

Overview

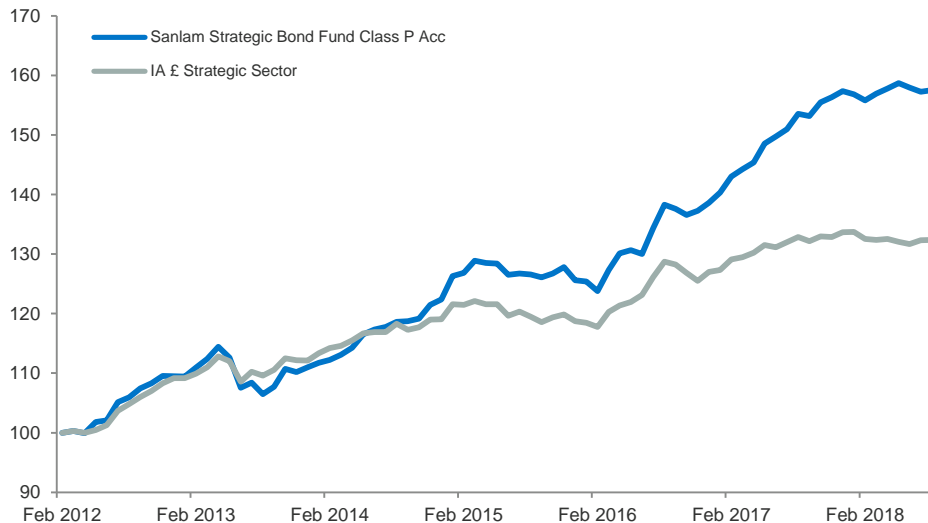
The investment objective of the Fund is to provide a total return for investors, with a monthly income and the potential for capital growth.

Total return focus: attractive monthly income and capital growth potential. Fund not designed to track a reference benchmark or peer group.

Value driven credit approach: Investing in undervalued bond issues primarily in the investment grade/crossover area.

Active macro tactical overlay: Seeks to actively enhance total returns by allocating to government bonds and currencies.

Performance



Class P returns are used to illustrate the fund's longest track record. Class P is only available to Internal Sanlam Investments. Class I is available to external investors with a 0.53% p.a. management fee, which would result in lower performance than shown. Please see table below for the effect of these charges on performance. Please see the table overleaf for all available share classes and total fees, or contact us for details.

Source: Sanlam FOUR, SAMI, Bloomberg

Performance (%)

	Inception	1mth	YTD	1yr	3yrs	5yrs	Since Inception
I Accumulation GBP	08/05/14	-0.6	-0.6	2.0	7.2	n/a	7.1
IA £ Strategic Bond		-0.2	-1.2	-0.1	3.7	n/a	3.0
A Accumulation GBP	06/07/12	-0.6	-0.9	1.6	6.8	7.1	6.3
IA £ Strategic Bond		-0.2	-1.2	-0.1	3.7	3.6	4.3
P Accumulation GBP*	02/03/12	-0.6	-0.5	2.2	7.5	7.8	7.0
IA £ Strategic Bond		-0.2	-1.2	-0.1	3.7	3.6	4.3

*Class P is only available to Internal Sanlam Investments. Performance for periods longer than 12 months is annualized

Discrete Years Performance (%)

12 Months to	Sep-18	Sep-17	Sep-16	Sep-15	Sep-14
I Accumulation GBP	2.0	11.1	8.9	5.9	-
A Accumulation GBP	1.6	10.6	8.4	5.5	9.5
P Accumulation GBP	2.2	11.3	9.1	6.2	10.3
IA £ Strategic Bond	-0.1	3.0	8.2	1.1	6.1

Past performance is not a guide to future performance

The Fund has holdings which are denominated in currencies other than sterling and may be affected by movements in exchange rates. Consequently the value of an investment may rise or fall in line with the exchange rates. Most of the fund is invested in bonds. The government or company issuer of a bond might not be able to repay either the interest or the original loan amount and therefore default on the debt. This would affect the credit rating of the bond and, in turn, the value of the fund. Investment in bonds and other debt instruments (including related derivatives) is subject to interest rate risk. If long-term interest rates rise, the value of your shares is likely to fall. The fund can invest in derivatives. Derivatives are used to protect against fluctuations in currencies, credit risk and interest rates or for investment purposes. There is a risk that losses could be made on derivative positions or that the counterparties could fail to complete on transactions.

