

## OBJECTIVE

The investment objective of the Fund is to provide long term capital growth through a flexible exposure to world equity markets.

## STRATEGY

**Equity Exposure - intended for growth.** Achieved by investing in Sanlam's passive Satrix World Equity Tracker Fund which aims to replicate the performance of the global equity markets by tracking the MSCI World Equity Index (Developed Markets) in U.S Dollars (unhedged) with income reinvested.

### Risk Management - designed to minimize the risk of capital loss and time in loss.

The investment manager dynamically alters the net equity exposure of the fund using short futures contracts. The manager utilises Artificial Intelligence (AI) to determine the number of short futures contracts and therefore the degree of net equity exposure of the fund. Short futures contracts change in value inversely to equity market movements, therefore when equity markets fall, the futures increase in value offsetting various degrees of the losses. In rising equity markets, full participation in the growth of the markets may be forsaken to some extent for the benefit of minimising losses in negative markets.

## WHY CHOOSE THIS FUND

- You seek exposure to global stock markets to provide long-term capital Growth, with a smooth investment journey.
- You have an investment horizon of 5 years or longer.
- You are comfortable with the global stock market and currency movements, as well as the possibility of losing capital.
- You wish to diversify human manager risk in your portfolio with an Ai driven investment solution that operates without emotion or behavioural bias.

## FUND FACTS

ASISA Fund Classification	Global Multi Asset Flexible
Benchmark	ASISA Category Average – Global: Multi Asset: Flexible
Launch date	30/11/2020
Portfolio Size	R 1,388,061.00
Unit Price	R 10.90
Valuation time	18:00
Distribution	This fund does not distribute. Any dividends or income are automatically added to the NAV of the fund.
Transaction cut off time	15:00
Daily price information	Morningstar
Repurchase period	T+7
ISIN	ZAE000289807

## FEES (excl. VAT)

Initial Fee	N/a
Annual Management Fee	0.00%
Management Performance Fee	0.00%
Exit Fee	0.00%
Other allowed expenses	Trustee fees, custody fees, administration fees, director's fees, legal fees, audit fees, bank charges, regulatory fee brokerage/trading fees
Total Expense Ratio (TER)	Not available in the first 12 months
Transaction Cost (TC)	0.00% of the value of the financial product was incurred as costs relating to the buying and selling of the assets underlying the product.
Total Investment Charges (TER + TC)	0.00% of the value of the financial product was incurred as costs relating to the investment of the financial product.

The fund manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down.

## TARGET INVESTORS

The Fund is suitable for investors who are looking to achieve long-term capital growth with lower volatility and better risk adjusted returns.

## POINTS OF INTEREST

Sanlam:	>100 years old. Listed (Market cap USD9bn)
Manager type:	Single manager (Not a fund of funds)
Instruments:	3 – Passive equity tracker, Cash, Short futures (equity protection)
Net equity exposure range:	10 – 90%

## TOP 10 EQUITY HOLDINGS

Securities	% of Portfolio
Apple Inc	4.05
Microsoft Corp	3.84
Amazon.com Inc	2.47
Facebook Inc A	1.25
Alphabet Inc Class C	1.39
Alphabet Inc A	1.44
Tesla Inc	1.49
NVIDIA Corp	1.04
JPMorgan Chase & Co	0.80
iShares Core MSCI World ETF USD	1.71

## PERFORMANCE (ANNUALISED) AS AT 31 JAN 2022

	Fund %	Benchmark (%)
1 year	8.47	5.90
3 year	N/a	N/a
5 year	N/a	N/a
Since inception	7.11	6.60

An annualised rate of return is the average rate of return per year, measured over a period either longer or shorter than one year, such as a month, or two years, annualised for comparison with a one-year return.

## PERFORMANCE (CUMULATIVE) AS AT 31 JAN 2022

	Fund %	Benchmark (%)
1 year	8.50	5.95
3 year	N/a	N/a
5 year	N/a	N/a
Since inception	8.40	7.80

Cumulative return is the aggregate return of the portfolio for a specified period.

