ANCHOR CAPITAL

ANCHOR BCI GLOBAL CAPITAL PLUS FEEDER FUND A CLASS | November 2017
MINIMUM DISCLOSURE DOCUMENT

Issue Date: 08 December 2017

INVESTMENT OBJECTIVE

Achieve maximum long-term returns with diversification of risk.

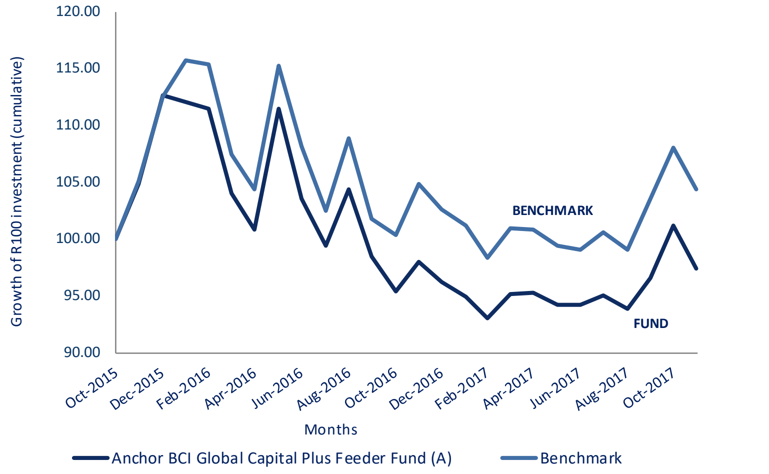
INVESTMENT PHILOSOPHY

The fund aims to achieve maximum long-term return with diversification of risk. The Fund will invest solely in the participatory interests of the Anchor Global Capital Plus fund.

The Anchor Global Capital Plus fund is a multi-asset class portfolio which invests in bonds, stocks, listed real estate and commodities (occasionally using ETFs and other collective investment funds with similar objectives). The portfolio is constructed from the top down, focussing on macro-economic trends to identify asset classes and regions that are most likely to benefit from prevailing economic conditions.

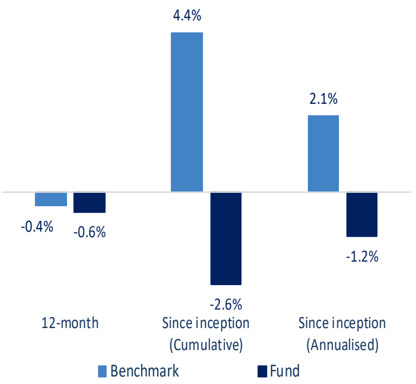
The fund will invest most of its assets in bonds and aims to generate moderate to low capital growth with a focus on capital preservation. The fund will invest primarily in large developed markets, specifically avoiding assets that are most likely to be correlated with South African domestic investments. The fund will make extensive use of diversification as well as quantitative and qualitative risk management to achieve capital preservation and is able to use financial derivative instruments for hedging or investment purposes (but not to gain leverage). The fund can invest in other collective investment schemes and exchange-traded funds.

CUMULATIVE PERFORMANCE VS. BENCHMARK SINCE INCEPTION



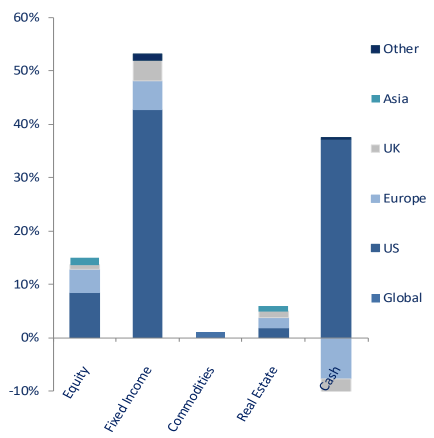
Investment performance is for illustrative purposes only and calculated by taking actual initial fees and ongoing fees into account for amount shown with income reinvested on reinvestment date.

