Weekly Market Wrap

19/06/2026

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Market Drivers

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Global Market Drivers

- US-Iran ceasefire agreement drives down oil prices by 8% to approx. $80/bbl
- Inflationary pressures may cause increase in US interest rates
- Bank of England levels rates unchanged at 3.75%
- G10 central banks prepare to raise rates despite US-Iran war easing
- SpaceX expected to debut in Nasdaq-100 index at 0.5-0.7% weight, increasing to 3.5-4.5% over 12 months

SA Market Drivers

- May inflation increased to 4.5% y/y, compared to 4.0% in April
- Mid-month data suggests July fuel price decreases for petrol (R1.30; -5%) and diesel (R2.53; -9%)
- Higher gold and metal prices support mining sector earnings and export revenues

Charts That Matter

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US-Iran ceasefire reduces oil price

60-day agreement relieves oil and shipping pressures

- USA and Iran announced a ceasefire and peace framework, reopening the Strait of Hormuz and pausing a conflict that had disrupted global energy markets and destabilized the Middle East region.
  - Begins 60-day period of negotiations regarding Iranian nuclear program and broader Middle East security issues.
- Oil prices responded positively, dropping from $87 to $75 before retreating to $80.
  - A total decrease of 8% since the announcement.
  - Price remains 12% higher than days before conflict began.
- Prices remain elevated due to potential for no agreement on lasting solution.
  - Reduced prices will ease global inflationary pressures.

PMX

Brent Crude price down 8%, to $80/bbl, since 14th June announcement

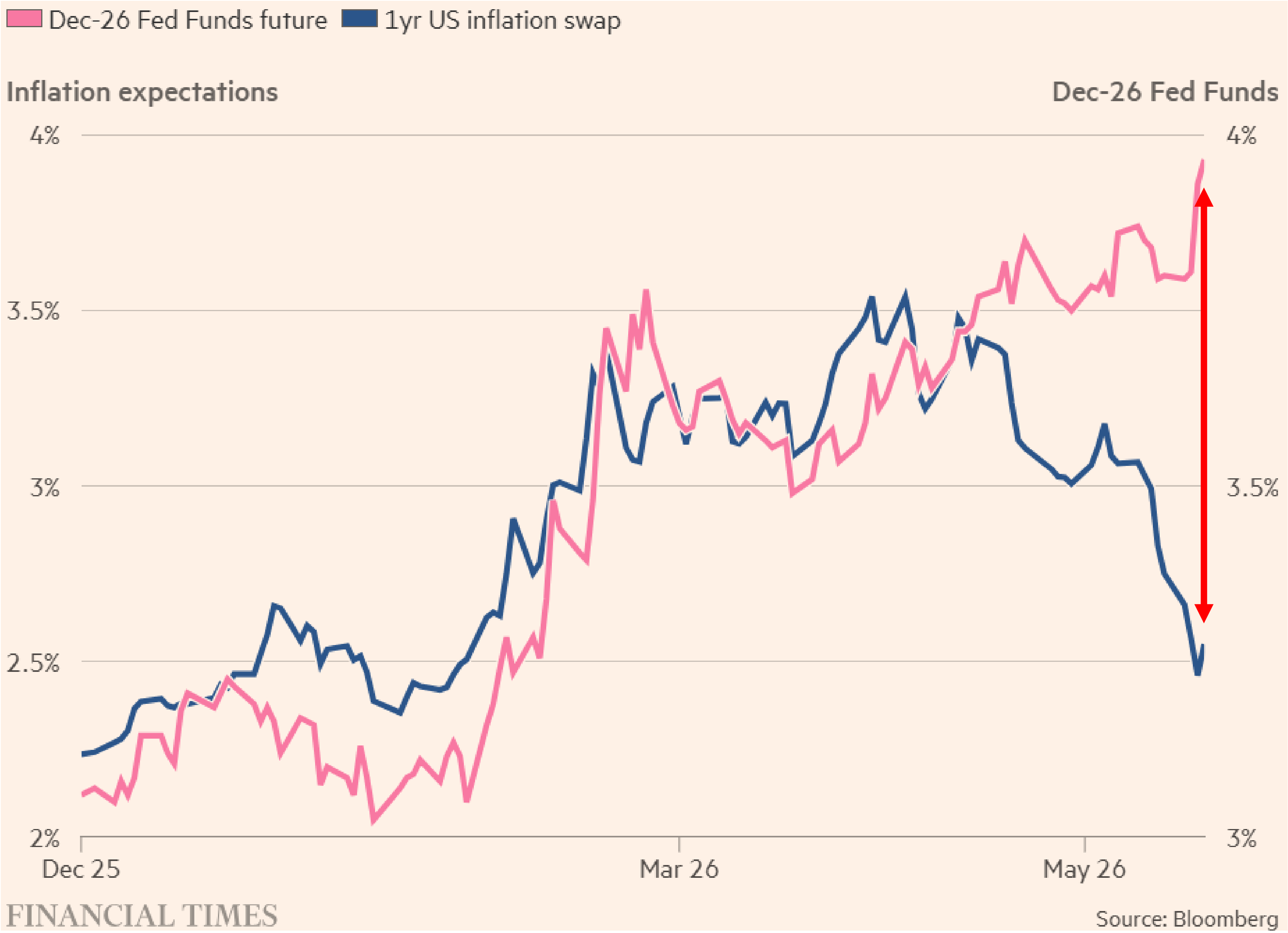
Source: PortfolioMetrix, Bloomberg

Lingering inflation may keep US rates high

Higher rates expected to curtail inflation impact

- The Fed's main lever for controlling inflation is the Fed Funds rate.
  - Decrease rate to support growth, causing inflation to increase.
  - Increase rate to slow growth, causing inflation to decrease.
- Despite lower inflation expectations (blue line; left axis), investors forecasts for the Fed rate (pink; right axis) have increased.
  - Investors believe the Fed will increase rates to approx. 4% by December 2026.
- Investors believe that Fed will increase rates in the short term, from 3.5-3.75% to 3.75-4.0%, to bring down inflation.
  - Short term pain for long term benefit.
- Kevin Warsh, new Fed Chair, believes in bringing inflation to Fed's 2% target.

