

### 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:

Low

### JAMES TWIDALE

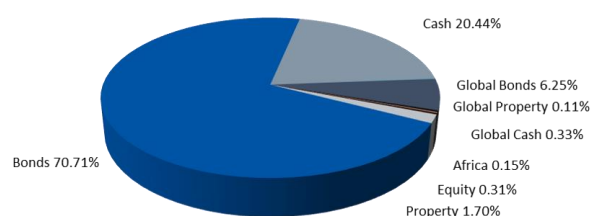


Portfolio Manager

### 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: 01/11/2016 to 31/10/2020

	Enhanced Income	Cash
Return	7.06	7.03
Std Dev	2.51	0.24
Sharpe Ratio	0.03	
Max Drawdown	-3.65	

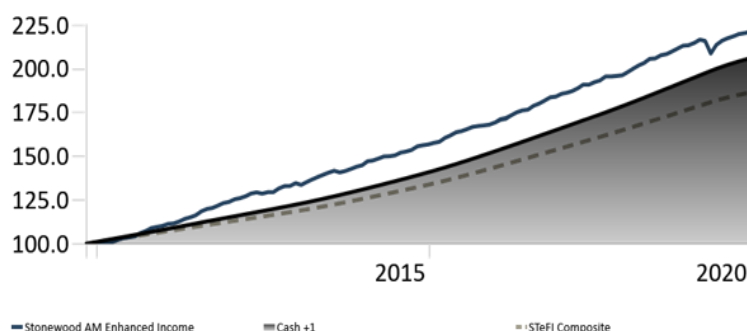
### TOP 10 HOLDINGS

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

Latest available top 10 holdings as disclosed by Morningstar as at 30 Sep 2020

### INVESTMENT GROWTH\*

Time Period: 01/11/2010 to 31/10/2020



### MONTHLY RETURNS\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2020	0.87	-0.34	-3.32	2.33	1.12	0.66	0.48	0.60	0.24	0.34			2.92
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
2016	0.60	0.36	1.41	0.87	1.10	0.40	0.70	0.76	0.28	0.21	0.25	0.72	7.92

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

	1 Month	3 Months	YTD	1 Year	3 Years*	5 Years*
Stonewood AM Enhanced Income	0.34	1.18	2.92	3.68	6.34	7.18
STANLIB Income R	0.70	2.02	5.28	6.72	7.89	8.27
Coronation Strategic Income A	0.25	0.90	2.39	3.20	6.53	7.39
Ninety One Diversified Income Z	0.21	0.75	5.11	6.02	8.27	8.58
Prescient Income Provider B3	0.35	1.22	3.54	4.68	7.70	8.38
Nedgroup Inv Flexible Inc A	0.29	1.64	4.05	5.13	7.39	7.95

### QUARTERLY COMMENTARY

Financial markets around the globe came under pressure in September. Global Bonds outperformed in the risk-off trade as fears of a second wave of Covid-19 cases in some countries (including the US) escalated. South African bonds remained flat as investors' appetite for Emerging Market bonds were subdued. Despite low inflation and growth forecasts, the South African Monetary Policy Committee decided to leave rates unchanged. SA Inc stocks seemed to recover slightly as the SA Financial sector was the only sector to produce positive returns for the month (although they are still lagging significantly on a one-year basis).

The JSE All Share Index (down 1.3%) came under pressure in September.

The SA Financials sector (up 2.3%) was the top performing sector for the month while Resources (down 3.4%) got hurt the most. SA Industrials ended the month down 1.5%

Small-cap shares (up 0.8%) delivered slightly positive performance in September while Mid-cap shares (up 1.3%) were the top performers. Large-cap stocks (down 1.7%) struggled.

Emerging Market Equities managed to outperform their Developed Market peers with the MSCI World down 3.4% in US Dollar terms while the MSCI Emerging Markets Index only losing 1.6%.

The South African Listed Property sector (down 3.0%) underperformed the SA REITs sector (down 0.9%) in September.

The Rand appreciated 1.5% against the US Dollar, 4.9% against the Pound Sterling and 3.5% against the Euro.

The US Dollar Oil Price (down 9.6%) sold off during the month as did Gold (down 4.1%) and Platinum (down 3.7%).

\*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.

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