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 Stable Fund.
The Anchor Global Stable 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.

FUND NAME
Anchor BCI Global Stable Feeder Fund

ISIN NUMBER
ZAE000209086

INCEPTION DATE
2 November 2015

BENCHMARK
ASISA Global Multi Asset Low Equity

MINIMUM INVESTMENTS
Minimum monthly investment: None
Minimum lump sum: None*
Please refer to page two under Subscriptions

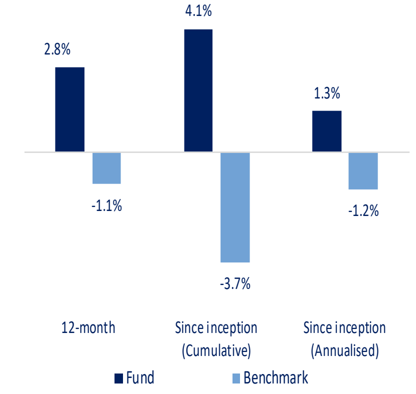
FUND CLASSIFICATION
Global Multi-Asset Low Equity

UNIT PRICE
R104.08

DISTRIBUTIONS
Semi-Annual Declaration Date: 28 Feb/31 Aug
2016 Distribution (cpu): Feb: 0; Aug: 0
2017 Distribution (cpu): Feb 0; Aug 0
2018 Distribution (cpu): Feb 0; Aug 0

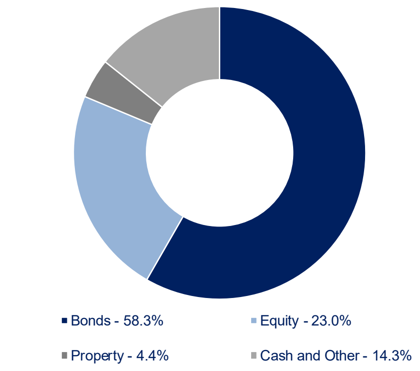
PORTFOLIO VALUE
R17.299mn

PERFORMANCE AT 31 OCT 2018

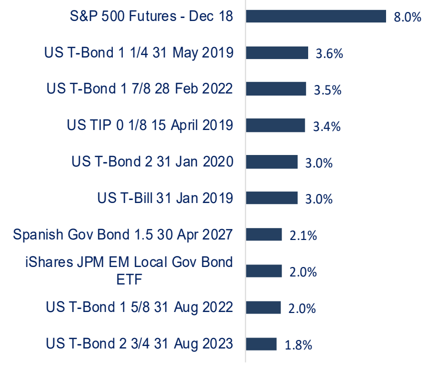


Annualised return is the weighted average compound growth rate over the period measured

ASSET ALLOCATION AT 31 OCT 2018



TOP HOLDINGS AT 31 OCT 2018



Equity and property investments are volatile by nature and subject to potential capital loss. For credit and income instruments, while unlikely, capital loss may also occur due to an event like the default of an issuer. The portfolio may be subject to currency fluctuations due to its international exposure.

MONTHLY PERFORMANCE

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2015											4.8%	7.5%	12.6%
2016	-0.5%	-0.5%	-6.7%	-3.1%	10.7%	-7.1%	-4.0%	5.1%	-5.7%	-3.2%	2.7%	-1.8%	-14.5%
2017	-1.4%	-1.9%	2.2%	0.2%	-1.2%	0.0%	0.8%	-1.1%	2.9%	4.8%	-3.8%	-8.6%	-7.5%
2018	-3.5%	-0.8%	-0.4%	4.9%	1.0%	9.1%	-3.6%	12.6%	-4.1%	2.1%			16.9%

RISK PROFILE: MODERATE - HIGH

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

Date	2015	2016	2017	2018
High	7.5%	10.7%	4.8%	12.6%
Low	4.8%	-7.1%	-8.6%	-4.1%

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

BOUTIQUE COLLECTIVE INVESTMENTS

FEES & FAIS DISCLOSURE

Initial fees (BCI) (incl VAT)	0.00%
Advisory Fee (Max) (incl VAT)	0.00%
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	Jun 18: 2.66%* (PY): 2.39%*
Portfolio Transaction Cost	Jun 18: 0.00% (PY): 0.00%
Total Investment Charge	Jun 18: 2.66% (PY): 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 June 2018.

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

*Fixed Administration Fee: R10 excluding VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

FUND MANGER COMMENTARY

The fund was up 2.1% in October, with the underlying feeder down 2.3% and the US dollar 4.5% stronger against the rand. There was very little activity during the month. We trimmed Blackstone going into results, with high expectations and lots of performance fees in the base. Late in the month we added to our S&P 500 futures position with the market having moved a long way in a short space of time.

With risk assets experiencing one of their worst months since the global financial crisis, there were few places to hide. US rates stayed largely stable and government bonds were able to preserve capital over the month, though credit spreads suffered, even in the relatively safer investment grade space. The fund's currency hedges paid off, with the US dollar stronger against most currencies. With interest rates higher and the mood clearly in risk off, property was a drag, though the majority of the fund's negative performance could be attributed to the equity allocation. The fund's equity allocation was down roughly in line with the MSCI World (-7%), with the bank and health care exposure holding up relatively well, but some big disappointments in shares like IBM and Blackstone (as well as the Japanese shares).

MARKET COMMENTARY

Markets globally had a rough October with the S&P 500 Index experiencing its worst month in over 7 years (since September 2011, when we were in the midst of a European debt crisis). The month started with an escalation of the tension between Italy and the European Union (EU) over Italy's proposed debt-fuelled budget, driving the spread between Italian and German bond yields to levels last seen during the European debt crisis in 2011/2012. China's A50 Index of large-cap onshore stocks had its worst start to the month since January 2016 as foreigners dumped $1.4bn of onshore shares via the Hong Kong exchange link. International events started to weigh on the US stock market, with the S&P 500 dropping over 5% in the two days leading up to the start of the third-quarter earnings announcements. During the month, over 60% of S&P 500 companies reported 3Q18 earnings, which grew by over 23% in aggregate (more than 6% ahead of expectations).

However, despite this, results did nothing to shake fears that this would be as good as it gets for US corporates. Large-cap US tech companies, which have been dragging markets higher for most of the year, pulled markets down this month as Amazon and Google, reporting earnings on the same day, delivered revenue growth that disappointed and kicked off the second leg down for equity markets late in the month. A two-day rally into month-end was just about enough to haul US markets back into positive territory for the year. However, after the damage done in October it was very difficult to find another market still up YTD. The one exception being the Brazilian stock market which, despite an 11% weakening of the Brazilian real YTD, remains marginally higher in US dollar terms for the year. Jair Bolsonaro won the Brazilian presidential elections during the month and markets cheered the prospect of the far-right candidate's proposed reforms.

The picture in the rest of emerging markets was less rosy and the MSCI Emerging Market Index more than doubled its YTD losses in October, leaving it down 16% for the year. Amongst the turmoil, the US dollar kept its haven-status with the Dollar Index another 2% higher during the month. Oil dipped in October with the focus shifting from supply concerns to demand worries. This despite the US releasing 3Q18 economic growth data which comfortably beat expectations (up 3.5% vs expectations of 3.3% growth). GDP was driven by 4% growth in personal consumption (vs expectations of 3.3%) and no sign of growing inflation pressure as the US Federal Reserve (Fed's) preferred gauge of inflation came out in-line with expectations at 2%.

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.

DISCLAIMER

BOUTIQUE COLLECTIVE INVESTMENTS