

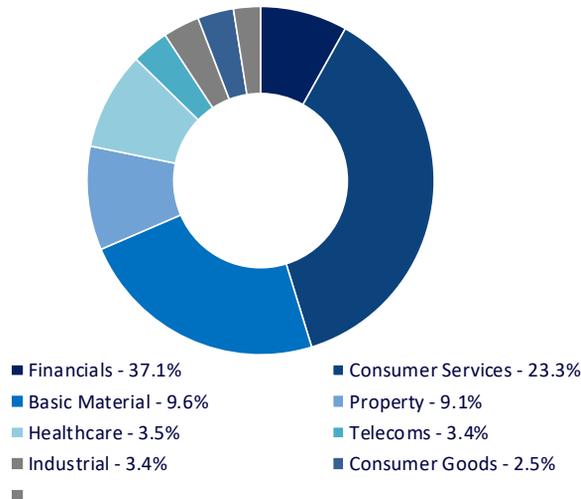
PROFILE AND OBJECTIVE

The portfolio seeks to offer investors long-term capital growth through active stock selection within the South African equity market. A minimum of 75% of the portfolio's assets will be invested in domestic equities at all times. The portfolio is differentiated by being prepared to invest in "off the radar screen" shares and taking high-conviction positions when a potential winner is identified.

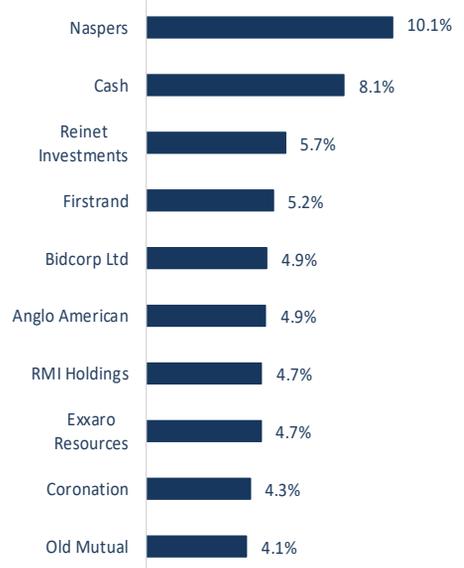
SUITABLE FOR

This portfolio is suitable for high net-worth private clients that seek above-average growth in capital invested. Investors accept that the portfolio may underperform the market in the short term in pursuit of superior long-term gains. The risk associated with this portfolio will be the same as the risk associated with SA equities. Volatility of capital can occur over the short term. The portfolio can invest in less liquid counters and is not limited to any sectors of the JSE.

ASSET & SECTOR ALLOCATION AT 31 OCT 2018



TOP HOLDINGS AT 31 OCT 2018



MARKET COMMENTARY AT 31 OCT 2018

As you will no doubt have seen in financial news over the last few weeks, October has been a particularly bruising month for global equities. Looking at a cross-section of the larger markets around the world, they are down an average of 8.5% in October. Emerging markets (EMs), including the JSE, were certainly not immune and the FTSE JSE All Share Index ended the month down by more than 6%. Index heavyweight, Naspers was responsible for a large proportion of the negative performance having dropped around 20% during the month. Despite the volatility, we made several changes to the portfolio in October: we sold Vukile Property Fund and halved the Anheuser-Busch position on concerns that the company would be forced to reduce its dividend at its third-quarter production update (which did transpire a few days later). We started a new investment in Bidvest and added to both the Foschini and Transaction Capital positions – all three these companies are performing well in tough economic conditions and we believe they will benefit immensely from any signs of an increase in local growth.

PORTFOLIO MANAGEMENT

Anchor Private Clients (APC) runs a robust investment process, in consultation with Anchor Asset Management. The product of this process is segregated mandates, of which the Equity mandate is one. The APC investment process takes inputs from Anchor Asset Management and overlays metrics appropriate for private client portfolio management.

FACTS AND FIGURES

INCEPTION DATE

July 2013

BENCHMARK

FTSE/JSE Capped SWIX J433T Index

MINIMUM INVESTMENT

R1 000 000

FEE

1.25% p.a. (excl. VAT)

This portfolio can be structured in a segregated portfolio or housed in a structured equity note. The latter negates dividend withholding tax and a capital guarantee can be provided. The fund may use gearing from time to time.

DISCLAIMER

Individual client returns may differ due to timing, tax implications, client preferences, portfolio manager discretion and whether we receive cash or shares to seed investments.