

ANCHOR ACCELERATOR SNN QI HEDGE FUND

Minimum Disclosure Document (MDD) – Class 1 | Issued 15 August 2019

July 2019

FUND PROFILE

The fund is suitable for investors with a medium term investment horizon seeking exposure to primarily local assets.

FUND OBJECTIVE

The investment goal of the Anchor Alternatives Accelerator SNN QI Hedge Fund (the "Fund") is to generate absolute returns in excess of an agreed benchmark of STeFI. The Fund will consist of exposure to various local and international financial instruments primarily equities and at times derivatives, fixed income, and unlisted instruments. The Fund has a medium to high risk profile, often with directional market exposure and may have high concentration in gearing. The Fund is suitable for sophisticated investors who have a long-term investment horizon.

FUND PERFORMANCE

	Jul '19	3 month	6 month	12 month	Since Inception (Annualised)
Anchor Accelerator SNN QI Hedge Fund	1.10%	3.34%	15.40%	25.67%	9.08%
Combined Benchmark*	0.64%	2.18%	5.04%	11.22%	11.76%

Source of Data: Bloomberg Date: 31/07/2019

*The combined benchmark is calculated with the historic benchmark (12% nominal p.a.) until 31 May 2019 and the new benchmark (STeFI) effective 1 June 2019 onwards.

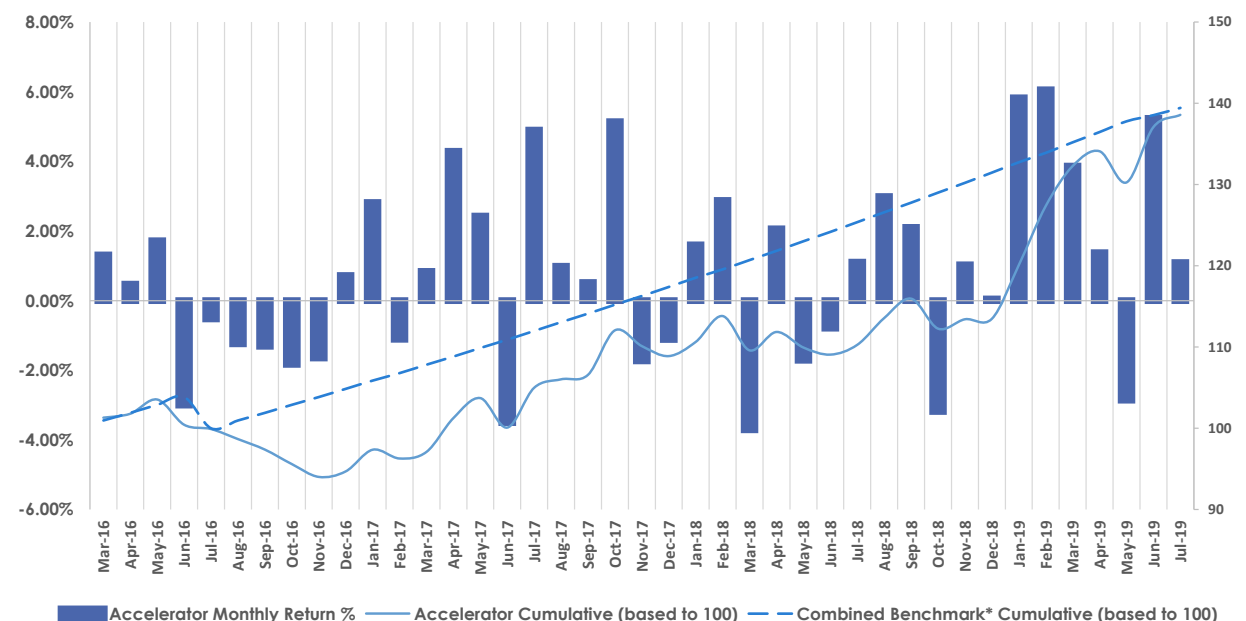
The performance figure given show the yield on a Net Asset value ("NAV") basis. The yield figure is not a forecast. Performance is not guaranteed and investors should not accept it as representing expected future performance. Individual investor performance may differ as a result of initial fees, time of entry/actual investment date, date of reinvestment, and dividends withholding tax. The annualised total return is the average return earned by an investment each year over a given time period. Actual annual figures are available from the manager on request. The highest and lowest 1 year returns represent the highest and lowest actual returns achieved during any single calendar year since the original launch date of the fund. The annualised performance figures prior to 1 August 2016 include returns earned prior to the fund being regulated under CISCA.

