

INVESTMENT OBJECTIVE

The IFM Global Diversified Fund is a multi-managed fund whose primary objective is to maximise long-term investment growth by investing in a range of opportunities available in public asset markets from around the world.

INVESTMENT PHILOSOPHY

In order to achieve its objective, the IFM Global Diversified Fund will invest in a diversified portfolio of global assets. In addition to participation in portfolios of collective investment schemes, the portfolio’s investment universe may invest in global and local equity securities, exchange traded funds, government bonds, corporate bonds and inflation linked bonds, debentures, fixed interest securities, property shares, property related securities, preference shares, money market instruments and assets in liquid form. The portfolio may, from time to time, invest in listed and unlisted financial instruments. The Fund may also include the following unlisted financial instruments: forward currency, interest rate and exchange rate swap transactions for efficient portfolio management purposes. The IFM Global Diversified Fund’s asset exposure to investments outside of South Africa will always exceed 80% of the portfolio’s net asset value.

RISK PROFILE: HIGH

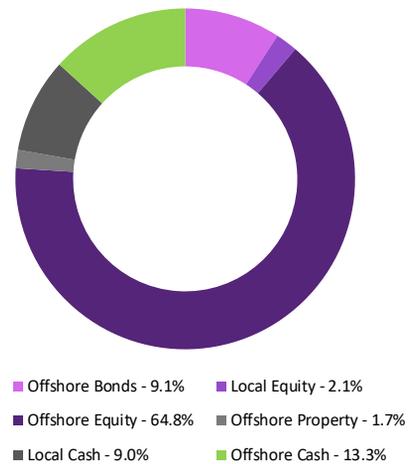


- This portfolio has a higher exposure to equities than any other risk profiled portfolio and therefore tends to carry higher volatility.
- Expected potential long term returns are high, but the risk of potential capital losses are high as well, especially over shorter periods.
- Where the asset allocation contained in this fact sheet reflects offshore exposure, the portfolio is exposed to currency risks.
- This portfolio is suitable for long term investment horizons.
- The portfolio is exposed to equity as well as default and interest rate risk.

PERFORMANCE VS. BENCHMARK

The performance will be shown once the required regulatory period has passed (12 months after inception date).

ASSET ALLOCATION



INFORMATION AND DISCLOSURES

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| FUND NAME IFM Global Diversified Fund | MINIMUM INVESTMENTS Not Applicable |
| ISIN NUMBER ZAE000259693 | FUND CLASSIFICATION Global Multi-Asset Flexible |
| INCEPTION DATE 3 June 2019 | UNIT PRICE R106.66 |
| BENCHMARK 65% MSCI World (Developed Markets) + 20% FTSE WGBI USD + 15% ICE LIBOR Spot/Next Overnight USD | PORTFOLIO VALUE R934.21 million |
| DISTRIBUTION Semi-annual declaration dates: 31 Mar and 30 Sept | MANAGEMENT COMPANY Itransact Fund Managers (RF) (Pty) Ltd 15 Philips Street Ferndale, Randburg 2194 Tel: 0861 116 075 E-mail: admin@itransactfm.co.za |
| INVESTMENT MANAGER Nest Asset Management (Pty) Ltd, an authorized Financial Services Provider FSP No: 46549 25 Culross Road Bryanston, Sandton Gauteng 2191 Tel: +27 11 591 0677 E-mail: info@anchorfs.co.za | |
| CUSTODIAN/TRUSTEE INFORMATION FirstRand Bank Ltd acting as RMB Custody and Trustee Services Mezzanine Floor, 3 First Place Bank City, Corner Jeppe & Simmonds Street, Johannesburg, 2001 E-mail: DL-TrusteeServices-Custody@fnb.co.za Tel: 011 282 8000 | |

TOP HOLDINGS



FUND MANAGER COMMENTARY

Global equity markets were positive for the month (as measured in US Dollars), with a rally in more risky assets such as emerging market stocks. The MSCI World Index gained 2.8% whilst the MSCI Emerging Markets Index rallied 7.4%. Both the MSCI USA index, which accounts for more than 60% of the world index and The MSCI Europe Index gained 2.9% whilst the MSCI Japan Index appreciated 1.3%.

The two index tracking funds the portfolio is invested in, the GinsGlobal Global Equity Index and GinsGlobal European Equity Index funds, returned in line with their benchmarks (2.8% and 2.9% respectively). The Xtrackers Emerging Markets ETF gained 7.4% in line with its benchmark, MSCI EM. The Schroders ISF Global Recovery fund rallied 5.1% whilst the Lodestar segregated mandate returned 3.0%.

Global Bonds were little changed. The SPDR Bloomberg Barclays 1-3 Year US Treasury Bond ETF, which invests in short dated US debt, returned 0.2% whilst the Fidelity International Liquidity USD Fund, a money market fund, returned 0.1%.

