

Nedgroup Investments Global Cautious Feeder Fund

Class A1

July 2019



INTERNATIONAL 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 is subject to currency fluctuations due to its international exposure.

GENERAL INFORMATION

ASISA category

Global Multi Asset Low Equity

Benchmark

USD Libor 1 Month (Rand equivalent)

Investment manager - since July 2019

Pyrford International is an investment boutique established in 1987 that is authorised and regulated by the Financial Conduct Authority (FCA) in the UK.

Inception date

30 October 2009

Appropriate term

Minimum 3 - 5 years

Market value

R 532 Million

Income distributions

Frequency: Annually

December 2018: 5.88 cpu

Previous 12 months: 5.88 cpu

Fees and charges (excluding VAT)

Initial fees	0.00%
Annual management fee (feeder fund)	0.00%
Annual management fee (offshore fund)	1.10%
Total expense ratio	1.30%
Transaction costs	0.06%
Total investment charges²	1.36%

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 seeking medium to long term exposure to a diversified multi-asset portfolio of global investments, with a focus on fixed income, whilst being prepared to accept a degree of volatility in performance. The portfolio will have a maximum equity exposure of 40%. The portfolio will be subject to currency fluctuations due to its international exposure. The portfolio is rand-denominated, which provides investors who may have utilised their full individual offshore allowance an opportunity to obtain additional exposure to international markets.

The underlying fund of the portfolio is USD-denominated and therefore this feeder fund is subject to currency fluctuations. Rand strength will have a negative impact on the rand-denominated performance and rand weakness a positive impact.

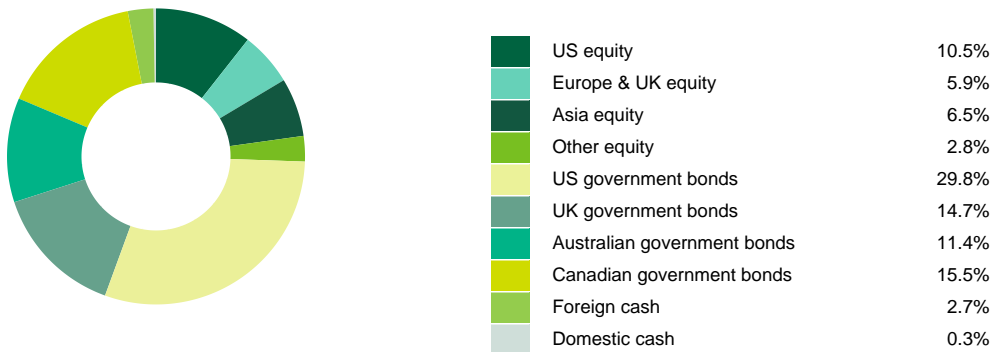
Performance¹

Period	Portfolio	Benchmark
1 year pa	7.5%	10.8%
3 Years pa	2.2%	2.3%
5 Years pa	8.4%	6.9%
7 Years pa	11.9%	9.0%
Since Inception	9.1%	7.1%
Lowest 1 year return	-12.0%	
Highest 1 year return	33.7%	

Risk

Period	Portfolio	ALSI
Volatility [5 years]	15.1%	11.3%

Portfolio structure



Top 5 equities

Share	Percentage
Texas Instruments Inc	1.1
Philip Morris International	1.1
General Dynamics Corp	1.1
T Rowe Price Group Inc	1.1
McDonald's Corp	1.1
Total	5.4

Top 5 bonds

Share	Percentage
Australian Government 5.75% 10-15/Jul/22	7.9
Canadian Government 0.75% 15-01/Sep/20	7.8
UK Treasury 1.5% 15-22/Jan/21	7.4
UK Treasury 2% 14-22/Jul/20	7.4
US Treasury N/B 1.5% 17-15/May/20	5.7
Total	36.1

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 01/04/2016 and ending 31/03/2019.



PORTFOLIO ATTRIBUTES

- An actively managed multi-asset strategy designed to produce risk adjusted returns in excess of cash.
- The fund aims to provide a stable stream of real returns with low volatility & downside-protection.
- The fund has a max equity allocation of 40% with the remainder invested in global government bonds.
- Investors will benefit from tactical management of currency and interest rate risk.
- The benchmark is US cash and the rolling 3-year target return is US cash +3%.



INVESTMENT MANAGEMENT

- Pyrford International has managed the Global Cautious fund since 01 July 2019.
- Pyrford are a London based boutique asset manager established in 1987.
- Pyrford have been managing their flagship global multi asset strategy since April 1994.
- The global actively managed multi-asset strategy is the firm's core competence and focus.



INVESTMENT PHILOSOPHY

- Over the long-term, equities provide the best opportunity to consistently beat inflation.
- However, there are periods where equities market can experience periods of underperformance.
- It is the skill of the active manager to protect their investor's capital during these periods.
- Pyrford has implemented a strategy for over 20-years that focuses on growing & preserving capital.

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

Tel: 0860 123 263 (RSA only)
Tel: +27 21 416 6011 (Outside RSA)
Fax: 0861 119 733 (RSA only)
Email: info@nedgroupinvestments.co.za
For further information on the fund please visit: www.nedgroupinvestments.co.za

Our offices are located at

Nedbank Clocktower, Clocktower Precinct, V&A Waterfront, Cape Town, 8001

Write to us

PO Box 1510, Cape Town, 8000