Higher rates may be needed to reduce inflation and meet expectations



Source: PortfolioMetrix, Financial Times

SpaceX IPO as 5th largest company globally

Accelerated inclusion in some stock indices

- SpaceX IPOed at $135/share, valuing the company at $1.75tril.
- Shares began trading on exchanges at $161, before moving quickly up to $219 and settling at $185 – a total increase of 37% from IPO price.
  - Quantity IPOed is approx. 4% of total shares.
  - Remaining 96% held by company insiders whom are barred from trading until specific lock-up periods end.
    - Specific days since IPO.
    - After 2Q2026 and 3Q2026 earnings announcement.
- Due to the current low share %, SpaceX is expected to be a small constituent in indices for now.
  - Weighting will increase as shares exit lock-up period and free-float shares increase.

Shares IPO at $135, peaked at $219 and settled at $185

Largest companies

	Valuation $ tril
NVIDIA	5.1
Alphabet	4.5
Apple	4.4
Microsoft	2.9
SpaceX	2.6
Amazon	2.6

Evolution of estimated Nasdaq-100 index constituent weight

Lock-up/event phase	Timeframe (post-IPO)	Estimated Cumulative Free-Float	Estimated Nasdaq-100 index weight
Initial inclusion	15th Trading day (July 6th)	~ 4%	~ 0.5% - 0.7%
First tranche	Late July 2026	~ 11%	~ 1.5%
Tranches 2-6	70-135 days	~ 25% - 30%	~ 2.5% - 2.8%
Final lock-up tranche	December 2026	~ 50% - 60%	~ 3.5% - 4.5%

