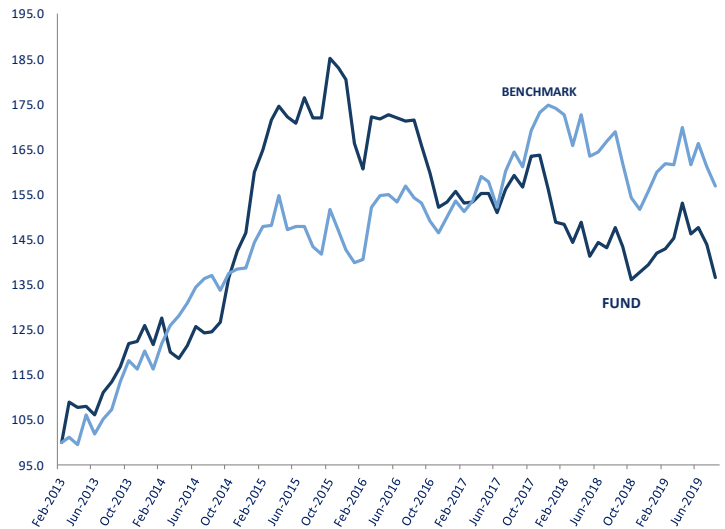


## PROFILE AND OBJECTIVE

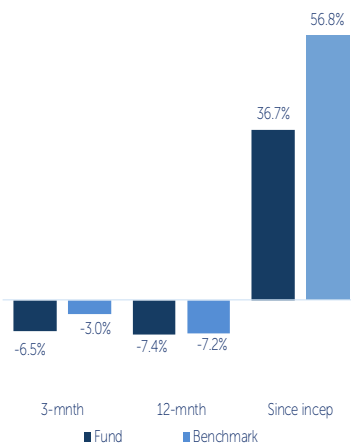
The Aspirant Local Equity Portfolio is a concentrated version of Anchor Capital's High Conviction Equity Portfolio. Due to the long-term view taken in constructing the portfolio, there will be periods where the portfolio may differ from the Anchor Capital portfolio. The portfolio is therefore an aggressive 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.

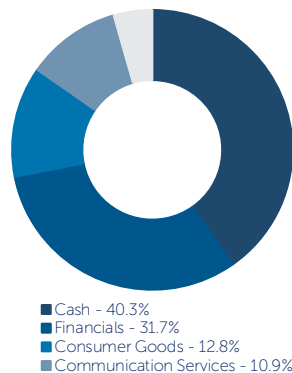
## FUND PERFORMANCE VS. BENCHMARK SINCE INCEPTION



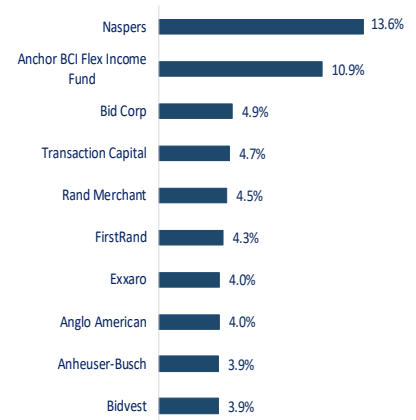
## PERFORMANCE AT 31 AUG 2019



## ASSET ALLOCATION AT 31 AUG 2019



## TOP-TEN HOLDINGS AT 31 AUG 2019



## FUND MANAGER COMMENTARY AT 31 AUG 2019

The JSE sold off in sympathy with global markets as an escalation in trade wars had investors fretting about the impact on global trade and economic growth, leaving the FTSE/JSE Capped SWIX Index down 2.7% MoM. A sharp move in global interest rates dragged the benchmark R186 government bond yield 0.13% lower to 8.2%. Gold rallied as investors flocked to haven assets and plunging global yields improved the appeal of owning gold. Higher gold prices buoyed gold miners, with that sector of the Capped SWIX up 28% MoM. Platinum shares also benefitted from a precious metals rally and, were it not for the strong performance of those shares, the Capped SWIX would've closed August 4% lower. Diversified miners fared poorly as industrial metals sold off (iron ore prices fell 27% MoM). The publication of the new National Health Insurance bill created uncertainty around the future of private healthcare in SA, knocking healthcare sector stocks. Local retailers continued to disappoint, with supermarket group, Shoprite (-27% in August) releasing disappointing results.

Much like the market, the Aspirant Local Portfolio had a tough month, down 5.1%. The portfolio was hardest hit by Shoprite and MAS Real Estate, which both released worse-than-expected results. Bidcorp and Equities were the top performers. The SA market and a number of shares in the portfolio have taken significant pain over the past few months. We are happy to hold a 10% weighting in fixed income and we are looking for opportunities to deploy this. We will, however, remain disciplined in our decision making.

## 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.