

### INVESTMENT STRATEGY

The objective of this portfolio is to provide investors with an alternative to cash with a focus on capital protection. The portfolio aims to generate a return of cash + 1% p.a. over any rolling 3 year period. This portfolio maintains a low risk profile and is limited to a maximum of 10% exposure to equities. The portfolio adheres to the guidelines set by Regulation 28.

Risk Weighting:



### JAMES TWIDALE

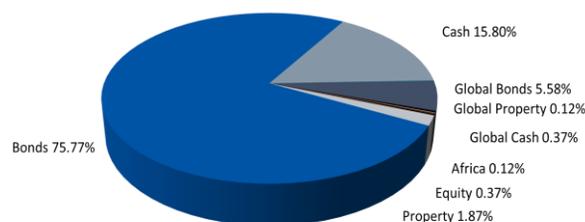


Portfolio Manager

### UNDERLYING HOLDINGS

Coronation Strategic Income	30%
Ninety One Diversified Income	30%
Stanlib Income	20%
Prescient Income Provider	10%
Nedgroup Inv Flexible Income	10%

### ASSET ALLOCATION



Please note: Asset allocation is one month lagged.

### ANNUAL FEES (INCL. VAT)

Weighted average cost of funds**	0.58%
Annual Consulting fee - Analytics	0.23%
Model portfolio management fee (incl. VAT)	0.23%

\*\*The weighted average cost of underlying funds is calculated using the latest available Total Investment Charge (TIC) of the underlying funds and their static weightings at month end on the selected Platform. This will vary daily as the actual weightings of the underlying funds fluctuate. The abovementioned fees include VAT but exclude Investment manager, Financial Advisor, Consulting and Platform fees.

### ENHANCED INCOME PORTFOLIO\*

Time Period: 01/04/2017 to 31/03/2021

	Enhanced Income	Cash
Return	6.99	6.62
Std Dev	2.51	0.36
Sharpe Ratio	0.15	
Max Drawdown	-3.65	

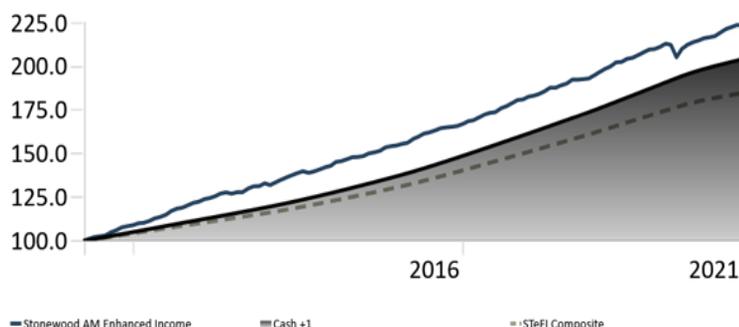
### TOP 10 HOLDINGS

1 Growthpoint	6 SA Corporate Real Estate
2 Redefine	7 Sirius Real Estate
3 Stor-Age Property	8 Resilient
4 NEPI Rockcastle	9 Tower Property
5 MAS Real Estate	10 Equites Property

Latest available top 10 holdings as disclosed by Morningstar as at 31 Mar 2021

### INVESTMENT GROWTH\*

Time Period: 01/04/2011 to 31/03/2021



### MONTHLY RETURNS\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2021	0.49	0.52	0.05										1.06
2020	0.87	-0.34	-3.32	2.33	1.12	0.66	0.48	0.60	0.24	0.34	0.93	0.92	4.83
2019	1.02	0.86	0.73	1.13	0.13	0.86	0.32	0.74	0.77	0.77	0.13	0.61	8.36
2018	0.35	0.50	0.85	1.09	-0.01	0.73	0.53	1.18	-0.02	0.16	0.18	0.94	6.68
2017	0.94	0.32	0.95	0.95	0.63	0.24	1.24	0.71	0.94	1.01	0.21	0.85	9.38

### PORTFOLIO AND UNDERLYING HOLDINGS TRAILING RETURNS (\*ANNUALISED)

	1 Month	3 Months	YTD	1 Year	3 Years*	5 Years*
Stonewood AM Enhanced Income	0.05	1.06	1.06	9.00	6.38	7.15
STANLIB Income R	0.31	0.51	0.51	5.45	7.31	7.97
Coronation Strategic Income A	-0.26	0.75	0.75	9.12	6.30	7.34
Ninety One Diversified Income Z	-0.01	1.41	1.41	8.24	7.89	8.43
Prescient Income Provider B3	0.45	0.94	0.94	9.09	7.84	8.42
Nedgroup Inv Flexible Inc A	0.21	2.06	2.06	10.18	7.91	7.98

### QUARTERLY COMMENTARY

March marked the one-year anniversary of the first COVID-19 lockdowns which saw markets globally plummet significantly. The subsequent recovery has surprised many with one-year return numbers for most asset classes ending the month at high double-digit returns. Over the month, however, returns were a lot more muted across the board while Global Bonds continuing their sell-off (as US Treasuries declined for a fourth consecutive month). South African Bonds underperformed their Emerging Market peers while the SARB unanimously decided to keep the repo rate unchanged.

The JSE All Share Index (up 1.6%) had another positive month (ending the first quarter up 13.1%). SA Resource stocks (up 1.2%) were also able to produce positive returns (although they did end the month slightly behind Financials (up 1.7%) and Industrials (up 1.9%)). Over the quarter however, Resources (up 18.7%) remain the top performers with Industrials (up 13.0%) and Financials (up 3.8%) lagging significantly. Small-cap shares (up 7.7%) were the top performers in March, outperforming both Mid-cap (up 3.3%) and Large-cap (up 1.3%) shares. Emerging Market Equities underperformed their Developed Market peers with the MSCI World up 3.4% in US Dollar terms while the MSCI Emerging Market Index was down 1.5%. The SA REITs sector (down 0.2%) underperformed the South African Listed Property sector which managed to end the month up 1.2%. SA Bonds followed Global Bonds' negative trend with the ALBI ending the month down 2.5%. The Rand appreciated 2.5% against the US Dollar, 3.8% the Pound Sterling and 5.6% against the Euro. Both the Oil Price (down 3.9% in USD) and the Gold Price (down 0.8% in USD) had negative months while Platinum managed to end the month slightly positive (up 0.4% in USD).

\*Returns are net of Total Investment Charges (TIC) and for periods greater than one year the returns have been annualised. Returns prior to launch of the portfolio are simulated based on the returns of the underlying funds at their initial weightings. Postlaunch returns are simulated based on the current weightings of the initial investment on the selected Platform, where applicable. The information and opinions contained in this document are recorded and expressed in good faith and in reliance on sources believed to be credible. No representation, warranty, undertaking or guarantee of whatever nature is given on the accuracy and/or completeness of such information or the correctness of such opinions. 1st Fusion Asset Management (Pty) Ltd and/or Portfolio Analytics Consulting (Pty) Ltd ("Analytics") will have no liability of whatever nature and however arising in respect of any claim, damages, loss or expenses suffered directly or indirectly by the investor or the investor's financial advisor acting on the information contained in this document. Furthermore, due to the fact that neither 1st Fusion nor Analytics act as the investor's financial advisor, they have not conducted a financial needs analysis and will rely on the needs analysis conducted by the investor's financial advisor. 1st Fusion and Analytics recommend that investors and financial advisors take particular care to consider whether any information contained in this document is appropriate given the investor's objectives, financial situation and particular needs in view of the fact that there may be limitations on the appropriateness of any advice provided. No guarantee of investment performance or capital protection should be inferred from any of the information contained in this document.

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