Source: PortfolioMetrix, Bloomberg, Morningstar

PMX

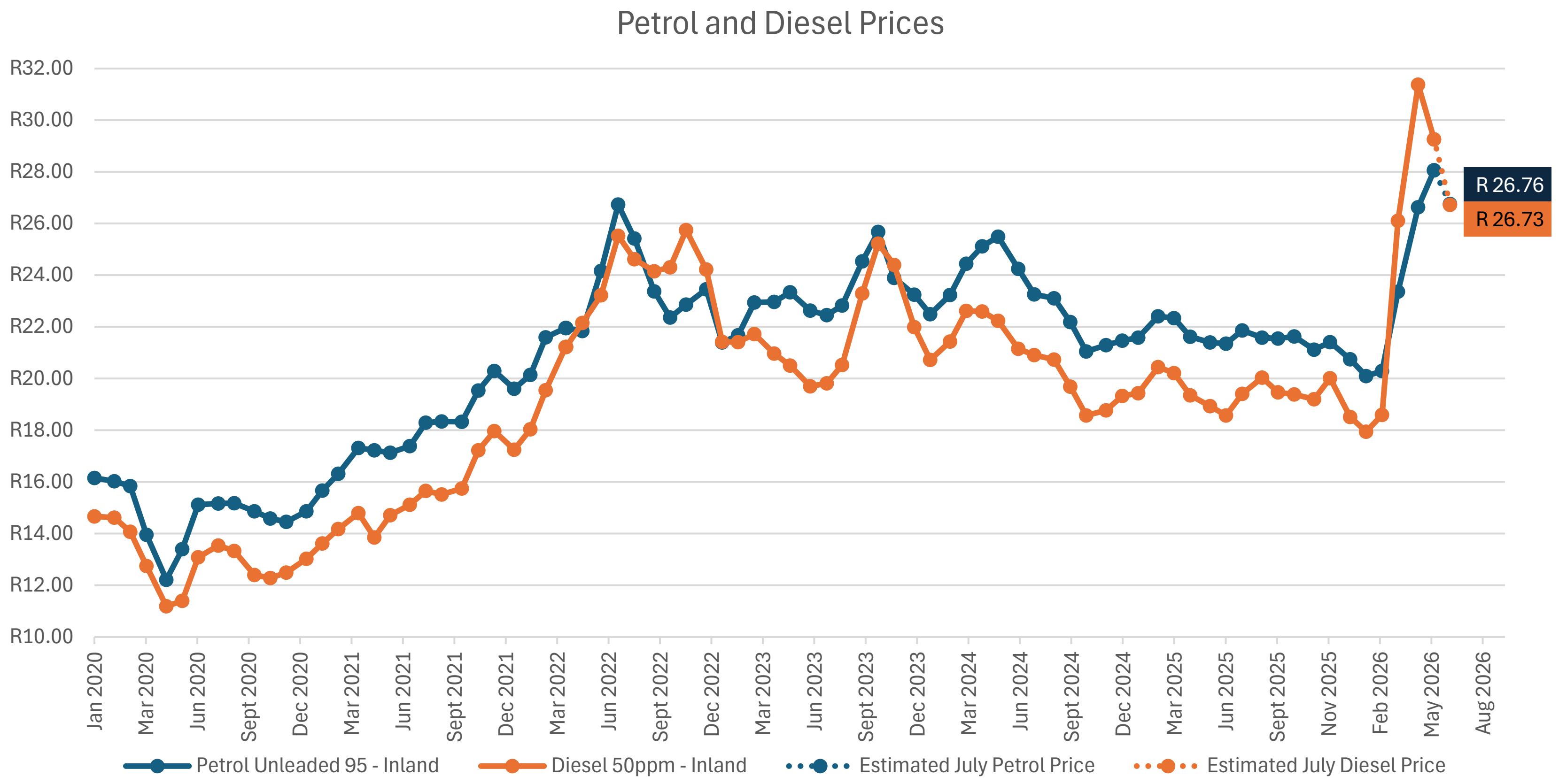
SA may receive some fuel price relief

Benefitting from lower oil prices and stable ZAR

- SA consumers can expect lower petrol and diesel prices in July.
  - Bolstered by reduced oil prices and US-Iran ceasefire agreement.
  - ZAR has been stable, resulting in overall decrease in ZAR-price of fuel.
- Mid-June data suggests that both petrol and diesel prices should decrease in July.
  - Petrol over-recovery of R2.80/L
  - Diesel over-recovery of R4.46/L
- However, the final phase of the relief from the General Fuel Levy (GFL) is ending on 1st July.
  - Petrol effective levy increases by R1.50/L
  - Diesel effective levy increases by R1.93/L
- Resulting in estimated decreases of R1.30 and R2.53 for petrol and diesel, respectively.

PMX

Lower fuel prices partially offset by re-introduced fuel levies



	Current Price	Expected Price Change	General Fuel Levy Adjustment	Net Price Change	Expected July Price	Change
Petrol Unleaded 95	R28.06	- R2.80	+ R1.50	- R1.30	R26.76	-4.6%
Diesel 50ppm	R29.26	- R4.46	+ R1.93	- R2.53	R26.73	-8.6%

Data as of 17th June 2026
Source: PortfolioMetrix, Central Energy Fund

Index Performance

18/06/2026

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SA Indices

South African Asset Classes (ZAR)

Local Indices

	SA Listed Property	SA Bonds	STeFI +1%	C-SWIX / C-ALSI	ALSI
1 Week	3.5%	1.8%	0.1%	4.0%	4.0%
1 Month	2.2%	3.7%	0.6%	1.0%	1.0%
3 Months	8.3%	5.1%	1.9%	0.6%	0.5%
6 Months	6.6%	5.2%	3.9%	4.4%	4.3%
1 Year	30.5%	22.4%	8.2%	26.4%	25.5%
3 Years	25.0%	17.9%	9.0%	18.6%	17.9%
5 Years	17.3%	12.1%	8.0%	15.3%	15.9%
10 Years	4.7%	10.9%	7.8%	10.1%	12.1%

SA Equity Indices

	SA Financials	SA Industrials	SA Resources	SA Small Cap	SA Mid Cap	SA Large Cap
