

#### INVESTMENT OBJECTIVE

The fund's objective is to achieve maximum long-term returns with a diversification of risk.

#### INVESTMENT PHILOSOPHY

The fund invests in equities, fixed-income securities, cash, real estate investment trusts (REITs) and eligible commodity indices. Primarily, the fund invests in countries with the most significant contribution to global GDP. The net equity exposure will typically be 20% to 30% (but never more than 40%) of net asset value (NAV). Listed real estate exposure will typically be 5% to 15% (but never more than 25%) of NAV. The remainder of the fund will typically be invested in fixed-income securities and cash. The fund may use financial derivative instruments (including futures and options) for investment or hedging purposes (but not to gain leverage). The fund has ability to invest in other collective investment schemes and exchange-traded funds (ETFs).

#### ISIN NUMBER

IE00BN897L94

#### INCEPTION DATE

2 March 2015

#### BENCHMARK

Developed market inflation\* + 1.5% p.a.

\*Developed market inflation is calculated as the arithmetic average of the core inflation of G7 countries: US, Japan, Germany, France, UK, Italy and Canada. Monthly inflation data is taken with a two month lag to compensate for the delay in publishing of the data.

#### MINIMUM INVESTMENTS

US\$1,000

#### DISTRIBUTIONS

This fund does not distribute

#### PORTFOLIO VALUE

\$17.1 million

#### DOMICILE & LISTING

Ireland (Irish Stock Exchange)

#### BASE CURRENCY

US dollar

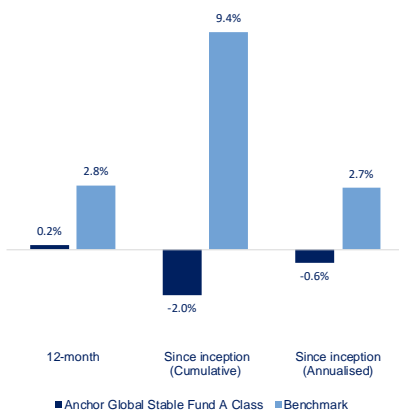
#### UNIT PRICE

0.9804

#### FUND CLASSIFICATION

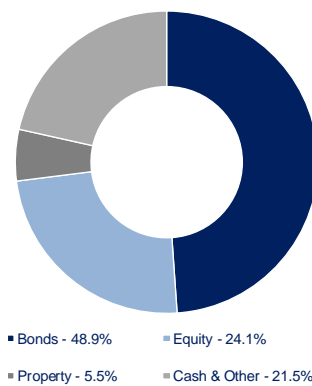
Global Multi-Asset Low Equity

#### PERFORMANCE AT 31 JUL 2018



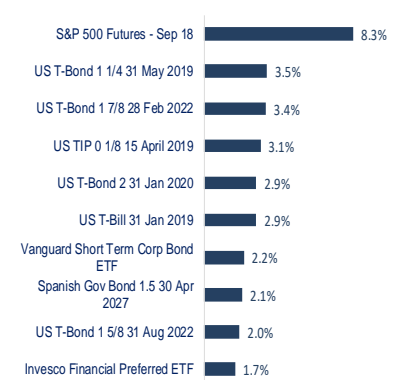
Annualised return is the weighted average compound growth rate over the period measured

#### ASSET ALLOCATION AT 31 JUL 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.

#### TOP HOLDINGS AT 31 JUL 2018



#### MONTHLY PERFORMANCE

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2015			0.4%	0.7%	0.4%	-1.2%	-0.1%	-3.3%	-2.3%	4.0%	0.2%	-0.9%	-2.2%
2016	-3.2%	-0.9%	1.5%	0.2%	0.1%	-0.3%	0.8%	-0.2%	0.2%	-0.8%	-0.9%	0.5%	-3.1%
2017	0.8%	0.9%	0.0%	0.7%	0.3%	0.0%	0.5%	-0.1%	-0.2%	-0.2%	0.0%	0.4%	3.2%
2018	0.5%	-0.7%	-0.2%	0.0%	-0.1%	0.0%	0.8%						0.3%

Performance is calculated for the portfolio and individual investment performance may differ as a result of the actual investment date. Actual annual figures available on request. Past performance is not indicative of future returns.

