LTD           | 1.15%         |
| RIGETTI COMPUTING INC     | 1.12%         |
| CIPHER MINING INC         | 1.07%         |
| NEBIUS GROUP NV COMMON    | 1.05%         |
| ALIBABA GROUP HOLDING LTD | 1.03%         |
| BAIDU INC-CLASS A         | 1.00%         |
| CLEANS PARK INC           | 1.00%         |
| AVIO SPA                  | 0.99%         |
| D-WAVE QUANTUM INC COMMON | 0.97%         |
| APPLOVIN CORP-CLASS A     | 0.94%         |
| <b>Sum of Top 10</b>      | <b>10.32%</b> |

| Mag7 Holdings                | Nasdaq Weight | Fund Weight |
|------------------------------|---------------|-------------|
| <i>MICROSOFT CORP</i>        | 8.8%          | 0.9%        |
| <i>APPLE INC</i>             | 7.4%          | 0.8%        |
| <i>NVIDIA CORP</i>           | 6.3%          | 0.9%        |
| <i>AMAZON.COM INC</i>        | 5.3%          | 0.0%        |
| <i>META PLATFORMS INC</i>    | 4.8%          | 0.9%        |
| <i>ALPHABET INC-CL A</i>     | 2.5%          | 1.0%        |
| <i>ALPHABET INC C-SHARES</i> | 2.4%          | 0.0%        |
| <i>TESLA INC</i>             | 2.4%          | 0.7%        |
| <b>TOTAL</b>                 | <b>39.9%</b>  | <b>5.2%</b> |

Data as of 30/07/2025.

Data as of 30/09/2025.

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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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