1 Week	3.4%	1.7%	7.2%	2.8%	1.8%	4.2%
1 Month	5.1%	2.1%	-4.0%	2.9%	-1.6%	0.7%
3 Months	7.9%	0.9%	-6.6%	5.9%	-4.3%	0.1%
6 Months	10.2%	-1.3%	4.6%	5.5%	1.0%	4.0%
1 Year	31.9%	1.7%	58.3%	27.3%	17.7%	26.5%
3 Years	24.0%	10.5%	22.8%	22.4%	15.9%	17.7%
5 Years	19.3%	10.8%	18.4%	19.4%	12.1%	16.2%
10 Years	10.1%	8.2%	19.9%	11.4%	8.1%	12.5%

Offshore Indices

	Global Equities	US Equities	Developed Equities	EM Equities	Global Gov Bonds	Global Corps	Global Infra	Global Property
1 Week	0.8%	0.2%	0.6%	2.2%	-0.7%	-0.7%	-0.2%	-0.5%
1 Month	0.0%	-1.2%	-0.6%	3.7%	-1.6%	-1.4%	-1.7%	0.8%
3 Months	8.6%	8.6%	7.5%	16.3%	-2.7%	-1.7%	-1.7%	2.4%
6 Months	9.7%	7.1%	7.4%	27.5%	-3.2%	-2.3%	8.6%	8.3%
1 Year	16.0%	13.9%	13.6%	35.8%	-8.5%	-4.6%	8.7%	2.3%
3 Years	15.2%	16.0%	14.9%	17.4%	-2.0%	1.8%	8.7%	4.2%
5 Years	14.9%	16.6%	15.3%	11.7%	-0.2%	3.2%	10.8%	4.7%
10 Years	13.5%	15.5%	13.8%	11.6%	-0.5%	2.5%	9.9%	4.7%

Note: periods longer than a year are annualised.
Source: PortfolioMetrix, Morningstar

Global Indices

Global Asset Classes (USD)

Global Equity Regions

	Global Equities	Developed Equities	US Equities	UK Equities	Europe ex-UK Equities	Japan Equities	Pacific ex-Japan Equities	EM Equities	EM Asia Equities	EM Europe Equities	EM Lat Am Equities
1 Week	2.2%	2.0%	1.7%	2.8%	3.4%	2.5%	3.7%	3.7%	3.6%	6.2%	3.8%
1 Month	2.8%	2.2%	1.6%	3.7%	5.5%	3.0%	0.5%	6.6%	7.4%	6.4%	0.1%
3 Months	12.3%	11.2%	12.4%	3.7%	10.3%	11.5%	3.2%	20.3%	23.6%	16.8%	3.0%
6 Months	13.2%	10.8%	10.5%	9.8%	9.9%	15.8%	12.2%	31.5%	36.1%	18.9%	17.6%
1 Year	27.2%	24.5%	24.9%	19.2%	19.1%	33.2%	18.4%	48.9%	53.7%	39.6%	38.4%
3 Years	19.7%	19.3%	20.5%	16.7%	15.7%	17.5%	11.8%	22.0%	24.1%	26.0%	13.4%
5 Years	11.1%	11.5%	12.8%	9.7%	8.2%	8.9%	5.3%	8.1%	8.6%	-9.8%	9.7%
10 Years	13.0%	13.3%	15.0%	8.9%	10.7%	9.9%	8.8%	11.1%	12.2%	0.7%	9.0%

Global Fixed Income

	Global Gov Bonds	Global Corps	Global High Yield	EM Bonds	Global ILBs
1 Week	0.7%	0.7%	0.6%	0.9%	0.6%
1 Month	1.2%	1.4%	1.0%	1.7%	1.1%
3 Months	0.7%	1.7%	2.5%	2.2%	0.8%
6 Months	-0.1%	0.8%	2.1%	2.1%	1.4%
1 Year	0.4%	4.6%	6.5%	8.9%	3.3%
3 Years	1.8%	5.7%	9.1%	7.6%	3.1%
5 Years	-3.5%	-0.1%	3.8%	1.3%	-2.5%
10 Years	-1.0%	2.1%	5.6%	3.4%	1.0%

Global Alternatives

	Global Property	Global Infra
1 Week	0.9%	1.2%
1 Month	3.7%	1.1%
3 Months	6.0%	1.7%
6 Months	11.8%	12.1%
1 Year	12.2%	19.2%
3 Years	8.2%	12.9%
5 Years	1.3%	7.2%
10 Years	4.2%	9.4%

Note: periods longer than a year are annualised.
Source: PortfolioMetrix, Morningstar

Global Indices

Global Equity Factors & Sector Performance (USD)

Global Factors

	Global Equities	Global Equities - Value	Global Equities - Momentum	Global Equities - Quality	Global Equities - Min Vol	Global Equities - Small Cap
1 Week	2.2%	1.8%	5.0%	2.7%	1.3%	2.5%
1 Month	2.8%	5.1%	7.0%	2.3%	2.3%	6.7%
3 Months	12.3%	12.8%	27.5%	11.9%	2.4%	15.0%
6 Months	13.2%	17.4%	32.9%	14.2%	2.8%	16.1%
1 Year	27.2%	40.7%	48.9%	27.9%	5.6%	25.8%
3 Years	19.7%	21.6%	34.8%	21.1%	10.8%	16.4%
5 Years	11.1%	13.0%	17.3%	10.3%	6.4%	8.3%
10 Years	13.0%	12.0%	18.0%	13.4%	8.6%	10.6%

Global Sectors

	Comm Services	Consumer Cyclical	Consumer Defensive	Energy	Financials	Healthcare	Industrials	Tech	Real Estate	Utilities	Basic Materials
1 Week	1.6%	1.8%	1.8%	-2.9%	4.1%	-0.6%	2.9%	2.5%	1.4%	1.9%	5.6%
1 Month	-3.2%	-0.3%	-0.1%	-6.4%	6.4%	3.3%	2.6%	5.2%	1.6%	2.2%	2.7%
3 Months	6.5%	4.6%	0.0%	-4.0%	12.2%	0.0%	7.4%	30.6%	3.1%	-2.3%	7.3%
6 Months	4.2%	-3.5%	5.9%	24.9%	6.9%	-1.6%	15.5%	30.2%	8.6%	8.4%	17.3%
1 Year	23.6%	7.0%	5.3%	28.1%	20.0%	9.7%	27.3%	53.0%	8.6%	17.4%	36.1%
3 Years	25.5%	10.1%	5.9%	14.8%	23.7%	4.9%	20.0%	31.7%	7.9%	15.6%	12.9%
5 Years	9.5%	3.0%	4.0%	14.8%	12.4%	3.3%	11.7%	20.9%	0.3%	9.3%	6.5%
10 Years	10.6%	10.1%	6.0%	8.8%	13.3%	7.7%	12.7%	24.5%	3.9%	8.9%	11.4%

Note: periods longer than a year are annualised.
Source: PortfolioMetrix, Morningstar