Source: Bloomberg. Date: 30 July 2018

#### RISK PROFILE: MODERATE

Low	Mod-Low	Mod	Mod-High	High
		Mod		

- This fund 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.
- The fund is exposed to equity as well as default and interest-rate risks.
- The fund 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.
- International investments or investments in foreign securities could be accompanied by additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information.

#### HIGH / LOW MONTHS BY YEAR

Date	2015	2016	2017	2018
High	4.0%	1.5%	0.9%	0.8%
Low	-3.3%	-3.2%	-0.2%	-0.7%

#### INFORMATION AND DISCLOSURES

##### Manager

Sanlam Asset Management (Ireland) Limited

##### Investment Manager

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

- Prices published daily - % available from ISE or at [www.sanlam.ie](http://www.sanlam.ie)
- 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
- Fund financial year-end: 31 Dec (semi-annual 30 June)

##### Depository/Custodian

Brown Brothers Harriman Trustee Service (Ireland) Ltd  
Tel: +353 1 241 7130

## FEES & FAIS DISCLOSURE

Maximum Initial Advisory Fee	3.00% p.a.
Management Fees (Sanlam Ireland)	0.20% p.a.
Annual Management Fee	
Class A	1.25% p.a.
TER and Transaction Cost	
Total Expense Ratio (TER)	1.94% p.a.
Transaction Cost (TC)	0.10% p.a.
Total Investment Charge (TER + TC)	2.04% p.a.

**Advice fee:** Any advice fee is negotiable between the client and their financial advisor. An annual advice fee negotiated is paid via a repurchase of units from the investor.

**Total Expense Ratio (TER):** 1.94% of the value of the Financial Product was incurred as expenses relating to the administration of the Financial Product. TER the total cost associated with managing and operating an investment administration, financial planning and servicing fees). These costs consist primarily of management fees and additional expenses such as administration 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. A higher TER 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 TERs.

**Transaction Costs (TC):** 0.10% of the value of the Financial Product was incurred as costs relating to the buying and selling of the assets underlying the Financial Product. TC's are a necessary cost in administering the Financial Product and impacts Financial Product 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 Financial Product, the investment decision of the investment manager and the TER. The TER does not include transaction costs. The TER and Transaction cost is calculated since inception (annualised) for the period ending 31 March 2018.

**Total Investment Charge (TER + TC):** 2.04% of the value of the financial product was incurred as costs relating to the investment of the financial product.

## SUBSCRIPTIONS & REDEMPTIONS

Dealing	Daily. Cut-off is 4PM Irish time on the business day preceding dealing day
Redemption Notice	1 business day preceding the dealing day
Redemption Pay-out	up to 4 business days after the dealing day
Valuation	Close of business in the applicable markets

## DISCLAIMER

The Fund is a sub-fund of the Sanlam Universal Funds plc, a company incorporated with limited liability as an open-ended umbrella investment company with variable capital and segregated liability between sub-funds under the laws of Ireland and authorised by the Central Bank. The Fund is managed by Sanlam Asset Management (Ireland) Limited, Beech House, Beech Hill Road, Dublin 4, Ireland, Tel + 353 1 205 3510, Fax + 353 1 205 3521 which is authorised by the Central Bank of Ireland, as a UCITS Management Company, and an Alternative Investment Fund Manager, and is licensed as a Financial Service Provider in terms of Section 8 of the South African FAIS Act of 2002.

