

FUND FACT SHEET

31 Aug 2023



Sanlam Namibia Enhanced Cash Fund

Investments

Fund Objective

This portfolio seeks to maximise income, preserve the portfolio's capital and provide immediate liquidity. The fund is permitted to invest into Namibian credit. Instruments classified as cash, cash equivalents and money market instruments to make up >90% of the portfolio. The composition of the underlying investments is actively managed and will change over time to reflect the manager's assessment of interest rate trends. These portfolios are not allowed to hold any equity, real estate securities or perpetual/nonredeemable preference shares.

Fund Strategy

The weighted average modified interest rate duration of the underlying assets shall never exceed 182 days. Maximum legal maturity of any instrument is 13 months from day of investment and the weighted average legal maturity of the underlying assets does not exceed 182 days.

Why choose this fund?

- *This fund is ideal for use as a long-term money market fund.
- *It is ideal for investors that want more risk in the money market.
- *It is ideal for risk-averse investors, or investors who are waiting for market volatility or global uncertainty to subside.
- *The fund should produce returns in excess of money market funds.
- *The fund pays out income on a monthly basis.

Fund Information

Classification	Namibian Money Funds
Risk profile	Cautious
Benchmark	IJG Money Market Index
Portfolio launch date	1 April 2001
Minimum investment	Lump Sum N\$ 1 000 Monthly N\$ 500
Portfolio size	N\$26.3 million
Last two distributions	31 Aug 2023: 6.78 cents per unit 31 Jul 2023: 6.43 cents per unit
Income decl. dates	Last day of each month
Income price dates	Within 5 working days of the following month
Valuation time of fund	15:00
Transaction cut off time	13:00

Fees

	Retail Class (%)
Annual Wholesale Fee	0.50
Annual Service Fee	0.60

This fund is also available via certain LISPS (Linked Investment Service Providers), which levy their own fees.

Top 10 Holdings

Securities	% of Portfolio
Sanlam Namibia Money Market Fund C1	54.96
Namibian Government TB 9.079997% 23022024	4.86
Bank Windhoek F/R 22042024	4.65
Namibian GovernmentTB 8.481294% 28032024	4.62
Namibian Government TB 8.6699% 03112023	4.10
Namibian Government TB 8.524971% 15032024	3.80
Namibian Government TB 9.40% 22032024	3.62
Namibian Government TB 8.524995% 01032024	3.47
Namibian Government TB 9.399994% 28062024	3.37
Namibian Government TB 8.7654% 27102023	2.59

Top 10 Holdings as at 30 Jun 2023

Performance (Annualised)

Retail Class	Fund (%)	Benchmark (%)
1 year	7.41	7.48
3 year	4.84	5.26
5 year	5.36	6.00
10 year	5.85	6.48

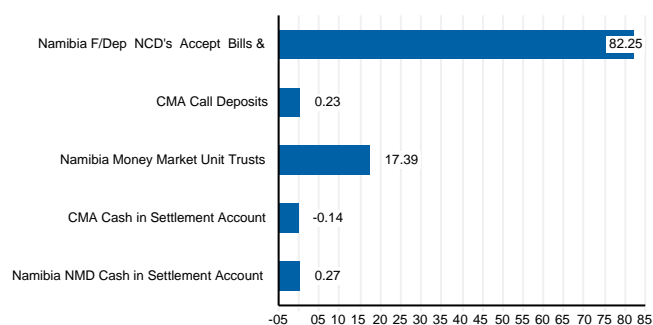
Annualized return is the weighted average compound growth rate over the period measured.

Performance (Cumulative)

Retail Class	Fund (%)	Benchmark (%)
1 year	7.41	7.48
3 year	15.22	16.63
5 year	29.81	33.82
10 year	76.63	87.42

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

Asset Allocation



This monthly Fund Fact Sheet should be viewed in conjunction with the Portfolio Manager Commentary Sheet.

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 Sanlam

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Portfolio Manager(s) Quarterly Comment - 30 Jun 2023

The committed battle against inflation persisted over the last quarter. Central banks like the European Central Bank and the Bank of England continued hiking interest rates at the expense of economic growth. Another important feature over the quarter was the “Lady Russia” saga wherein which South Africa was accused of trading arms with sanctioned Russia. On the economic front, the United States of America’s (US) economic performance beat analyst expectations while their inflation printed softer. Consequently, the Federal Reserve Bank (Fed) paused its interest rate hikes at 5.125%. On an additional positive note, Eskom’s electricity output has improved drastically over the course of the first half of 2023. Annual Namibian cash returns increased from 7.34% to 7.93%, compared to the previous quarter. The South African Reserve Bank (SARB) increased the repo rate by 50bps to 8.25% in May with Bank of Namibia (BON) following with a 50bps hike to 7.75% in June. The Namibian TB curve shifted upward as the longer dated instruments increased more than the shorter dated instruments. Due to the interest rate differential, we continue to see the South African TB yield curve trading marginally higher than the Namibian curve. In addition, the South African money market yield curve remains somewhat steep. South African inflation printed lower than market forecasts, Headline CPI inflation eased by 0.5pp to 6.3% annually in May, its lowest level in 13 months. Furthermore, Namibia’s annual inflation dropped to 5.3% from 6.3% in May. Namibian NCD rates remained flat. The largest increase was driven by the 3-month instrument increasing, while the rest of the instruments were flat. TBs remain more attractive than NCDs. Our investable universe is quality Namibian only corporate credit, floating rate notes and fixed rate notes. Our strategy involves including corporate credit to enhance returns. Due to the steep money market curve, fixed rate bank notes are more attractive than floating rate notes. Our duration has increased gradually. Furthermore, South African fixed interest instruments look more attractive due to the repo rate differential. However, we are confident that the Bank of Namibia will close the gap to maintain foreign reserves.

Portfolio Manager(s)

Basson van Rooyen

CFA, CA (SA), CA (NAM)

Manager Information: Sanlam Namibia Trust Managers Limited. Physical address: 154 Independence Avenue, Windhoek 9000, Postal address: PO Box 317, Windhoek, Namibia

Unit Trusts are usually medium- to long term investments. The value of units can fluctuate and past performance is not necessarily a guideline for the future. Unit Trusts are traded at current closing prices. Forward pricing used. A Statement of Fees and levies is available on request from the management company. Commission and incentives may be payable and if this is the case, it is included in the total cost.

Maximum commissions is available from the manager/scheme. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. The following charges are levied against the portfolio: Brokerage, auditor’s fees, bank charges, trustee fees and RSC levies. Member of the ACI.



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