MONTHLY RETURN PERFORMANCE

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016			1.31%	0.47%	1.72%	-3.00%	-0.53%	-1.24%	-1.31%	-1.83%	-1.65%	0.72%	-5.31%
2017	2.82%	-1.11%	0.84%	4.29%	2.43%	-3.50%	4.90%	0.99%	0.52%	5.85%	-1.73%	-1.12%	15.65%
2018	1.60%	2.88%	-3.71%	2.06%	-1.71%	-0.79%	1.10%	2.99%	2.10%	-3.18%	1.03%	0.05%	4.22%
2019	5.82%	6.05%	3.87%	1.38%	-2.86%	5.23%	1.10%						22.12%

Note: the investment performance is for illustrative purposes only. The investment performance is calculated by taking the actual initial fees and all ongoing into account for the amount shown; and income is reinvested on the reinvestment date.

INVESTMENT PERFORMANCE



Source of Data: Bloomberg Date: 31/07/2019

*The combined benchmark is calculated with the historic benchmark (12% nominal p.a.) until 31 May 2019 and the new benchmark (STeFI) effective 1 June 2019 onwards.

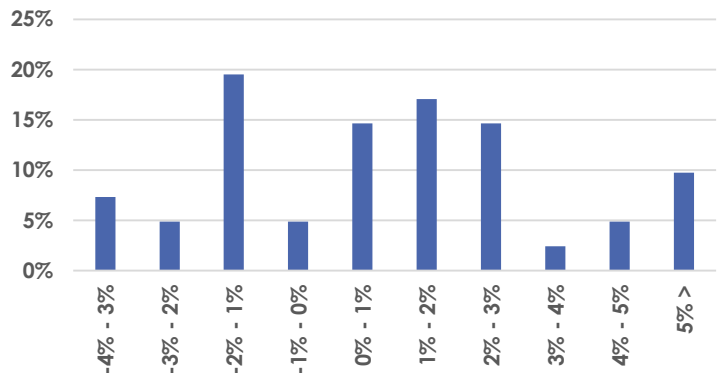
Note: the investment performance is for illustrative purposes only. The investment performance is calculated by taking the actual initial fees and all ongoing into account for the amount shown; and income is reinvested on the reinvestment date.

STATISTICS

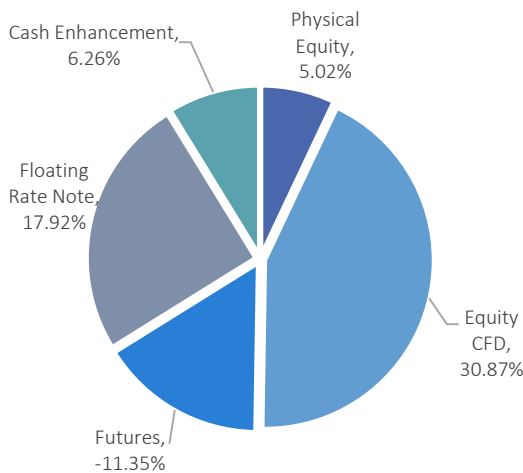
	End July 2019
Net Exposure	56.57%
Gross Exposure	174.78%
Cash + Net Exposure	145.00%
% of Positive Months	63%
% of Negative Months	37%
Sharpe Ratio (since inception)	0.33
Annualised Daily Volatility (historic)	24.32%

Source of Data: Bloomberg Date: 31/07/2019

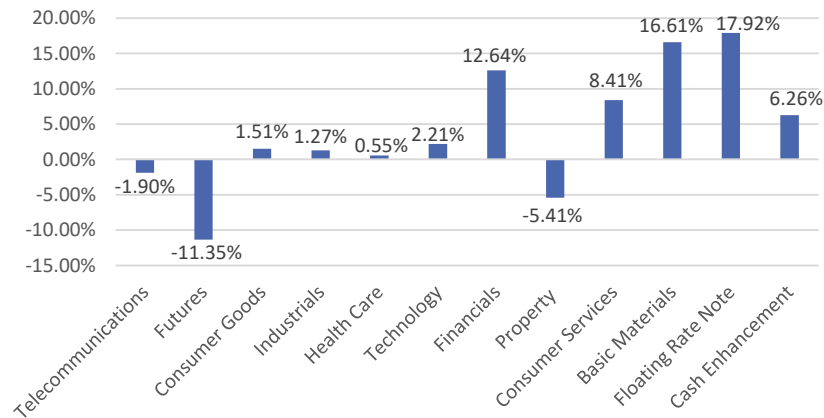
Frequency Distribution of Returns



ASSET ALLOCATION



SECTOR ALLOCATION



PORTFOLIO DETAILS

INVESTMENT MANAGER

Anchor Capital (Pty) Ltd

PORTFOLIO MANAGER

Liam Hechter*/ Damon Hoff*/Peter Armitage

PORTFOLIO CATEGORY

Single-Manager Multi Strategy (ZAR)