Market Metrics

18/06/2026

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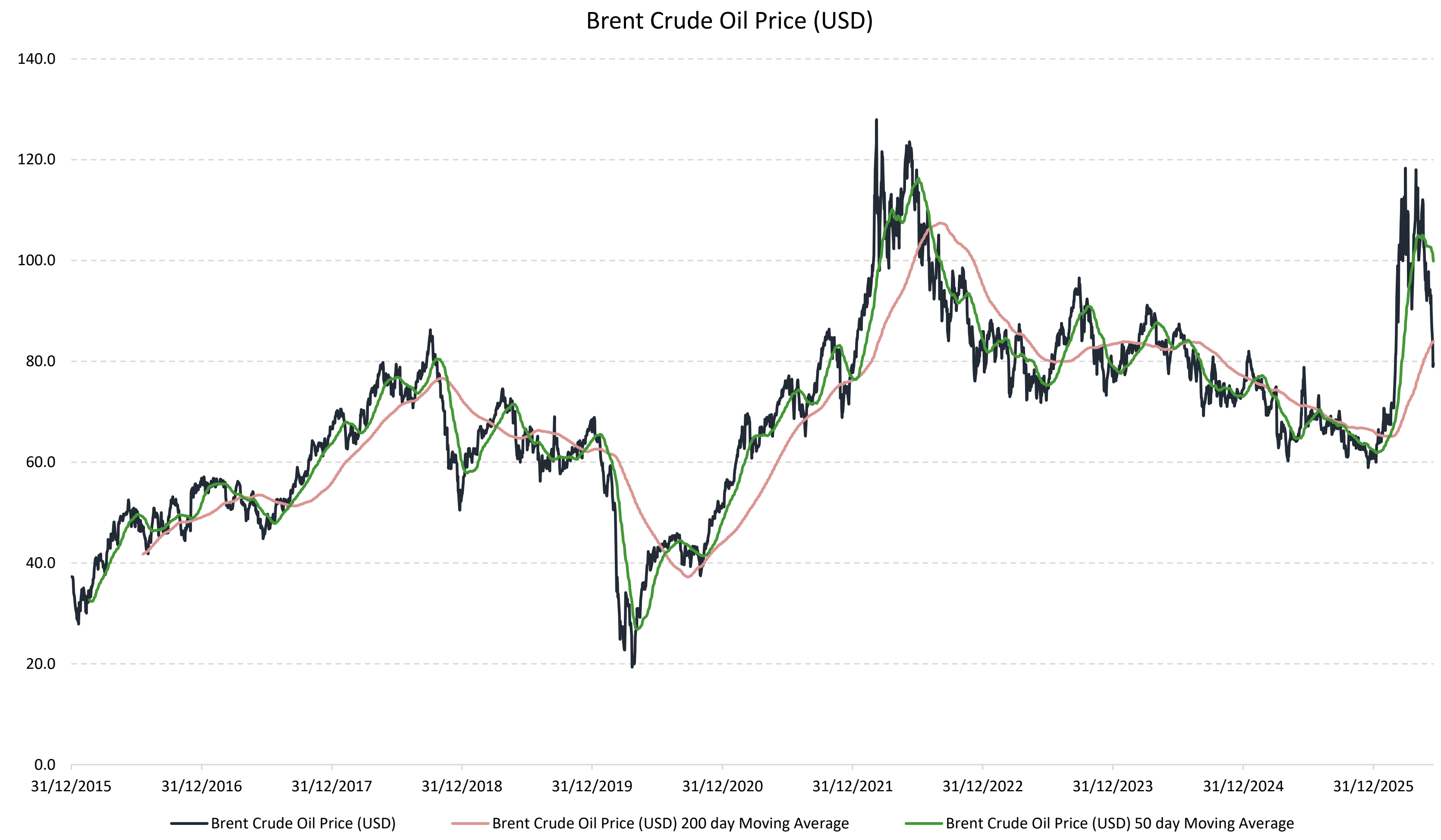
Commodities

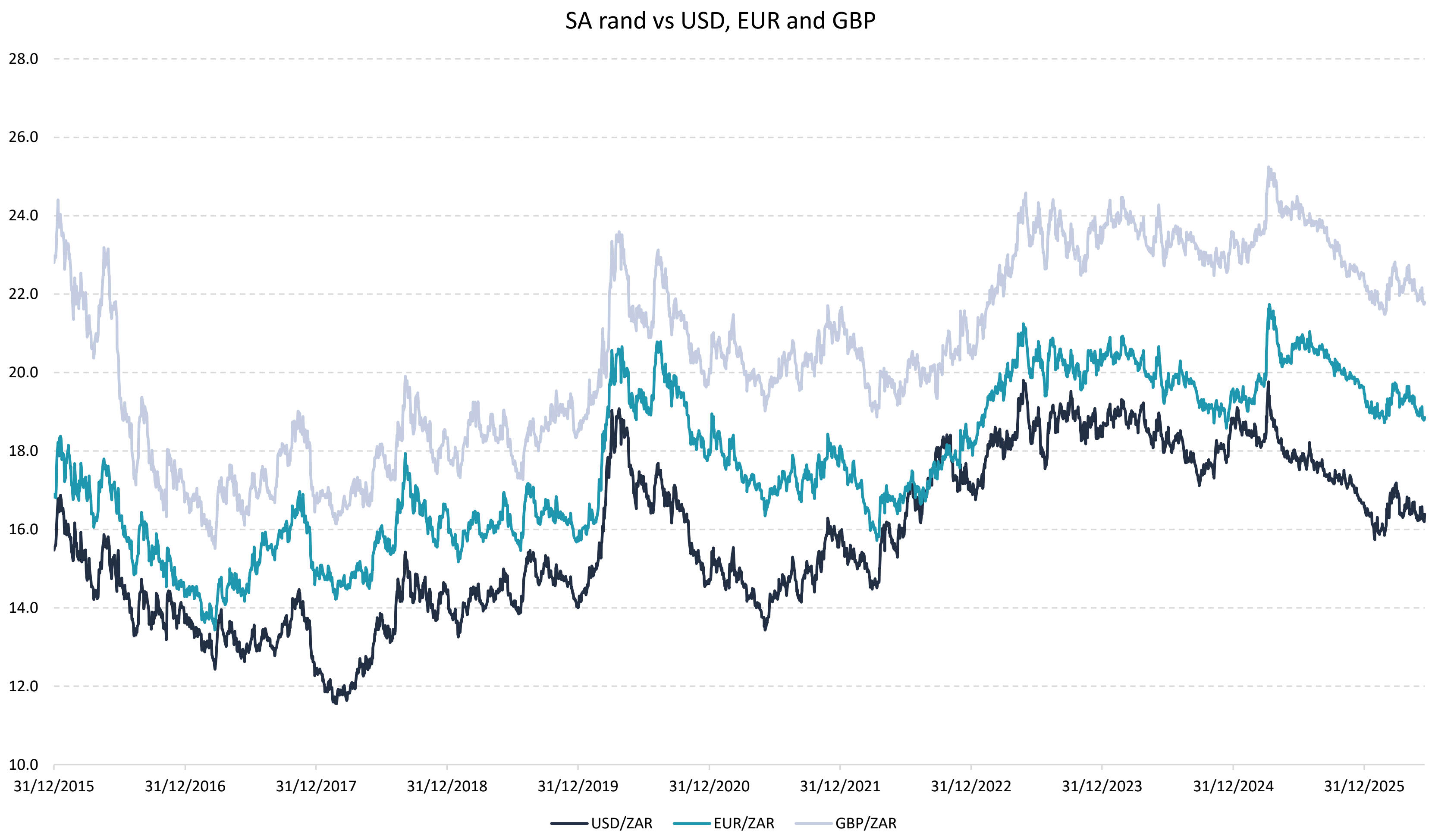
Brent Crude (USD)



