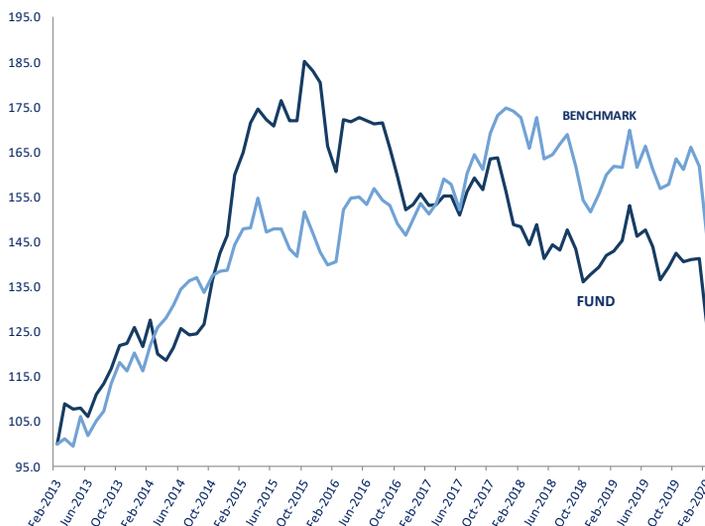


PROFILE AND OBJECTIVE

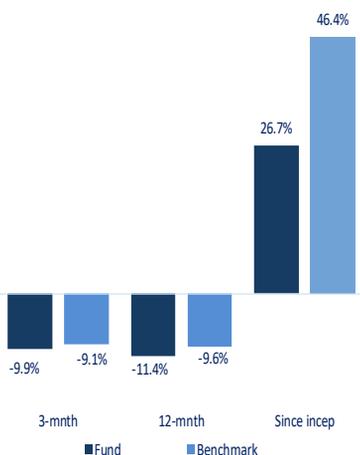
The Aspirant Local Equity Portfolio is a concentrated version of Anchor Capital's High Conviction Equity Portfolio. Due to the long-term view taken in constructing the portfolio, there will be periods where the portfolio may differ from the Anchor Capital portfolio. The portfolio is therefore an aggressive equity portfolio, tailored to the needs and risk profile of young professionals. The portfolio invests in JSE-listed shares and is ideal for young investors looking to take on a higher degree of risk, in search of potentially high returns.

The objective of the portfolio is to maximise total returns (predominantly via capital growth) for investors over the long term. The portfolio takes a long-term view and aims to outperform the JSE Capped SWIX over a rolling 2-year period. Short-term volatility is to be expected and the portfolio is therefore suitable for investors with a time horizon of at least 5 years. The portfolio is constructed from bottom-up, fundamental research with an investment philosophy that favours quality stocks with superior returns on capital, cash flows and pricing power.

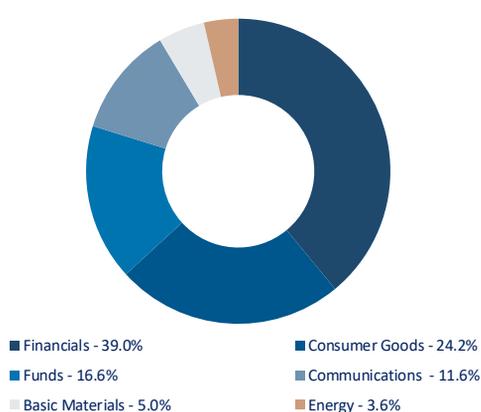
FUND PERFORMANCE VS. BENCHMARK SINCE INCEPTION



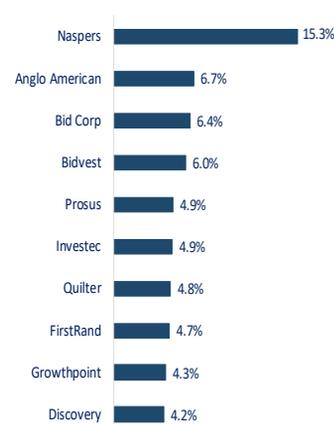
PERFORMANCE AT 29 FEB 2020



ASSET ALLOCATION AT 29 FEB 2020



TOP-TEN HOLDINGS AT 29 FEB 2020



FUND MANAGER COMMENTARY AT 29 FEB 2020

Finance Minister Tito Mboweni, delivered his much-anticipated budget speech in February, generally exceeding expectations with limited resources and pressure from all sides. He left taxes largely unchanged, recognising the already high burden on South African (SA) taxpayers and choosing instead to take on the powerful labour unions with a plan to cut R160bn from the state wage bill over the next 3 years. Unfortunately, the budget speech was delivered against the backdrop of global risk aversion related to the economic impact of the new coronavirus (COVID-19) and the global sell-off overwhelmed any positive impact that the budget may have had on local asset prices and the FTSE/JSE Capped SWIX fell 9.5% in February, taking its YTD loss to 11.9%. Sasol reported a challenging six months ended 31 December 2019 (1H20) as a combination of weak oil and chemicals prices and heavy Lake Charles Chemicals Project (LCCP) capex spending continued to put pressure on the balance sheet. Meanwhile, Northam production volumes grew 20% YoY in the six months ended 31 December 2019. We expect Northam to reach 1mn of 4E oz (that is, platinum, palladium, rhodium and gold) in FY24 or FY25. If achieved, that would be 75% in cumulative volume growth from 591,000 4E oz in FY19 to 1mn 4E oz in FY24 or FY25.

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 Anchor Aspirant 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

March 2013

BENCHMARK

FTSE JSE Capped SWIX J433T Index

MINIMUM INVESTMENT

R200,000

FEE

1.25% p.a. management fee
0.5% brokerage

*all fees are exclusive of VAT and STRATE charges

ABOUT ANCHOR ASPIRANT

Anchor Aspirant is an offering from Anchor Capital targeted at younger investors – we design portfolios, communicate and educate in a manner tailored to the needs and risk profile of future high-net-worth individuals.

Aspirant is based on the belief that younger investors warrant the same level of investment expertise and service as is normally reserved for high-net-worth individuals.