The value of this portfolio is subject to fluctuation and past performance is not necessarily a guide to future performance. The performance is calculated for the portfolio and the actual individual investor performance will differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. All terms exclude costs. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. Do remember that the value of participatory interests or the investment and the income generated from them may go down as well as up and is not guaranteed, therefore, you may not get back the amount originally invested and potentially risk total loss of capital. Therefore, the Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The Manager has the right to close any Portfolios to new investors to manage them more efficiently in accordance with their mandates. Collective Investment Schemes are traded at ruling prices and can engage in borrowing and scrip lending. Collective Investment Schemes (CIS) are generally medium to long term investments. A schedule of fees and charges and maximum commissions is available on request free of charge from the Manager, the Investment Manager or at www.sanlam.ie.

Key Facts

Fund AuM	£306.0m
Number of Holdings	121
Yield To Maturity	4.5%
Distribution Yield	4.8%

Fund Manager	Craig Veysey
Benchmark	None
Fund Launch Date	02 March 2012
Domicile	Ireland
Base Currency	Sterling
Fund Type	OEIC, UCITS IV
IA Sector	£ Strategic Bond
Income Payment Date	5th of the month
Dealing Deadline	11:59 (GMT)
Settlement Time	T+4
Valuation Point	Midday (GMT)
Distribution	Monthly

Monthly Dividend Distributions

Month	P Inc	I Inc
Sep-18	0.41	0.39
Aug-18	0.41	0.40
Jul-18	0.47	0.45
Jun-18	0.44	0.43
May-18	0.43	0.42
Apr-18	0.46	0.45

Investment Week
Fund Manager of the Year 2018
 £ Strategic Bond
 Sanlam Strategic Bond
 Craig Veysey

FE Alpha Manager Awards 2018
 Best Strategic Bond Alpha Manager



Lipper Awards 2018
 GBP Bond in the 3 and 5 year category

The Morningstar Rating is an assessment of a fund's past performance - based on both return and risk - which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision.

Monthly Commentary

The Fund returned -0.6% in September and 2.2% over one year against the IA £ Strategic Sector that returned -0.2% in September and -0.1% over one year.

US treasury yields moved higher into a fully anticipated rate hike in late September. A slightly improved narrative for emerging markets and a higher oil price ensured little appetite for safe havens, despite ongoing concerns for the new populist Italian government's new budget talks. As US yields again rose to recent highs in mid-September, we tactically increased again core government bond duration in order to provide further safety in the portfolio should volatility pick up. -0.15% was subtracted by the Fund's active government bond positioning in the month. Otherwise interest rate sensitive credit positions also weakened in September, with the Fund's exposure in Tesco property bonds and preference shares in particular affected by higher core bond yields. Some US bond positions outperformed though, particularly Pemex and a Cheniere Energy convertible. Overall, the Fund's strategic credit positioning returned -0.4%. Currency positioning had a negligible impact. Global economic growth seems less balanced, despite ongoing US economic strength. Trade tension concerns remain, though agreements can clearly still be made with other US trade partners, as with new NAFTA. Major central banks seem set to continue removing policy accommodation, led by the US despite conflicting signs of lower inflationary pressure in some regions. Treasury yields are currently at multi year highs in the US, and already price in some further near-term rate hike. We anticipate yields may be pressured still higher in the face of reasonable supply and as other central banks prepare to exit their stimulus. We have therefore reduced duration relatively significantly in the Fund in early October. There will no doubt be good opportunities to buy safe haven bonds, should a higher risk-free rate impact upon riskier asset classes, so we'll continue to actively managed the Fund's duration exposure appropriately. A short Italian bond position was initiated, due to a disappointing fiscal deficit and to hedge Italian related credit exposure within the portfolio. In credit, we have also reduced the most interest sensitive sterling financial credits we owned, including a newly issued Prudential bond that had traded to a premium. Amongst special situations, we anticipate the Fund's Tesco bonds to potentially benefit from possible further tender offers and a future credit rating upgrade. A long-held Standard Life bond was tendered for at an attractive premium in September. The US dollar can remain stronger near term, with interest rate differentials particularly supportive, so we have tactically initiated overweight positions versus both the Euro and Sterling.