Source: PortfolioMetrix, Bloomberg

Currencies

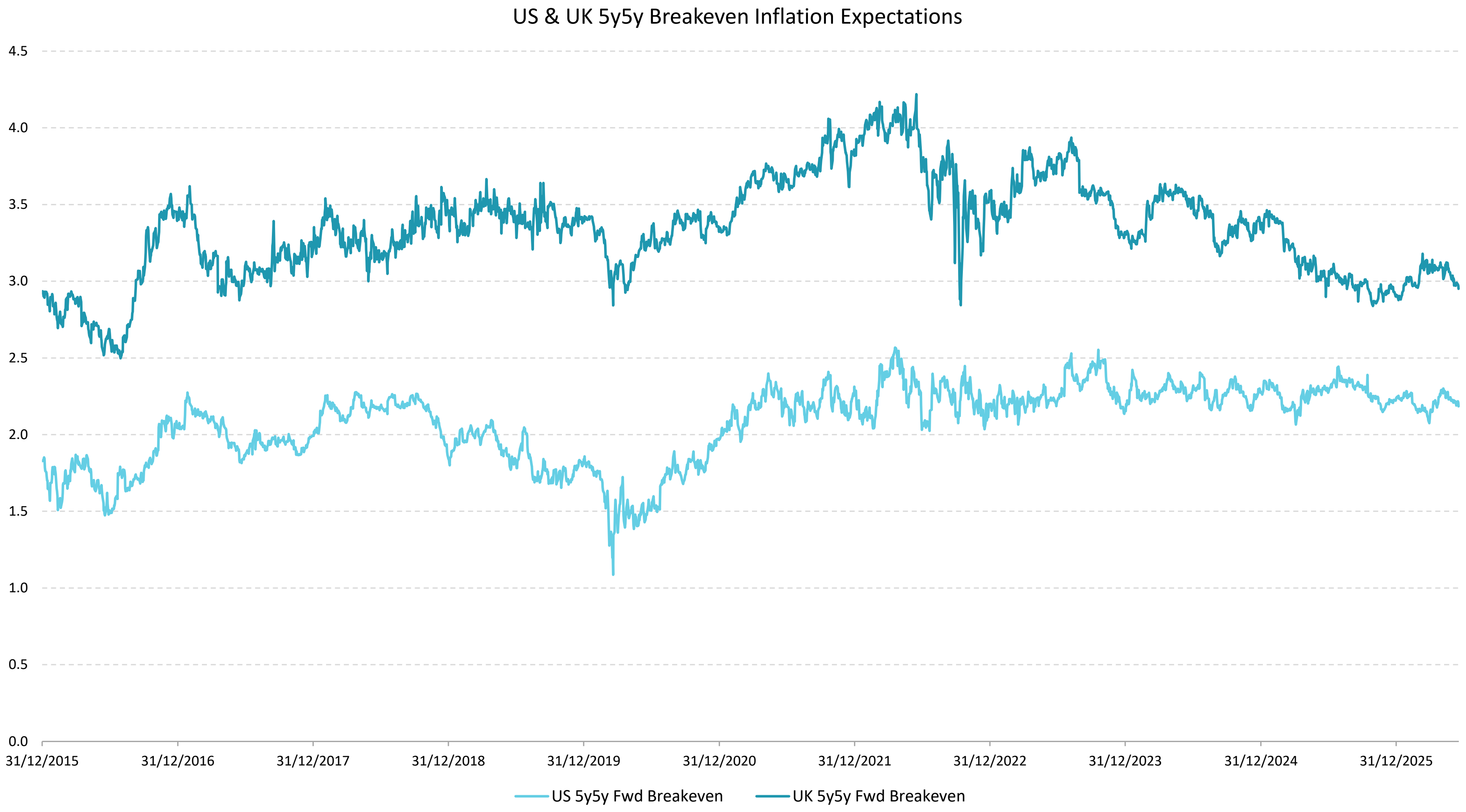
SA Rand vs USD, EUR and GBP



Source: PortfolioMetrix, Bloomberg

Market Metrics

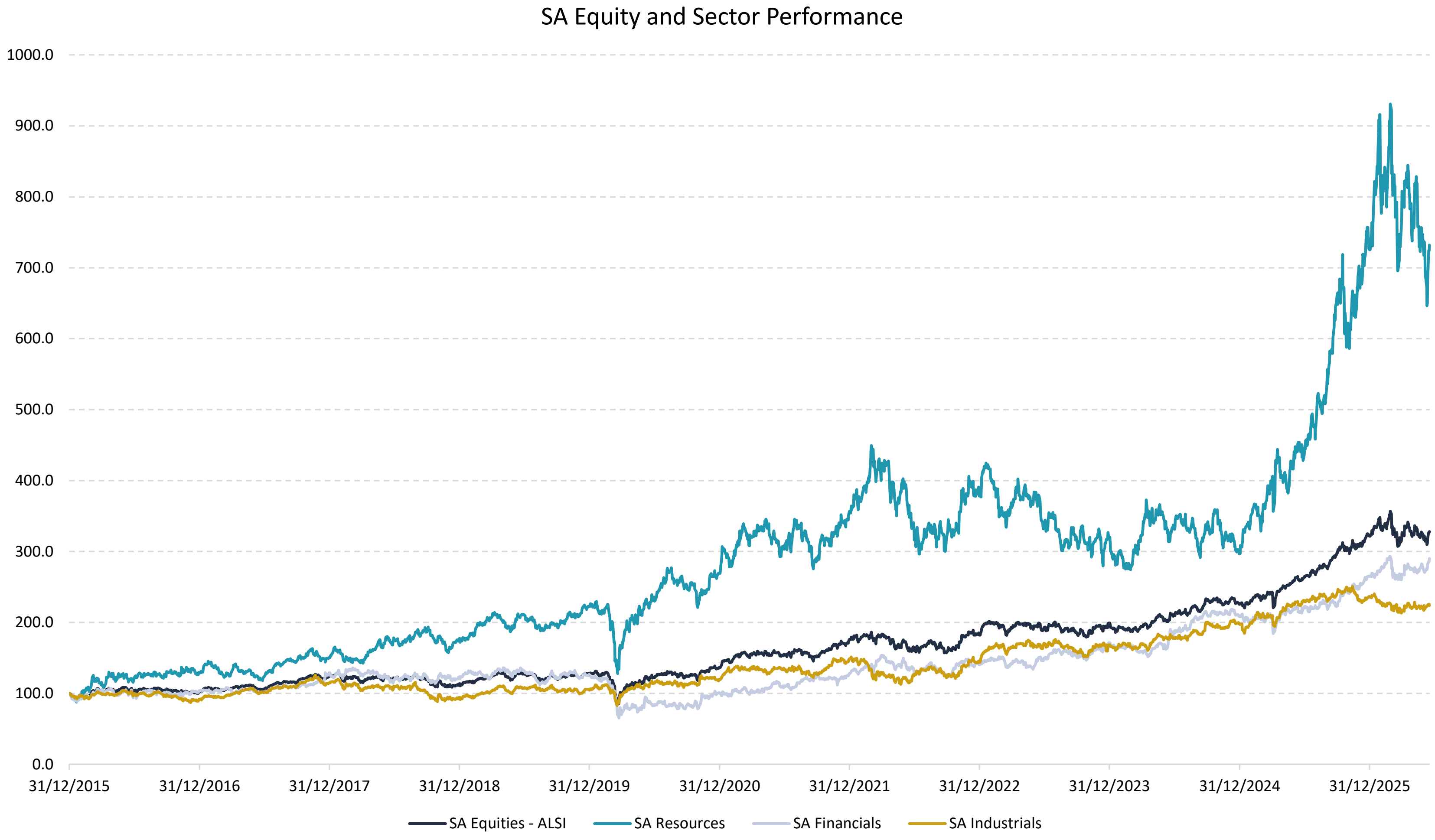
US & UK 5y5y Breakeven Inflation Expectations



