

Investment Mandate

The mandate of the Satrix Quality South Africa ETF ("Satrix Quality") is to track, as closely as possible, the value of the S&P Quality South Africa Index. Satrix Quality is an index tracking fund, registered as a Collective Investment Scheme, and is also listed on the Johannesburg Stock Exchange as an Exchange Traded Fund. Satrix Quality provides investors with the price performance of the S&P Quality South Africa Index as well as, pays out, on a quarterly basis, all dividends received from companies comprising the index, net of cost. In order to reduce costs and minimise tracking error, Satrix Quality may engage in scrip lending activities. Manufactured (taxable) dividends could arise from such transactions.

Index Specifics

The S&P Quality South Africa Index is designed to track high quality stocks in the South African market by quality score. This score is calculated based on return on equity, accruals ratio and financial leverage ratio. Quality is considered a distinct risk factor as companies assigned high quality scores seek to generate higher revenue and cash flow than their average counterparts through prudent use of assets and finance. The index was launched in 2014.

Risk Profile (Aggressive)

This is an aggressively managed, high-risk portfolio that aims to deliver capital growth over the long term (greater than 5 years). It is designed to track the benchmark and is a pure equity fund. There may be some capital volatility in the short term, although higher returns may be expected from five years or beyond.

Fund Information

Category	Exchange Traded Fund
Instrument Code	STXQUA
Total Expense Ratio (TER)*	0.40%
Distribution	Mar, Jun, Sep, Dec
Launch date	26 September 2017
Benchmark	S&P Quality South Africa Index
Fund classification	South African – Equity – General
Transaction cut off time	Platform dependent
Valuation time of fund	17:00
Daily price information	www.satrix.co.za
Repurchase period	T+3
Custodian / Trustees	Standard Chartered Bank
Portfolio Managers	Satrix Investment Team

Satrix Investment Plan

You can invest in Satrix Quality via the Satrix Investment Plan or a stockbroker. If you invest through the Satrix Investment Plan you can invest with a single amount of just R1 000 - or as little as R300 per month via a debit order. The Satrix Investment Plan administration is outsourced to AOS.

Fees (Excluding VAT)

Buying

Stock brokerage fee (initial)	0.08%
Debit order fee	N/A
Recurring investment fee	N/A
Annual Administration fee	0.35% - 0.60%

Selling

Stock Brokerage	0.08%
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Management Fee	0.307% (ex VAT)
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SatrixNOW

You can also invest in Satrix Quality via the SatrixNOW platform administered by EasyEquities. There are no minimums and it offers various payment methods to choose from. Visit www.SatrixNOW.co.za.

Fees (Excluding VAT)

Buying

Stock brokerage fee (initial)	0.25%
Debit order fee	N/A
Recurring investment fee	0.20%
Annual Administration fee	N/A

Selling

Stock Brokerage	0.25%
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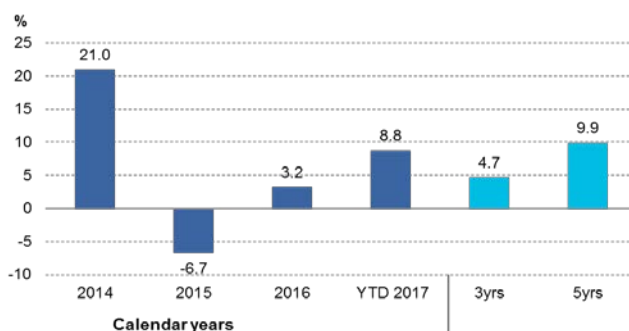
Management Fee	0.307% (ex VAT)
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Satrix Quality South Africa ETF securities can be bought and sold directly through stockbrokers by both retail and institutional investors. Initial fees and other costs will be negotiated with the stockbroker.

*The Total Expense Ratio (TER) is the charges incurred by the portfolio, for the payment of services rendered in the administration of the CIS. The TER is expressed as a percentage of the daily NAV of the CIS and calculated over a period of 1 year on an annualised basis.

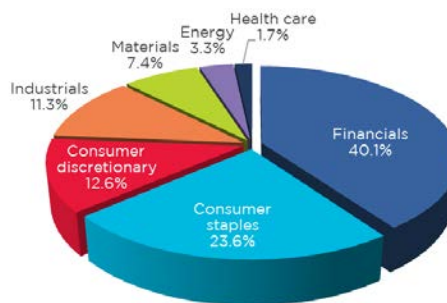
The Transaction Cost (TC) is the cost that will be incurred by the portfolio in the buying and selling of underlying assets. This is expressed as a percentage of the daily NAV of the CIS and calculated over a period of 1 year on an annualised basis.

Net Total Returns of the S&P Quality South Africa Index



Returns for periods longer than 1 year are annualised

Sector breakdown



Top 10 holdings

Securities	% of Portfolio
Tiger Brands	9.78
Capitec	9.59
Mr Price Group Limited	9.56
Bidvest	9.42
Stanbank	8.27
Sanlam	8.03
Clicks Group Ltd	7.58
AVI	6.28
FirstRand / RMBH	5.81
MMI Holdings	3.30

Source for all data as at 31 July 2017: S&P

Management of Investments

The management of investments are outsourced to Sanlam Investment Management (Pty) Ltd, FSP 579, an authorised Financial Services Provider under the Financial Advisory and Intermediary Services Act, 2002.

Contact information

SatrixNOW Call centre 010 020 2250 | Email HelpMe@SatrixNow.co.za

Satrix Investment Plan call centre 086 110 0670 | Email satrix@aospartner.com

Trustee Information

Standard Chartered Bank | Tel no.: 011 217 6600, E-mail: zatrustee.securities@sc.com

Additional Information

All reasonable steps have been taken to ensure the information on this information sheet is accurate and complete. The information does not constitute financial advice as contemplated in terms of the Financial Advisory and Intermediary Services Act. Use or rely on this information at your own risk.

Satrix Managers (RF) (Pty) Ltd (Satrix) is an authorised Financial Services Provider (FSP No. 15658) and a registered and approved manager of Collective Investment Schemes (CIS) in terms of the Collective Investment Schemes Control Act, 45 of 2002. Satrix is the manager of the Satrix Unit Trust Scheme and the Satrix Collective Investment Scheme in securities. The Satrix Collective Investment Scheme in securities (SATRIX securities), while registered as CIS, are listed on the JSE Limited, trade at JSE ruling prices via any stockbroker or trading platform, and will incur trading and settlement costs. The price at which participatory interest trades on an exchange may differ from the price at which the manager repurchases participatory interests. Any pricing included in this document is indicative and is not binding as such on SATRIX. As with all stock exchange investments, the market price of SATRIX securities will fluctuate according to market conditions, general sentiment and other factors. Past performance is not necessarily a guide to future performance nor does the Manager provide any guarantee with respect to the capital invested, nor the return of a portfolio. Collective Investment Schemes in Securities (CIS) are generally medium to long term investments. Additional information regarding the Satrix product portfolio's, brochures, application forms, schedule of fees, charges and commissions, annual and quarterly reports, can be obtained from the Manager. Should the user of this document seek financial, tax, legal, and/or accounting advice, the user should obtain his/her independent advice.

Glossary Terms

Market cap weighted index - A market cap weighted index is created by giving weightings to shares according to the company's size (or capitalisation). The larger the company's market capitalisation, the larger it's weighting in the index.

Market capitalisation (or market cap) - