

Nedgroup Investments Core Accelerated Fund

Class C

February 2020



CORE RANGE

RISK RATING



Risk reward profile

Equity and property investments are volatile by nature and subject to potential capital loss. For credit and income instruments, while unlikely, Capital loss may also occur due to an event like the default of an issuer. The portfolio may be subject to currency fluctuations due to its international exposure.

GENERAL INFORMATION

ASISA category

South African Multi Asset High Equity

Benchmark

Inflation + 6% over rolling 7 years

Investment manager

Taquanta Asset Managers (Pty) Ltd is authorised as a Financial Services Provider under the Financial Advisory and Intermediary Services Act (FSP No. 618).

Inception date

01 March 2017

Appropriate term

Minimum 5 - 7 years

Market value

R 854 Million

Income distributions

Frequency: Annually

December 2019: 31.27 cpu

Previous 12 months: 31.27 cpu

Fees and charges (excluding VAT)

Initial fees 0.00%

Annual management fee 0.50%

Total expense ratio 0.56%

Transaction costs 0.26%

Total investment charges² 0.82%

Please Note:

Differences may exist due to rounding

CONTACT

Client Services Centre

Tel: 0860 123 263

Website: www.nedgroupinvestments.co.za

Email info@nedgroupinvestments.co.za

Portfolio profile

The portfolio is suitable for investors requiring high (equity-like) capital growth and aims to provide low cost exposure to a range of local and global asset classes. The fund has a higher allocation to equities and listed property (around 90% of the fund) when compared to a typical balanced portfolio. However, diversification across all asset classes helps to reduce exposure to risk and volatility relative to a general equity portfolio. The portfolio complies with Regulation 28 of the South African Pension Funds Act.

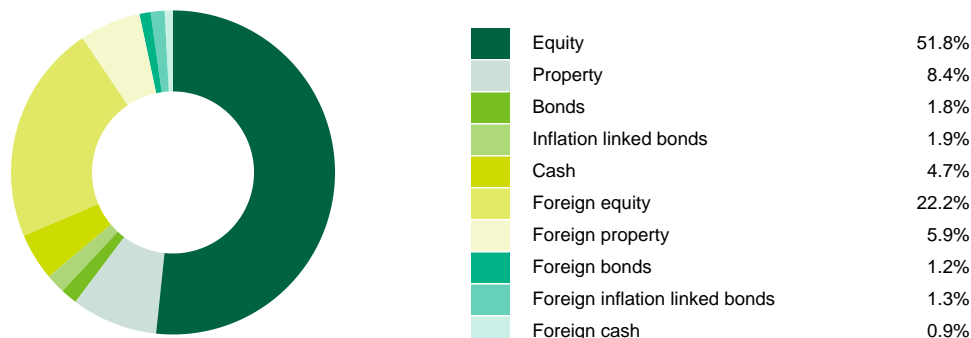
Performance¹

Period	Portfolio	Benchmark	ASISA category average
1 year pa	-1.9%	10.7%	0.8%
3 Years pa	2.2%	10.5%	3.4%
Since Inception	2.2%	10.5%	3.4%
Lowest 1 year return	-8.4%		
Highest 1 year return	9.0%		

Portfolio structure

Period	Portfolio	ALSI
Volatility [3 years]	9.0%	12.6%

Risk



Top 10 holdings

Share	Percentage
Naspers Ltd	6.2
Standard Bank Group Ltd	2.3
Anglo American Plc	2.3
FirstRand Ltd	2.1
British American Tobacco Plc	2.1
Prosus	2.1
Growthpoint Properties Ltd	1.7
MTN Group Ltd	1.6
Sanlam Ltd	1.4
Redefine Properties Ltd	1.3
Total	23.2

1) The annualized total return is the average return earned by an investment each year over a given time period. Performance is calculated for the portfolio and individual investment performance may differ as a result of initial fees, the actual investment, the actual investment date, the date of reinvestment and dividend withholding tax. Due to the delayed release of inflation data, relevant benchmarks will lag by one month.
Data source: © Morningstar Inc. All rights reserved.

2) Total Expense Ratio (TER), expressed as a percentage of the Fund, relates to expenses incurred in the administration of the Fund. 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 TERs. Transaction Costs (TC), expressed as a percentage of the Fund, relate to the costs incurred in buying and selling the underlying assets of the Fund. TC are a necessary cost in administering the fund and impact fund returns. It should not be considered in isolation as returns may be impacted by other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER. The Total Investment Charges expressed as a percentage of the Fund, relates to all investment costs of the Fund. Both the TER and TC of the Fund are calculated on an annualised basis, beginning 01/10/2016 and ending 30/09/2019.

Risk

Period	Portfolio	ALSI
Volatility [5 years]	7.7%	11.5%



PORTFOLIO ATTRIBUTES

- Capital growth objective by investing in listed real estate companies and investment trusts worldwide.
- The fund is constructed following a high conviction, benchmark agnostic portfolio construction.
- The fund consists of a concentrated portfolio of 30 to 55 stocks.
- The fund uses active allocation of capital across countries, sectors and companies.
- Broad investment guidelines providing flexibility to avoid overvaluation, with up to a 15% maximum cash exposure.



INVESTMENT MANAGEMENT

- Resolution Capital is an independent firm based in Australia, majority owned by partners and employees.
- The investment team is entirely focused on managing global real estate security portfolios.
- They possess a stable and experienced team of real estate experts that has produced a strong long-term track record.
- Resolution Capital has a strong culture of stewardship (ESG and Fiduciary responsibility).



INVESTMENT PHILOSOPHY

- Focused on underlying properties owned by each company, searching for high quality and high barriers to entry.
- This leads to a bias for properties in major cities with prime locations, robust tenant demand and landlord pricing power.
- The team scrutinises company financials to identify recurring earnings, growth visibility and strong balance sheets.
- Stewardship within holdings is crucial, defined as disciplined capital management and superior property management.
- Recognising that real estate is cyclical and capital intensive, the emphasis is on avoiding permanent capital impairment.

Who we are

Nedgroup Collective Investments (RF) Proprietary Limited, is the company that is authorised in terms of the Collective Investment Schemes Control Act to administer the Nedgroup Investments unit trust funds. It is a member of the Association of Savings & Investment South Africa (ASISA).

Our Trustee

The Standard Bank of South Africa Limited is the registered trustee. Contact details: Standard Bank, Po Box 54, Cape Town 8000.
Email: Trustee-compliance@standardbank.co.za, Tel 021 401 2002.

Performance

Unit trusts are generally medium to long-term investments. The value of your investment may go down as well as up. Certain unit trust funds may be subject to currency fluctuations due to its international exposure. Past performance is not necessarily a guide to future performance. Nedgroup Investments does not guarantee the performance of your investment and even if forecasts about the expected future performance are included you will carry the investment and market risk, which includes the possibility of losing capital.

Pricing

Funds are valued daily at 15:00. Instructions must reach us before 14:00 (12:00 for Nedgroup Money Market Fund) to ensure same day value. Prices are published daily on our website and in selected major newspapers.

Fees

A schedule of fees and charges and maximum commissions is available on request from Nedgroup Investments.

Disclaimer

Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. Nedgroup Investments has the right to close unit trust funds to new investors in order to manage it more efficiently. For further additional information on the fund, including but not limited to, brochures, application forms and the annual report please contact Nedgroup Investments.

Nedgroup Investments contact details

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For further information on the fund please visit: www.nedgroupinvestments.co.za

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