Source: PortfolioMetrix, Bloomberg

Market Metrics

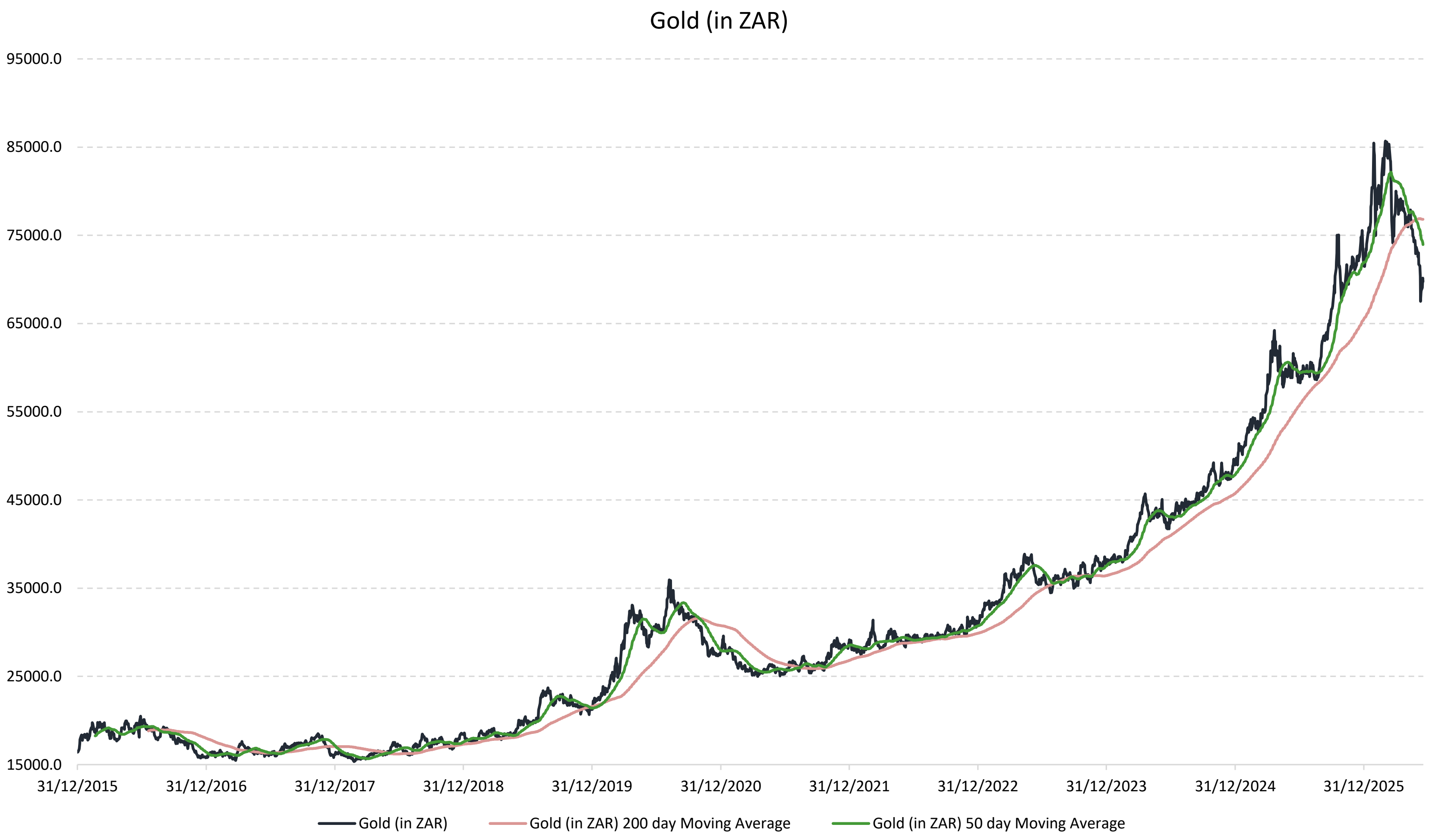
SA Equity and Sector Performance



Source: PortfolioMetrix, Bloomberg

Commodities

Gold (ZAR)



Source: PortfolioMetrix, Bloomberg

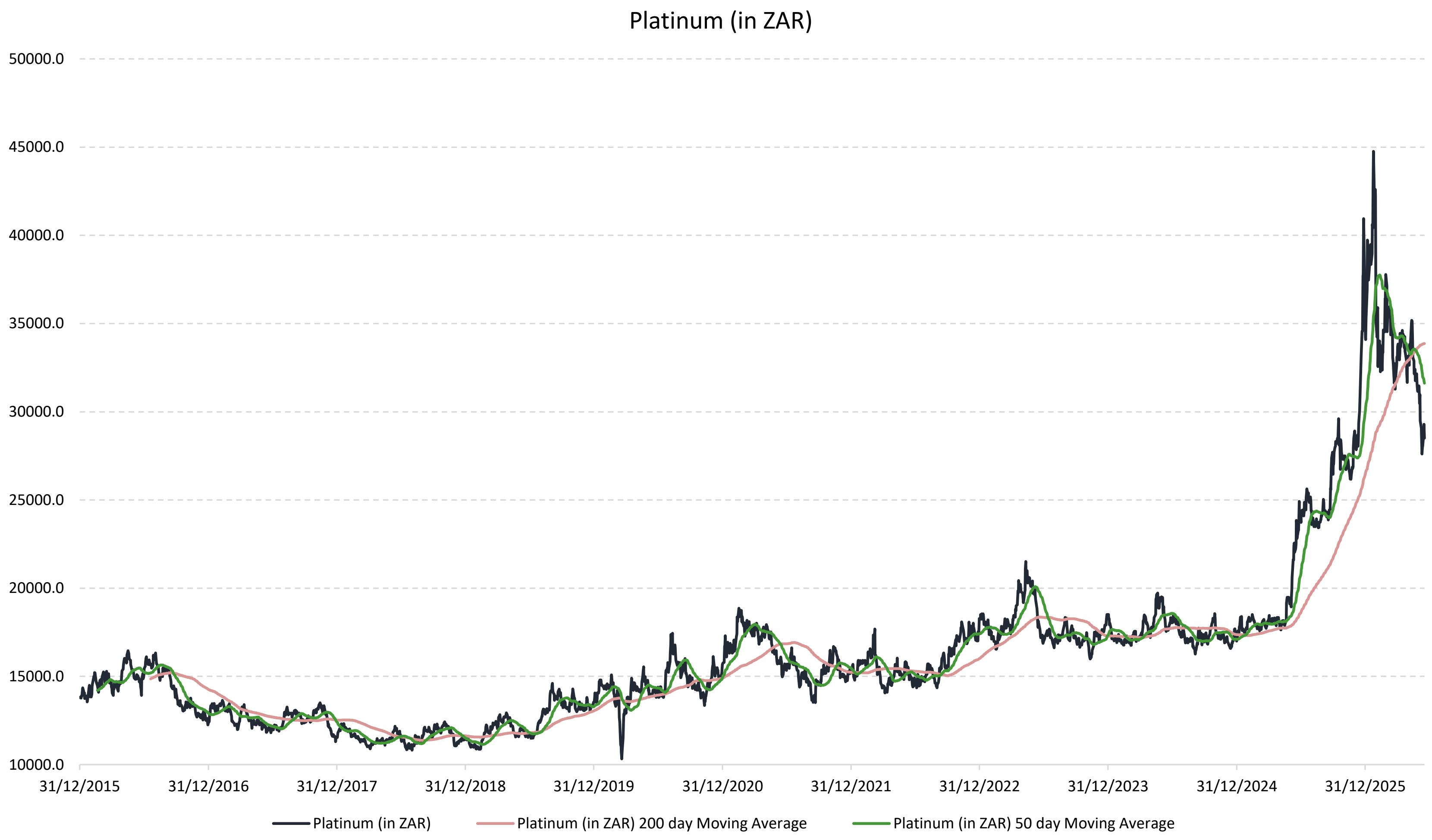
Commodities

Silver (ZAR)

Source: PortfolioMetrix, Bloomberg

Commodities

Platinum (ZAR)



Glossary of Terms

Weekly Time Frame

- The Weekly Wrap is compiled every Thursday afternoon and thus the timeframe on charts will run from the prior Wednesday close to the current Wednesday close.

Global and SA Headlines

- The major headlines across the global dailies that had or have a direct impact on markets around the globe.

Macro Events

- The major macroeconomic releases over the week that help shape economic views and market movements.

Charts - Price Returns

- Bar charts depict price returns for the week to close of day Wednesday, as well as the prior week (shaded) in the currency as designated.

SA - US yield spreads

- This difference, or interest carry, is the SA risk spread this is guided by the interest rate differentials (and the levers that drive these expectations) between the two countries as well as providing a forecast of expected
- Rand depreciation over the 10 year period.

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Full calculation methodology available on request.