PERFORMANCE AT 30 NOV 2017



Annualised return is the weighted average compound growth rate over the period measured

ASSET ALLOCATION AT 30 NOV 2017



TOP THEMES AT 30 NOV 2017

EQUITY	US	8.6%
	EU	4.6%
	Asia	1.4%
FIXED INCOME	US	43.8%
	EU	5.6%
	UK	3.9%
OTHER	Euro	-8.0%
	US REITs	1.9%
	GBP	-5.2%

FUND MANAGER COMMENTARY AT 30 NOV 2017

The fund was down 3.8% in November, with the feeder fund flat in US dollar terms while the rand was over 3% stronger MoM against the US dollar, after a relatively positive outcome from the ratings agency, with Moody's maintaining SA's investment grade rating on its local currency debt despite S&P deciding to downgrade.

During the month, we took the opportunity to rotate some of our corporate bond exposure, switching out of the more generic index exposure into more company specific corporate bonds as the early month sell-off in credit spreads created some opportunities to reposition the fund towards some higher-grade credit exposure. A late month rally in bond yields also provided an opportunity to marginally reduce the fund's interest rate exposure. The fund's property exposure was a positive contributor, most of the property holdings were up, with the star performer being UK property company, British Land, which produced encouraging results, particularly around pre-leasing of some of its new office developments. This despite a bearish narrative from corporates about the need to relocate office space to the continent as a result of Brexit. Fixed-income returns were a drag on performance as both yields and credit spreads ended the month marginally higher. The fund's equity allocation was roughly flat for the month, though with some big moves in underlying stocks. Private equity companies were laggards on prospects of potential tax reforms which are likely to negatively affect them. Newell Brands and General Electric (GE) also saw their stock prices pummelled on disappointing earnings, while some of the fund's US consumer exposure performed extremely well off low valuations.

RISK PROFILE: MODERATE

Low	Mod-Low	Mod	Mod-High	High

- This portfolio has a balanced exposure to various asset classes. It has more equity exposure than a low risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a low risk portfolio, but less than a high-risk portfolio.
- Where the asset allocation contained in this MDD reflect offshore exposure, the portfolio is exposed to currency risks
- The portfolio is exposed to equity as well as default and interest rate risks.
- The portfolio is suitable for medium term investment horizons
- The probability of losses is higher than that of a low risk portfolio, but less than a high-risk portfolio and moderate long term investment returns are expected.

HIGH / LOW MONTHS BY YEAR

Dates	2016	2017
High	10.7%	4.8%
Low	-7.1%	-3.8%

FUND NAME
Anchor BCI Global Capital Plus Feeder Fund

ISIN NUMBER
ZAE000209086

INCEPTION DATE
2 November 2015

BENCHMARK
Composite benchmark of 50% USD 3-month LIBOR and 50% 3-month EURIBOR plus 2.5% p.a. calculated over a rolling 1-year period (converted to rand)

MINIMUM INVESTMENTS
R25,000 lump sum
R1000 monthly debit order

FUND CLASSIFICATION
Global Multi-Asset Flexible

DISTRIBUTIONS
Semi-Annual Declaration Date: 28 Feb/31 Aug
2016 Distribution (cpu): Feb: 0; Aug: 0
2017 Distribution (cpu): Feb 0; Aug 0

PORTFOLIO VALUE
R16.59 million

UNIT PRICE
R 97.43

BOUTIQUE COLLECTIVE INVESTMENTS

FEES & FAIS DISCLOSURE

Initial fees (BCI) (incl VAT)	0.00%
Advisory Fee (Max) (incl VAT)	3.42%
Ongoing Advisory Fee (Max) (incl VAT)	1.14%
Annual Management Fee (incl VAT)	
Class A	0.29%
Performance fee	None
TER and Transaction Cost (incl VAT)	
Basic	2.39% *
Portfolio Transaction Cost	0.00%
Total Investment Charge	2.39%

*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.

A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's. Transaction Costs are a necessary cost in administering the Fund and impacts Fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, the investment decisions of the investment manager and the TER. The TER and Transaction Costs cannot be determined accurately because of the short life span of the Fund. Calculations are based on actual data where possible and best estimates where actual data is not available. The TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 31 August 2017, whilst the underlying portfolio's ratio and cost calculations are based upon their most recent published figures, being 30 September 2017.

FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/ managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instance portfolios invest in other portfolios which forms part of the BCI Schemes. These investments will be detailed in this document, as applicable.

Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at www.bcis.co.za.

SUBSCRIPTIONS

Valuation time	15h00
Transaction cut-off time	14h00
Payment reference	Initials and Surname

Please send proof of deposit to fax (011) 263 6152 or e-mail instructions@bci-transact.co.za

MARKET COMMENTARY

Global stocks ended November higher, thanks in large part to US stock markets, as investors appear hopeful that lower US corporate tax rates in the foreseeable future will boost earnings for US companies. The S&P 500 Index recorded its thirteenth consecutive positive month for the first time since its inception in 1927. It's also only the fifth time ever that the S&P 500 Index has had 11 positive calendar months in the same calendar year. With a month to go, the potential is there for this to be the first-ever calendar year with every month showing a positive return. Other global stock markets were generally weak, Europe had its weakest month of the year, but the soft dollar and the strong US stock market were enough to keep the MSCI World Index positive for the month – also its thirteenth monthly advance in a row. The MSCI World's previous record sequence of positive monthly performances, since its inception in the 1970s, was 12 consecutive months ending in February 1986. The MSCI Emerging Market Index was dragged into marginally positive territory, thanks largely to a rampant month from Chinese IT companies. The rest of the BRICs countries' equity markets all ended the month down. Japan was the only other major global stock market to experience a positive MoM performance in November, as Prime Minister Shinzō Abe's structural reforms seem to be driving the economy and corporate earnings in the right direction.

The S&P 500 IT sector has been responsible for roughly half of the index returns YTD through the end of October, but barely contributed to November returns. Excluding materials companies (where weak industrial metal prices weighed on stock prices), the S&P 500 IT sector was the worst performer for November. The S&P 500 Index was largely driven by consumer stocks in November, as some retailers delivered strong double-digit returns, off depressed valuations. Retailers including L Brands, Foot Locker, Macy's and Michael Kors, who have mostly been on the wrong end of a switch to online shopping, showed initial signs that they're having some success fighting back against structural shifts in the retail industry.

Global bond yields were largely unchanged for November, but credit spreads had a volatile month. US junk bonds sold off as their credit spreads widened about 0.4% at the beginning of November before rallying to end the month largely unchanged. The credit sell-off was initially ignited by an offer from Broadcom to buy its semi-conductor rival Qualcomm - the combined entity would end up with a sizeable debt load. Oil also kept grinding higher – Brent Crude oil is up 40% since its June lows, when it ended a sequence of six consecutive monthly declines.

FUND MANAGER

Peter Little has a B Com degree and is a CFA charter holder. He has worked in the financial services industry for more than 20 years, on both the buy and sell side, in London for the first 8 years and New York for the next 8 years before moving to Anchor Capital in 2013. He has worked for a number of global investment banks, Including JP Morgan, RBS & Barclays Capital. Most recently Peter was at Credit Suisse Asset Management in New York where he was head of portfolio management for the systematic hedge funds.

INFORMATION AND DISCLOSURES

Investment Manager

Anchor Capital (Pty) Ltd is an authorised Financial Services Provider FSP 39834.

- Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website (www.bcis.co.za)
- Valuation takes place daily and prices can be viewed on our website (www.bcis.co.za) or in the daily newspaper.
- Actual annual percentage figures are available to existing investors on request.
- Upon request the Manager will provide the investor with quarterly portfolio investment holdings reports

Management Company Information
Boutique Collective Investments (RF) (Pty) Ltd
Catnia Building
Bella Rosa Village, Bella Rosa Street
Belville, 7530
Tel: 021 007 1500/1/2 | 021 914 1880, Fax: 086 502 5319
Email: clientservices@bcis.co.za
www.bcis.co.za

Custodian/Trustee Information
The Standard Bank South Africa Ltd
Tel: 021 441 4100

DISCLAIMER

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Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. A feeder fund is a portfolio that invests in a single portfolio of collective investment schemes, which levies its own charges and which could result in a higher fee structure for the feeder fund. Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of BCI/the Manager's products.

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