

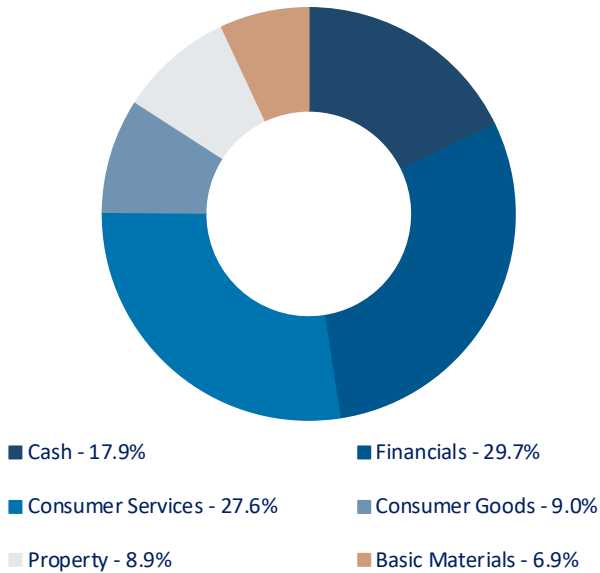
## PROFILE AND OBJECTIVE

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.

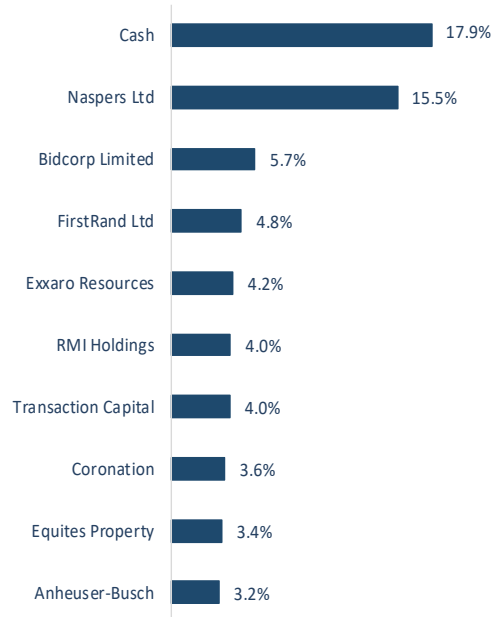
## SUITABLE FOR

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 AUG 2019



## TOP HOLDINGS AT 31 AUG 2019



## MARKET COMMENTARY AT 31 AUG 2019

South African (SA) markets 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. The rand sold off (-5.6% for August) along with emerging market currencies and the FTSE/JSE Capped SWIX Index (Capped SWIX) fell 2.7% for the month. The sharp move in global interest rates was enough to drag the SA benchmark R186 government bond yield 0.1% lower to 8.2%. Gold rallied (up 7.5% in US dollar terms for August and 14% higher in rand terms) as investors flocked to haven assets and plunging global yields improved the appeal of owning gold. The spike in gold prices boosted gold mining shares, with that sector of the Capped SWIX Index up 28% for the month. Platinum shares also benefitted from a rally in precious metals and, were it not for the strong performance of those shares, the Capped SWIX would've ended August down 4%.

## 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.