

INFLATION PLUS FUND

FUND STRATEGY

- 1 Leverages the SIM house view & research** to implement positions within the Absolute Return framework.
- 2 Adds additional value through tactical asset allocation.** The team aims to add additional value by applying tactical asset allocation (TAA) based on relative long-term valuations of asset classes (both domestic and foreign).

WHY SHOULD YOU INVEST IN A SIM ABSOLUTE RETURN FUND SUCH AS THE SIM INFLATION PLUS FUND?



- 1 SIM Absolute Return Funds meet client needs in current market conditions**
In volatile markets, investors are seeking funds that **minimise drawdowns and protect against capital losses** – volatility requires effective tactical asset allocation.



- 2 Manages risk/return through diversification**
Managers of Absolute Return Funds **manage risk** return profiles through **appropriate diversification** across asset classes.



- 3 Offers capital protection through (i) derivative strategies & (ii) diversification**
At SIM, our Absolute Return Funds offer **explicit capital protection** through application of **derivative strategies**, enhancing the implicit capital protection of diversification across asset classes.



PORTFOLIO MANAGER
NATASHA NARSINGH
HEAD: ABSOLUTE RETURN FUNDS SIM

Experience: 14 years
B.Sc (Chem), MBA

THE TEAM

The Absolute Return team is supported by comprehensive research base and systems with dedicated teams specialising in equity, fixed income and asset allocation - collectively making investment decisions to implement positions within the Absolute Return framework.

SIM Principles for managing real returns

Diversified portfolio:
Operates across all asset classes.



Long-term strategy:
Cognisant of long-term strategic asset allocation.

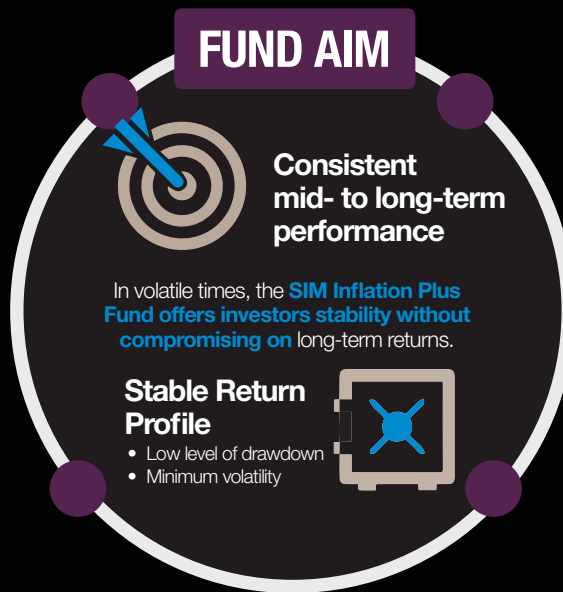


Derivatives:
Use of derivatives is an important component.



Dynamic:
Dynamic asset allocation, moving between asset classes and instruments.

Downside protection:
Protection via tactical asset allocation and derivative strategies.



The Sanlam Investment Management Inflation Plus Fund aims to:

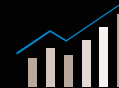
4 KEY BENEFITS

OF INVESTING IN THE FUND BASED ON PAST PERFORMANCE.

- ➔ DELIVERY OF HIGH RISK-ADJUSTED RETURNS.
- ➔ CONSISTENCY OF RETURNS.
- ➔ LOW VOLATILITY.
- ➔ LOW DRAWDOWNS.
- ➔ DISCIPLINED FOCUS ON DOWNSIDE RISK.



Keeping volatility to a minimum & focusing on the risk/return budget of every single asset position held in the fund.



Target return of CPI + 4% over a rolling 3-year cycle.



Protect capital over any rolling 1-year period.

