OLDMUTUAL

OLD MUTUAL PROTEKTOR PENSION FUND

SUMMARY AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

SUMMARY STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

K'000	31-Dec-25	31-Dec-24
Net investment income	46 491 599	7 671 804
Contributions received	107 944 338	12 694 539
Benefits paid	(34 458 343)	(6 467 877)
Excess of members contributions over benefits paid	73 485 995	6 226 662
Total increase in net assets available for benefits	119 977 594	13 898 466

SUMMARY STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

K'000	31-Dec-25	31-Dec-24
ASSETS		
Investment in Guaranteed Fund	**191 995 711**	**51 168 219**
Funds employed		
Protektor Fund	**191 995 711**	**51 168 219**

SUMMARY STATEMENT OF MOVEMENT IN FUND ACCOUNT

K'000	31-Dec-25	31-Dec-24
At the beginning of the year	51 168 219	32 637 872
Increase in net assets available for benefits	119 977 594	13 898 466
Net capital bonus (non-vested)	20 849 898	4 631 881
At the end of the year	**191 995 711**	**51 168 219**

INTRODUCTION
The Old Mutual Protektor Pension Fund is engaged in the business of receiving pension contributions, transfer values from members of other pension funds, investing the income and paying out pension benefits to former members and their dependents in accordance with the rules. The Fund is managed by Board of Trustees.

BASIS OF PREPARATION
The Trustees have prepared the summary financial statements to meet the requirements of the Financial Services Act, 2010. The Trustees have considered the requirements of the Financial Services Act 2010 and believe that the Summary Statement of Net Assets Available for Benefits**,** the Summary Statement of Changes in Net Assets Available for Benefits and the Summary Statement of Movement in Fund Account meet the requirements of the users of the summary financial statements. The amounts in the summary financial statements are prepared in accordance with the framework concepts and the measurement and recognition requirements of IFRS Accounting Standards as issued by the International Accounting Standards Board and IAS 29 Directive as issued by the Institute of Chartered Accountants in Malawi (ICAM). The summary financial statements have been derived from the audited annual financial statements, which were approved by the Board of Trustees on 12 March 2026 and are available at the Old Mutual Malawi Head office, Blantyre.

REVIEW OF THE YEAR
Malawi's economic performance in 2025 showed a modest recovery relative to 2024, with Gross Domestic Product (GDP) growth estimated at 2.4%, up from 1.8% in 2024, supported by a partial rebound in agricultural output following improved weather conditions and a gradual recovery in selected service sectors. However, persistent foreign currency shortages, high import costs, and subdued industrial activity continued to constrain speedy economic recovery. Inflation remained elevated, averaging 28.4% in 2025, slightly lower than the 32.2% recorded in 2024, reflecting some easing in food prices due to higher humanitarian food support towards year-end, and positive base effects. That said, pressure from exchange rate pass-through, fuel costs, and fiscal adjustments persisted. The Reserve Bank of Malawi (RBM) maintained the Policy rate at 26.0% to contain second-round inflation effects and stabilize inflation expectations.

Listed equities sustained strong returns, recording an annual capital gain of 247.6% in 2025 (2024: 55.1%), underpinned by inflation-hedging demand and solid earnings growth in selected counters. Fixed income investments continued to post negative real returns amid high inflation, while property investments delivered nominal appreciation albeit constrained in real terms due to elevated construction costs and weak effective demand.

During 2025, the Fund declared an investment return of 94% (2024: 37%).

The Trustees report an increase in net assets available for benefits of MK119.98 billion for the year ended 31 December 2025 (2024: MK13.9 billion). The total Fund increased to MK192 billion from MK51.2 billion in 2024, mainly as a result of inactive members voluntarily transferring their benefits to the Protektor Pension Fund rather than the default fund, following the implementation of the Reserve Bank of Malawi investment directive.

OUTLOOK*
Economic growth in 2026 is projected to strengthen modestly by 2.7%, according to the International Monetary Fund (IMF), contingent on agricultural performance, progress in securing external financing, and improved foreign exchange inflows. Shifts in macroeconomic policy direction, including renewed emphasis on fiscal consolidation, public debt restructuring, and re-engagement with development partners to unlock concessional financing will likely continue. Inflation is expected to gradually decelerate in 2026, provided food supply improves and exchange rate pressures ease; however, risks remain including lower than expected agricultural output, a steep exchange rate depreciation, global commodity supply disruptions due to trade wars and further hikes in energy as well as utility tariffs.

The Trustees will continue to monitor the economic developments and take appropriate actions to preserve value for all stakeholders.

*Unaudited

BY ORDER OF THE BOARD

Beston Ndhlovu
Chairperson

Hastings Thembakako
Trustee

14 April 2026

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF OLD MUTUAL PROTEKTOR PENSION FUND

Opinion
The summary financial statements, which comprise the summary statement of net assets available for benefits as at 31 December 2025, and the summary statement of changes in net assets available for benefits and summary statement of movement in fund account are derived from the audited financial statements of Old Mutual Protektor Pension Fund for the year ended 31 December 2025.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements of Old Mutual Protektor Pension Fund, and on the basis described in the basis of preparation paragraph.

The Summary Financial Statements
The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the International Accounting Standards Board. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon
We expressed an unmodified audit opinion on the audited financial statements in our report dated 30 March 2026. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year.

Trustees' Responsibility for the Summary Financial Statements
The Trustees are responsible for the preparation of the summary financial statements in accordance with the basis described in the basis of preparation paragraph.

Auditor's Responsibility
Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised) Engagements to Report on Summary Financial Statements.

Deloitte

Chartered Accountants
Vilengo Beza
Partner

23 April 2026

Deloitte.