Fund Fact Sheet
Progressive Smooth Bonus Fund

June 2020

Fund Description
This is a multi-managed smooth bonus fund, managed by a diversified blend of black economic empowerment asset managers. The fund protects investors against short-term volatility by smoothing out investment returns while providing valuable guarantees on benefit payments (death, disability, resignation, retrenchment and retirement). The underlying portfolio holds less risk assets than a typical balanced fund. An investor’s investment account will consist of a vesting and non-vesting portion.

Fund Information
Inception Date 01-October-2017
Portfolio Manager 27four Investment Managers
Legal Structure Pooled Life Policy

Strategic Asset Allocation
SA Equity – FTSE/JSE Capped SWIX 32%
SA Property – JSE All Property Index 6%
SA Bonds – All Bond Index (ALBI) 22%
SA Inflation Linked Bonds – JSE Inflation-linked Govt Bond Index (IGOVI) 2%
SA Cash – SteFI Composite 8%
SA Alternatives – CPI + 3% 5%
International Equity – MSCI World Equity Index (Developed Markets) 17.5%
International Bonds – Barclays Global-Aggregate Index (GABI) 5%
International Cash – 3m USD LIBOR 2.5%

Asset Manager Allocation
Asset Class Managers
SA Equity Aeon, Aluwani, Benguela, Kagiso, Ngwedi, Sentio
SA Property Sesfikile
SA Bonds Argon
SA Cash Prowess
International Equity 27four
International Property Sesfikile

Asset Composition
SA Equity 31.7%
SA Property 4.5%
SA Bonds 10.6%
SA Cash 2.0%
International Equity 24.4%
International Cash 2.0%

Risk Profile
Conservative Moderate Moderate Aggressive Aggressive

Time Horizon
0-2 years 2-3 years 5 years + 7 years +

Funding level
July 2020 95.94% funded

Gross Bonuses*
1 Month 0.1 -0.4
3 Months 0.2 -0.6
6 Months 2.0 0.9
1 Year 6.1 2.2
2 Years 6.2 3.3

* Net of guarantee fee, gross of investment fee
** 31/05/2020 estimated CPI figures

Top 10 Equity Holdings % of Fund
Naspers 6.3
Prosus 2.0
British American Tobacco 1.8
Anglo American 1.4
AngloGold Ashanti Limited 1.4
FirstRand 1.2
BHP Group 1.2
Standard Bank Group 1.1
MTN Group 0.9
Mondi 0.9

Total Investment Cost (TIC)
Total Expense Ratio (TER) 1.713%
Transaction Costs (TC) 0.190%
Total Investment Charges (TER + TC) 1.903%

The TER was incurred as expenses relating to the administration of the Financial Product. The TC was incurred as costs relating to the buying and selling of the assets underlying the Financial Product. The TIC was incurred as costs relating to the investment of the Financial Product. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER’s. The TER shown above is based on the highest fee tier where applicable and is calculated as at 31 March 2020.

Inclusive in the TER of 1.713%, a guarantee premium of 0.700% and an estimated guarantee fee of 0.000% was recovered.

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DISCLAIMER: This factsheet does not constitute financial advice as defined by FAIS. Performance figures are gross of investment management and performance fees (where applicable). Performance figures for periods greater than 12 months are annualised. All data shown is at the month end. Changes in currency may cause the value of your investment to fluctuate. Past performance is not indicative of future returns. Capital and returns fluctuate and are not guaranteed. The underlying type of investments must comply with the type of instruments as allowed by the LTIA and the portfolio must comply with Regulation 28 of the Pension Fund act.