Fund Information & Charges

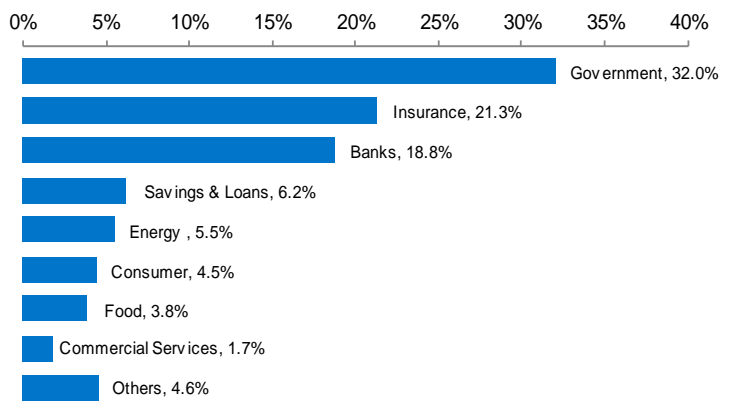
	Inception Date	ISIN	Bloomberg	SEDOL	Initial Charge	AMC	OCF	Price	Minimum investment	Type of Share
I GBP Accumulation	08/05/2014	IE00B7VMRB30	PRMIGIA	B7VMRB3	None	0.48%	0.64%	1.3526	£500,000	Income
I GBP Income	08/05/2014	IE00B7VMRN51	PRMIGII	B7VMRN5	None	0.48%	0.64%	1.0613	\$500,000	Accumulation
I EUR Accumulation	22/11/2017	IE00BZ139618	PRMIEA	BZ13961	None	0.48%	0.64%	0.9916	\$500,000	Income
I EUR Income	04/08/2017	IE00BZ139725	PRMIEI	BZ13972	None	0.48%	0.64%	0.9671	£500,000	Accumulation
I USD Accumulation	Awaiting Investment	IE00BZ139493	PRMIUA		None	0.48%	0.00%	n/a	£500,000	Income
I USD Income	02/08/2017	IE00BZ139501	PRMIUI	BZ13950	None	0.48%	0.64%	0.9996	£500,000	Accumulation
P GBP Accumulation *	01/03/2012	IE00B7MKQ201	PRMIGPA	B7MKQ20	None	0.25%	0.41%	1.5661	£10,000,000	Accumulation
P GBP Income *	01/03/2012	IE00B77CFS06	PRMIGPI	B77CFS0	None	0.25%		1.0933	£10,000,000	Income
P USD Accumulation *	28/05/2013	IE00B7VMS436	PRMIUPA	B7VMS43	None	0.25%	0.41%	1.4029	\$10,000,000	Accumulation

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Top Ten Holdings

Security Name	Coupon	Maturity	Sector	Fund (%)
UK Gilt	4.25%	07/12/2046	Government	7.1%
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US Treasury	2.25%	15/08/2027	Government	5.7%
Lloyds	13.00%	22/01/2029	Banks	3.2%
German Government	1.25%	15/08/2048	Government	2.9%
German Government	0.50%	15/02/2028	Government	2.8%
Santander UK	10.375%	Perpetual	Banks	2.7%
Nationwide Building Society	10.25%	Perpetual	Savings&Loans	2.5%
UK Gilt	3.50%	22/07/2068	Government	2.5%
Lloyds	11.75%	Perpetual	Savings&Loans	2.5%

Sector Breakdown



Sources for data: Sanlam FOUR, Bloomberg

Contact Details

Tel: +44 20 3116 4000
Email: enquiries@sanlamfour.com

Address: 1 Ely Place, London, EC1N 6RY
Website: www.sanlamFOUR.com