## RISK STATISTICS: AS AT 31 JAN 2022

Standard Deviation (Ann)	13.14%
Sharpe Ratio (Ann)	0.39%

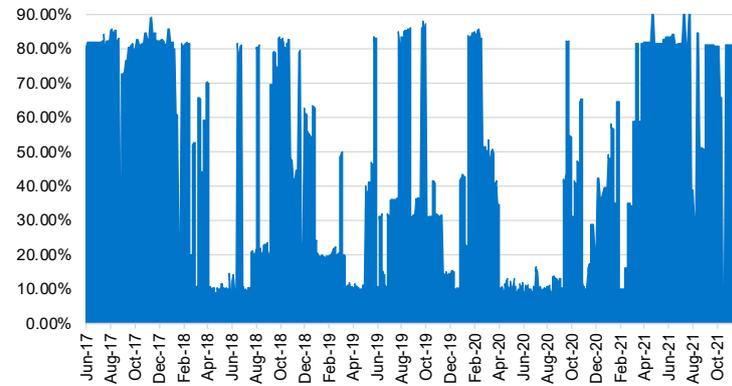
## ACTUAL HIGHEST AND LOWEST ANNUAL RETURNS\*

Highest Annual %	N/a
Lowest Annual %	N/a

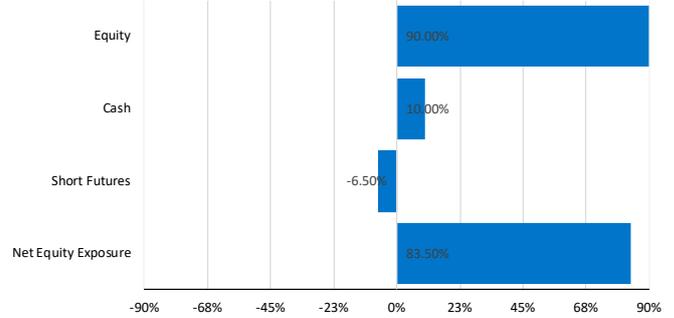
\*Since launch performance will only be provided once the fund reaches 12-month performance history.

\*The highest and lowest 12-month returns are based on a 12-month rolling period over 10 years or since inception where the performance history does not exist for 10 years.

**NET EQUITY EXPOSURE SINCE AI INCLUSION IN THE MASTER UCITS FUND**



**ASSET ALLOCATION**



**SERVICE PROVIDERS**

<b>Management Company</b>	Sanlam Collective Investments (RF) (PTY) Limited
<b>Trustee</b>	Standard Bank of South Africa Limited
<b>Investment Manager</b>	Sanlam Investment Management (Pty) Limited

The management of investments are outsourced to Sanlam Investment Management (Pty) Ltd, FSP 579, an authorised Financial Services Provider under the Financial Advisory and Intermediary Services Act, 2002.

**CONTACT DETAILS**

<b>Management Company</b>	Sanlam Collective Investments (RF) (PTY) Limited
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<b>Address</b>	2 Strand Road Bellville South Africa 7530
<b>Trustee</b>	Standard Bank of South Africa Limited
<b>Telephone</b>	+27 (21) 441 4100
<b>Email</b>	Compliance-SANLAM@standardbank.co.za

**RISK AND REWARD PROFILE**



**Why is this Fund in category 5?**

The Fund is rated 5 due to the nature of its investments which include the risks listed below. These factors may impact the value of the Fund's investments or expose the Fund to losses.

The Fund's successful execution of its hedging strategy cannot be assured, and it may not be possible to hedge against generally anticipated market fluctuations.

The price of shares and the income from them may fall as well as rise and investors may not get back the amount they have invested.

While seeking to replicate the performance of world equity markets by not solely tracking the Index, the Master Fund may incur a tracking error relative to the Index. Investing in international companies means that currency exchange rate fluctuations will have an impact on the Master Fund. Investing in a CIS or ETF may lead to payment by the Master Fund of additional fees and expenses in relation to those CIS or ETF.

The Fund uses FDI's in an attempt to reduce risk (hedging). It may be that the use of FDI's causes loss to the Fund. The prices of FDI's are volatile. Securities in the Fund may be sold below their valuation due to insufficient liquidity in the market. The eventual price of a security may be influenced by a broad variety of events or risks, many of which may be difficult to predict or assess.

**What do these numbers mean?**

They rate how a fund might behave and how much risk there is to your capital. Generally, the chance to make large gains means a risk of suffering large losses. A Category 1 fund is not a risk-free investment - the risk of losing your money is small, but the chance of making gains is also limited. With a Category 7 fund, the risk of losing your money is high but there is also a chance of making higher gains. The seven-category scale is complex (for example, 2 is not twice as risky as 1).