The Sanlam Universal Funds Plc full prospectus, the Fund supplement, the MDD and the KIID is available free of charge from the Manager or at [www.sanlam.ie](http://www.sanlam.ie). This is neither an offer to sell, nor a solicitation to buy any securities in any fund managed by us. Any offering is made only pursuant to the relevant offering document, together with the current financial statements of the relevant fund, and the relevant subscription/application forms, all of which must be read in their entirety together with the Sanlam Universal Funds plc prospectus, the Fund supplement the MDD and the KIID. No offer to purchase securities will be made or accepted prior to receipt by the offeree of these documents, and the completion of all appropriate documentation. A schedule of fees and charges and maximum commissions is available on request from the Manager.

This is a Section 65 approved fund under the Collective Investment Schemes Control Act 45, 2002 (CISCA). Sanlam Collective Investments (RF) (Pty) Ltd is the South African Representative Office for this fund. 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.

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. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down.

The performance calculated for the portfolio, and the investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. NAV to NAV figures are used. Calculations are based on a lump sum investment

The Manager has the right to close any Portfolios to new investors to manage them more efficiently in accordance with their mandates. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending.

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. Performance figures quoted are from Bloomberg and are shown net of fees.

## FUND MANAGER COMMENTARY

The fund was up 0.8% in July. There was no trading activity during the month as the fund remains fairly neutrally allocated in equities and slightly underweight in fixed income as we wait for rates to settle a little higher before adding back duration.

Risk assets were the primary driver of returns for the month as markets recovered from their recent malaise. Equity exposure delivered about three quarters of the fund's returns with financials and healthcare stocks leading the way – they've been out of favour lately but solid results put them back into the spotlight. Sovereign bonds were largely flat, while credit did well as credit spreads tightened with a general return of risk appetite. Property was a small positive contributor, although most of the gains came from Digital Realty, which benefitted strongly from expanding capex in the IT sector.

## MARKET COMMENTARY

In July, markets returned their focus to corporate earnings, which were a welcome distraction from geopolitics. 60% of S&P 500 companies reported 2Q18 earnings during July and earnings for those companies were up about 25% YoY in aggregate – roughly 5% ahead of expectations. While most corporates are still seeing earnings boosted by lower tax rates and a US dollar which is slightly weaker than for the same period last year, tech companies were the ones that showed the best earnings growth relative to 1Q18. Strong earnings were enough to see the S&P 500 Index deliver its best return since January but, amongst the individual companies, strong earnings growth wasn't necessarily a guarantee of good share price performance. Facebook delivered quarterly earnings growth of 31% YoY (almost 5% better than expectations) but shocked the market by guiding to operating margins that would gradually shrink towards 30% from the current level (44%). The share duly had almost \$120bn wiped from its market value as the counter plummeted 18% - comfortably the biggest loss of market value by any company in a single day. Emerging markets had a decent July, with the MSCI Emerging Market Index breaking a sequence of five consecutive negative months. India and Brazil led the way, with Chinese markets still lacklustre, held back by the threat of trade wars with the US. Meanwhile, Turkish markets suffered as President Recep Tayyip Erdogan appointed his brother-in-law to run the Treasury. Politics also hampered UK markets as Brexit continued to cause divisions in Parliament. During July, Foreign Secretary Boris Johnson and Brexit Minister David Davis both resigned their posts and Prime Minister Theresa May narrowly avoided a defeat in Parliament as a result of a rebellion in her own party around her handling of the UK's Brexit strategy.

Global interest rates were mostly stable during the month, though an increase in US bond issuance into month-end caused US long-bond rates to drift slightly higher. Rates also experienced a bout of volatility leading into the Japanese central bank meeting over concerns that the Bank of Japan (BoJ) may consider reducing its bond buying programme. While the BoJ did announce the addition of some flexibility to its approach to stimulus, the bank calmed markets with a firm message about its intent to pursue loose monetary policy for the foreseeable future. Oil had its worst month in over two years as the Saudis announced plans to increase production next month and US President Donald Trump suggested that the US was considering releasing some of its strategic oil reserves. Industrial metals also had a tough month as markets weighed the potential impact of trade wars on Chinese demand.

## 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 and 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.