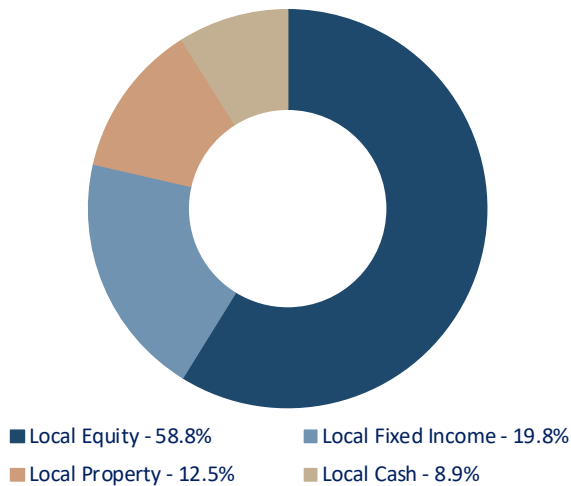


PROFILE AND OBJECTIVE

The fund will be managed in compliance with Regulation-28 investment guidelines, in order to achieve its balanced objective. The investments normally held in the portfolio may comprise a combination of assets in liquid form, money market instruments, interest-bearing securities, bonds, debentures, corporate debt, equity securities, property securities and preference shares.

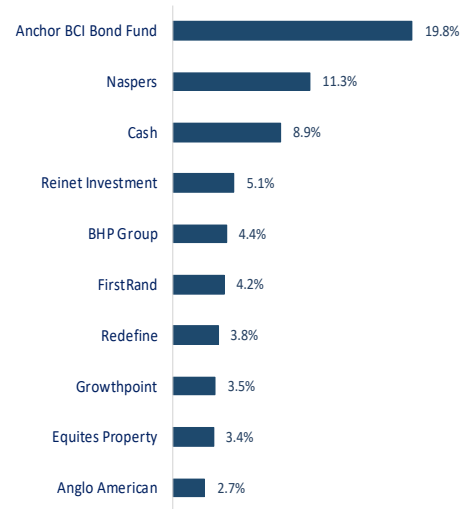
ASSET ALLOCATION AT 31 AUG 2019



SUITABLE FOR

This Segregated Portfolio is suitable for investors who wish to save for their retirement and whose investment would be in a retirement annuity, provident fund, preservation fund or pension fund. This portfolio generally holds more equity exposure than low-risk portfolios but less than high-risk portfolios. In turn, the expected volatility will be higher than cash but lower than equities. The portfolio is suitable for investors looking for a long-term, balanced investment, with moderate levels of risk.

TOP HOLDINGS AT 31 AUG 2019



MARKET COMMENTARY AT 31 AUG 2019

The Regulation-28 model portfolio declined 1.7% in August. YTD, the fund is up 3.6%.

South African bonds contributed positively to the performance, aided by a plunge in global bond yields as investors flocked to safety in response to an escalation in the trade war between China and the US. Unfortunately, gains in those parts of the portfolio were more than offset by losses in the domestic equity portfolio. The fund did well to avoid some of the bombs in the retail sector (e.g. Shoprite, which was down 26% after releasing disappointing results), although the equity picks still lagged the market primarily as a result of not owning any gold companies, which rose about 30%, in aggregate, for the month. Domestic property exposure was also a small drag as local property stocks were unable to avoid the sell-off in risk assets.

QUARTERLY ASSET ALLOCATION

Asset Class	Current Stance			Expected Returns 12m Fwd (ZAR)
	Negative	Neutral	Positive	
LOCAL				
Equity	●	●	●	12.5%
Bonds	●	●	●	8.7%
Property	●	●	●	10.5%
Cash	●	●	●	6.7%
GLOBAL				
Equity	●	●	●	2.0%
Government Bonds	●	●	●	-5.4%
Corporate Credit	●	●	●	-4.8%
Property	●	●	●	0.2%
Cash	●	●	●	-4.7%

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 Reg-28 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

November 2016

BENCHMARK

SA Multi-Asset High Equity Average

MINIMUM INVESTMENT

R1,500,000

FEE

1.25% p.a. (excl. VAT)

DISCLAIMER

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