**More about this rating:**

This rating system is based on the average fluctuations of the prices of funds over the past 5 years - that is, by how much the value of their assets taken together has moved up and down. Historical data, such as is used in calculating the synthetic risk indicator, may not be a reliable indication of the future risk profile of the Fund.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the prospectus.

**GLOSSARY**

<b>Ai investment engine</b>	An investment engine built to predict and pro-actively adapt to changing markets.
<b>Sharpe Ratio</b>	Indicates whether a portfolio's returns are due to smart investment decisions or a result of excess risk, the greater the number, the better its risk-adjusted performance has been.
<b>Annualised total returns</b>	Annualised return is the weighted average compound growth rate over the period measured.
<b>Capital growth</b>	Capital growth is the profit made on an investment, measured by the increase in its market value over the invested amount or cost price. It is also called capital appreciation.
<b>Collective investment scheme (CIS)</b>	Collective investment schemes (also called unit trusts) are portfolios of assets such as equities, bonds, cash and listed property, in which investors can buy units. They allow private investors to pool their money together into a single fund, thus spreading their risk across a range of investments, getting the benefit of professional fund management, and reducing their costs.
<b>Equities</b>	An equity or share represents an institution/individual's ownership in a listed company and is the vehicle through which they can "share" in the profits made by that company. As the company grows, and the expectation of improved profits increases, the market price of the share will increase, and this translates into a capital gain for the shareholder. Similarly, negative sentiment about the company will result in the share price falling. Shares/equities are usually considered to have the potential for the highest return of all the investment classes, but with a higher level of risk i.e. share investments have the most volatile returns over the short term. An investment in this type of asset should be viewed with a 7 to 10-year horizon.
<b>Passive investment vehicle (e.g. index tracker)</b>	A style of investing where a fund's portfolio mirrors or replicates a particular market index by investing in all of the underlying funds within that index. Passive investing is the opposite of active investing in which a fund's manager attempts to beat the market with various investing strategies. Also known as "passive investing" or "index investing."
<b>Total Expense Ratio (TER)</b>	This is the total costs associated with managing and operating an investment (excluding administration, financial planning and servicing fees). These costs consist primarily of management fees and additional expenses such as trading fees, legal fees, auditor fees and other operational expenses. The total cost of the fund is divided by the fund's total assets under management to arrive at a percentage amount, which represents the TER.
<b>Transaction Cost (TC)</b>	TC's are a necessary cost in administering the product and impacts the product's returns. It should not be considered in isolation as returns may be impacted by many other factors over time incl. market returns, type of financial product, investment decisions of the investment manager and the TER. <sup>1</sup>
<b>Annualised return</b>	This is the weighted average compound growth rate over the period measured.
<b>Cumulative return</b>	This is the aggregate return of the portfolio for a specific period.

<sup>1</sup> Please note that the transaction costs for this fund are paid out of the Manager annual fee.

**REGULATORY STATEMENT**

All reasonable steps have been taken to ensure the information on this MDD is accurate. The information to follow does not constitute financial advice as contemplated in terms of the Financial Advisory and Intermediary Services Act. Use or rely on this information at your own risk. Independent professional financial advice should always be sought before making an investment decision. Independent Financial advice should be sought, as not all investments are suitable for all investors. A schedule of fees and charges and maximum commissions is available from the Manager, Sanlam Collective Investments (RF) Pty Ltd, a registered and approved Manager in Collective Investment Schemes in Securities. Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained from the Manager, free of charge.

The Sanlam Group is a full member of the Association for Savings and Investment SA. Collective Investment Schemes (CIS) are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future performance. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The fund may from time to time invest in foreign countries and therefore it may have risks regarding liquidity, the repatriation of funds, political and macroeconomic situations, foreign exchange, tax, settlement, and the availability of information. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. Collective investments are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses such as audit fees, brokerage and service fees. Actual investment performance of the portfolio and the investor will differ depending on the initial fees applicable, the actual investment date, and the date of reinvestment of income as well as dividend withholding tax. Forward pricing is used.

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.

The fund price is calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income and expense accruals. Trail commission and incentives may be paid and are for the account of the manager.

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