LAUNCH DATE

1 March 2016 (Inception date)

1 August 2016 (CISCA transition date)

PORTFOLIO SIZE

R67.54mn

PARTICIPATORY INTEREST

54 814 units

ANNUAL MANAGEMENT FEE

1.5% (one and a half percent)

PERFORMANCE FEE

15% over hurdle rate (benchmark)

High watermark applies, uncapped

INITIAL FEE

0%

TOTAL EXPENSE RATIO (incl. VAT)**

Total Expense Ratio (TER): 3.89%

Transaction Costs (TC): 2.80%

Total Investment Charge (TIC): 6.69%

Performance Fee (PF) included in TER: 0.83%

NAV PER UNIT

1 235.3623

BENCHMARK

STeFI

INCOME DISTRIBUTION (CPU)

Annually

Jun 2017: 0.00 cpu

Sep 2017: 0.00 cpu

Dec 2017: 0.00 cpu

Mar 2018: 96.6371 cpu

Dec 2018: 1,632.7820 cpu

PORTFOLIO VALUATION

Monthly

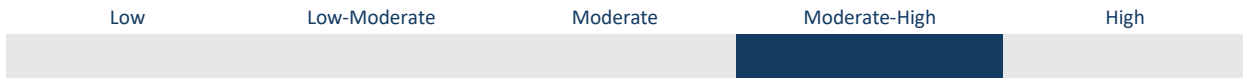
TRANSACTION CUT-OFF

Last day of the month prior, for investment on the 1st day of the next month, 10:00am

* Under Supervision

** A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction Costs 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 decisions of the investment manager and the TER. The TER and Transaction cost is calculated since inception (annualised) for the period ending 31 July 2019.

RISK AND REWARD PROFILE



This indicator is based on historical data and may not be a reliable indication of the future risk profile of the portfolio. The risk category shown is not guaranteed and may change over time. The lowest category does not mean the investment is risk free. There may be other special areas of risk relating to the investment including: liquidity risk, credit risk, market risk, and settlement risk. The Manager does not provide financial advice. Our risk indicator does not imply that the portfolio is suitable for all types of investors. Please consult your financial adviser.

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 E: information@sannegroup.com

Website: www.snnmanco.com

Directors: J F Louw, I Burke, L Fourie, G Rate, H J Pienaar (Non Executive)

INVESTMENT MANAGER

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TRUSTEE

FirstRand Bank Limited, Johannesburg
 T: 087 736 1732

MANDATORY DISCLOSURES

Collective Investment Schemes are generally medium to long-term investments. The value of participatory interests (units) may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investments are traded at ruling prices and can engage in scrip lending and borrowing. A schedule of fees, charges and maximum commissions is available on request from the manager, as well as a detailed description of how performance fees are calculated and applied. The manager does not provide any guarantee in respect to the capital or the return of the portfolio. Excessive withdrawals from the fund may place the fund under liquidity pressure and in such circumstances, a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. Commission and incentives may be paid, and if so, are included in the overall costs. Portfolios may be closed. Prices are published daily on our website and local media. Additional information, including Key Investor Information Documents, Minimum Disclosure Document, as well as other information relating to the portfolio is available, free of charge, on request from the manager.

Investors should note that the value of an investment is dependent on numerous factors which may include, but not limited to, share price fluctuations, interest and exchange rates and other economic factors. Where funds are invested in off-shore assets, performance is further affected by uncertainties such as changes in government policy, taxation, currency risk, and other legal or regulatory developments. The Manager ensures fair treatment of investors by not offering preferential fee or liquidity terms to any investor within the same strategy. Should the portfolio invest into another Anchor co-named portfolio, the investing fund will be reimbursed for any net investment management fees incurred by this investment so that there is no additional fee payable to Anchor.

The manager is registered and approved by the Financial Sector Conduct Authority under the Collective Investment Schemes Control Act 45 of 2002. The manager retains full legal responsibility for the portfolio. Anchor Capital (Pty) Ltd (FSP No. 39834) is authorised under the Financial Advisory and Intermediary Services Act 37 of 2002 to render investment management services. FirstRand Bank Limited is the appointed trustee and can be contacted on 087 736 1732.

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