FINDING CONSISTENCY IN A WORLD OF UNCERTAINTY

SIM Inflation Plus Fund details:

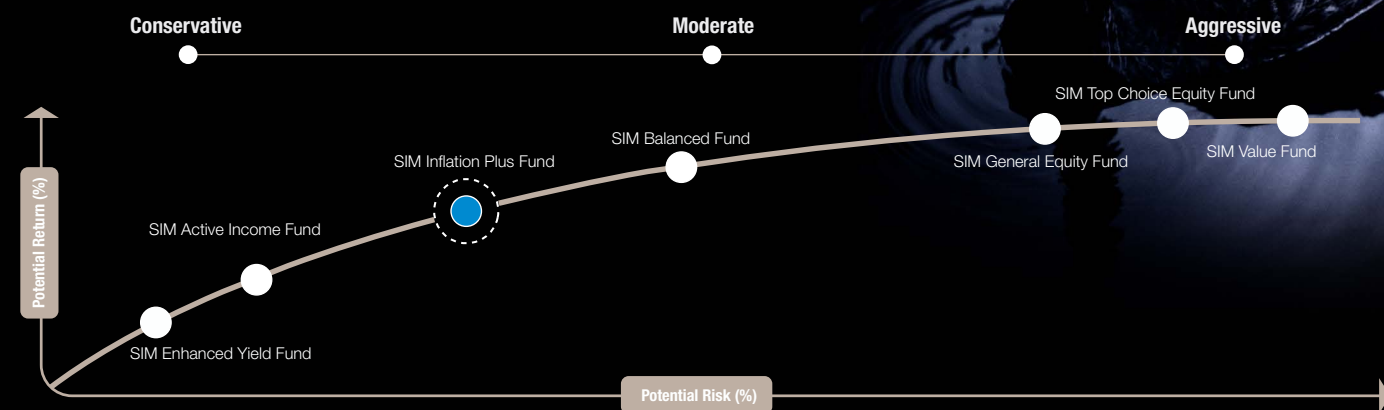
Fund Category	SA Multi Asset Low Equity
Fund Investable Assets	Local and Offshore Cash, Bonds, Property, Equity, Derivatives
Inception Date	01 Apr 1999
Max Equity	40% (Regulation 28 Compliant)
Risk Profile	Cautious
Benchmark	CPI + 4% (rolling 3 years)

Source: Sanlam Investments October 2017

Bold & Cautious

There is a time to be bold and a time to be cautious. Knowing when to be which is what makes us Wealthsmiths.

Sanlam Investment Management Core Fund Range Potential Risk/Return (%)



Source: Sanlam Investments October 2017

Sanlam Investments awards

Our business is built on a legacy of trust, which is why at Sanlam Investments we're driven to deliver results.



Sanlam Investments consists of the following authorised Financial Services Providers: Sanlam Investment Management (Pty) Ltd ("SIM"), Sanlam Multi Manager International (Pty) Ltd ("SMMI"), Satrix Managers (RF) (Pty) Ltd, Graviton Wealth Management (Pty) Ltd ("GWM"), Graviton Financial Partners (Pty) Ltd ("GFP"), Satrix Investments (Pty) Ltd, Blue Ink Investments (Pty) Ltd ("Blue Ink"), Sanlam Capital Markets (Pty) Ltd ("SCM"), Sanlam Private Wealth (Pty) Ltd ("SPW"), Sanlam Credit Fund Advisor Proprietary Limited, Sanlam Africa Real Estate Advisor Proprietary Limited and Sanlam Employee Benefits ("SEB"), a division of Sanlam Life Insurance Limited and Simeka Wealth (Pty) Ltd; and has the following approved Management Companies under the Collective Investment Schemes Control Act: Sanlam Collective Investments (RF) (Pty) Ltd ("SCI") and Satrix Managers (RF) (Pty) Ltd ("Satrix"). Sanlam Collective Investments (RF) (Pty) Ltd is a registered and approved Manager in terms of the Collective Investment Schemes Control Act. A schedule of fees can be obtained from the Manager. This is a multi-asset, low-equity fund. The Retail class is the most expensive class offered by the Manager. Maximum Fund charges include VAT. Initial advice fee, 1.14%. Initial manager fee, N/A. Annual advice fee, 1.14%. Annual manager fee, 1.14%. Total expense ratio (TER), 1.25%. For more information visit, www.sanlaminvestments.com. The fund is exposed to equities, which means prices will go up and down. SIM stands for Sanlam Investment Management. Full details on the basis of the award is available from the Manager. Please refer to the fund's Minimum Disclosure Document (MDD) to view more information.