MARKET COMMENTARY

Global markets were mostly stronger in December. The prospect of a “Phase One” deal in US/China trade war benefitted emerging markets currencies and stocks, with the MSCI Emerging Markets index gaining 7.4%. A victory for Boris Johnson and the Tories in the UK election cemented that Brexit will go ahead, with the UK likely to leave the EU on 31 January 2020. The pound rallied strongly on the back of this. Developed Market stock were also stronger. Both the MSCI USA Index and The MSCI Europe Index gained 2.9%, whilst the MSCI Japan Index appreciated 1.3%.

The local equity and bond market benefitted from the appetite for riskier emerging market assets. The broad market index, the FTSE/JSE All Share Index gained 3.3%, whilst the JSE All Bond Index gained 1.9%. The Rand was also on the front foot, despite renewed concerns on Eskom and unexpected loadshedding, gaining 4.9% during the month. However, the listed property market fell 2.1%.

ACCESS TO INFORMATION

- Additional information, including application forms, annual or quarterly reports can be obtained from IFM, free of charge or can be accessed on our website (www.itransactfm.co.za).
- Valuation takes place daily and prices can be viewed in the daily newspaper.
- Upon request the Manager will provide the investor with quarterly portfolio investment holdings reports.

FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor may be a related party to IFM. It is your financial advisor’s responsibility to disclose all fees he/she receives from any related party. The portfolio’s TER includes all fees paid by the portfolio to IFM, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/ managers as well as distribution fees and LISP rebates, if applicable. The portfolio’s performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable.

DISCLAIMER

Itransact Fund Managers (RF) (Pty) Ltd (“IFM”) is a registered Manager of the IFM Unit Trust Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002. Collective Investment Schemes in securities are generally medium to long term investments. The value of the participatory interests (units) may go down as well as up and past performance is not necessarily a guide future performance. Performance is calculated for the portfolio. Individual investor performance may differ as a result of the actual investment date, the date of re-investment and withholding taxes. The Manager does not guarantee the capital or the return of a portfolio. Collective Investments are traded at ruling prices and can engage in borrowing and scrip lending, however IFM does not currently engage in scrip lending. A schedule of fees, charges and maximum commissions is available on request. IFM reserves the right to close the portfolio to new investors and reopen certain portfolios from time to time in order to manage them more efficiently in accordance with its mandate. Performance figures quoted for the portfolio are from Morningstar and the Fund Administrator, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested and do not take any upfront manager’s charge into account. Income distributions are declared on the ex-dividend date and may be subject to mandatory withholding taxes. Actual investment performance will differ based on the initial fee charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax. Investments in foreign securities may include additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information. This fund may invest into other Collective Investment Schemes, which may levy their own charges, which could result in a higher fee structure for these portfolios.

Certain investments, including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, IFM does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of the Manager’s products.

FEES AND FAIS DISCLOSURE

| | |
|---------------------------------------|-------|
| Initial Fees (IFM) (Incl VAT) | 0.00% |
| Initial Advisory Fee (Max) (Incl VAT) | 3.45% |
| Ongoing Advisory Fee (Max) (Incl VAT) | 1.15% |
| Annual Management Fees (Incl VAT) | 0.86% |
| Performance Fee | None |

TOTAL EXPENSE RATIO (TER) & TRANSACTION COST

| | |
|----------------------------|---|
| Basic | - |
| Portfolio Transaction Cost | - |
| Total Investment Charge | - |

A Total Expense Ratio (TER) is a measure of a portfolio’s annual expenses, fees and charges, expressed as a percentage of the average daily value of the portfolio. These expenses include the annual management fees, VAT, audit fees, bank charges and costs incurred in any underlying funds. A higher TER ratio does not necessarily imply a poor return, nor does a low TER ratio imply a good return. The current TER ratio cannot be regarded as an indication of future TER ratios. Performance return information and prices are always stated net of the expenses, fees and charges included in the TER ratio.

The TER and Transaction Costs cannot be determined accurately because of the short lifespan of the Fund. Calculations are based on actual data where possible and best estimates where actual data is not available.

FUND MANAGER



Simon du Plooy has a MSc Financial Mathematics degree. He spent five years in the banking industry, at Absa and RMB, where he conducted risk analysis for trading desks and hedge funds. He joined Corion in 2009 as part of the investment team and in 2013 took on the role as Portfolio Manager.

SUBSCRIPTIONS

| | |
|--------------------------|--|
| Valuation time | 17h00 |
| Transaction cut-off time | 16h00 |
| Payment reference | Initials & Surname / Account Number |

Please send proof of deposit to fax (011) 561 6812 or e-mail: admin@itranactfm.co.za