

Satrix Global Balanced Fund of Funds ETF

Initial Public Offering



The **Satrix Global Balanced Fund of Funds ETF** (known as the Satrix Global Balanced FoF ETF) tracks the value of the **Satrix Global Balanced Index** in ZAR. This ETF aims to provide local investors with optimally diversified exposure to a global basket of indices representing different asset classes.

This local ETF will list on the Johannesburg Stock Exchange (JSE) and investors will access it in South African rand.

INITIAL PUBLIC OFFERING (IPO)

By participating in this IPO, you will benefit from investing in this ETF at the listing price and paying zero brokerage and trading fees, and no buy-sell (bid-offer) spread applies.

| | |
|---------------------|------------------------------------|
| IPO Opens | 09h00 on 08 November 2024 |
| IPO Closes | 12h00 (midday) on 25 November 2024 |
| JSE Listing Date | 04 December 2024 |
| JSE Listing Code | STXGLB |
| Targeted Annual TER | 0.35% |
| Risk Profile | Moderate-Aggressive |

ABOUT THE INDEX

- The index consists of a diversified blend of global indices representing different asset classes including equities, bonds, inflation-linked bonds, listed infrastructure, listed property, credit, and cash.
- The Satrix Global Balanced Index is made up of the following underlying indices, also known as the strategic asset allocation (SAA):

| Global Asset Class | Benchmark Index | Weight |
|-------------------------------------|---|-------------|
| Developed Equity | MSCI World | 45% |
| Emerging Equity | MSCI Emerging Markets | 10% |
| Listed Infrastructure | FTSE Global Core Infrastructure | 10% |
| Listed Property | FTSE EPRA NAREIT Developed | 5% |
| Bonds | Bloomberg Global Aggregate | 15% |
| Inflation-Linked Bonds | Bloomberg US Government Inflation-Linked Bond | 5% |
| Credit | Markit iBoxx USD Liquid Investment Grade 0-5 | 5% |
| Cash | Secured Overnight Financing Rate (SOFR) | 5% |
| Satrix Global Balanced Index | | 100% |

- The index is rebalanced back to its SAA semi-annually, in March and September. This allows weight drifting to occur in between rebalances, which may benefit from market momentum.
- The index aims to provide local investors with optimally diversified exposure to a global basket of indices representing different asset classes priced in ZAR. The allocation to asset classes will conform to the Prudential Guidelines and requirements applicable to Retirement Funds in South Africa. The index will be reviewed periodically, to take account of regulatory changes and to ensure it is optimally constructed.

Satrix Global Balanced Fund of Funds ETF

Initial Public Offering

SATRIX
OWN THE MARKET

WHY CHOOSE THIS FUND

- The ETF will gain exposure to these different asset classes by tracking the Satrix Global Balanced Index.
- Satrix shall hold participatory interests in collective investment schemes (CIS) registered in South Africa or of participatory interests in collective investment schemes or other similar schemes operated in territories with a regulatory environment that is of a sufficient standard to provide for investor protection which is at least equivalent to that in South Africa.
- The fund has a moderate-aggressive risk profile that should deliver inflation-beating returns over the long term, with lower volatility than an equity-only global fund.
- The strategic asset allocation (SAA) of the index is arrived at using a set of optimisation tools that include some of the latest advances in supervised machine learning, with a core emphasis on risk source diversification.
- The asset allocation of this ETF will conform to the Prudential Guidelines and requirements applicable to Retirement Funds in South Africa.
- ETFs have several advantages offering trading flexibility, liquidity, portfolio diversification, tax benefits, and transparency in a cost-effective vehicle.

FUND CONSTITUENTS

| SECURITY NAME | SECURITY SEDOL | WEIGHT |
|--|----------------|--------|
| Amundi MSCI World UCITS ETF | BR4W1Z2 | 45.20% |
| iShares MSCI EM UCITS ETF | B4L5YC1 | 10.23% |
| iShares Global Infrastructure UCITS ETF | B1G53H3 | 9.96% |
| Amundi Index FTSE EPRA NAREIT Global UCITS ETF | BDVLJ94 | 4.84% |
| iShares Core Global Aggregate Bond UCITS ETF | B3F8140 | 14.71% |
| iShares \$ Short Duration Corp Bond UCITS ETF | BYXYYP9 | 5.03% |
| iShares \$ TIPS UCITS ETF | B1GJFH9 | 4.96% |
| BlackRock ICS US Dollar Liquidity Fund | B44BQ08 | 5.09% |

Source: Satrix | Data: FTSE/JSE 31 October 2024

HOW TO ACCESS THIS ETF

[SatrixNOW](#) platform

Other investment platforms

JSE member stockbrokers

ASSET MANAGER: Satrix Investment Team

MARKET MAKER: Sanlam Private Wealth

FOR MORE INFORMATION: www.satrix.co.za

Satrix Investments (Pty) Ltd is an authorised financial service provider in terms of the Financial Advisory and Intermediary Services Act, 2002. Satrix Managers (RF) (Pty) Ltd (Satrix) a registered and approved Manager in Collective Investment Schemes in Securities and an authorised financial service provider. Collective investment schemes are generally medium- to long-term investments. Unit Trusts and ETFs the investor essentially owns a "proportionate share" (in proportion to the participatory interest held in the fund) of the underlying investments held by the fund. With Unit Trusts, the investor holds participatory units issued by the fund while in the case of an ETF, the participatory interest, while issued by the fund, comprises a listed security traded on the stock exchange. ETFs are index tracking funds, registered as a Collective Investment and can be traded by any stockbroker on the stock exchange or via Investment Plans and online trading platforms. ETFs may incur additional costs due to it being listed on the JSE. Past performance is not necessarily a guide to future performance and the value of investments / units may go up or down. A schedule of fees and charges, and maximum commissions are available on the Minimum Disclosure Document or upon request from the Manager. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. Should the respective portfolio engage in scrip lending, the utility percentage and related counterparties can be viewed on the ETF Minimum Disclosure Document. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The fund will hold foreign assets and could be exposed to the following risks regarding potential constraints on liquidity and the repatriation of funds, macroeconomic, political, foreign exchange, tax risks, settlement risks and potential limitations on the availability of market information. A fund of funds portfolio is a portfolio that invests in portfolios of collective investment schemes that levy their own charges, which could result in a higher fee structure for the fund of funds. The index, the applicable tracking error and the portfolio performance relative to the index can be viewed on the ETF Minimum Disclosure Document and on the (insert website name) website.

SATRIX
OWN THE MARKET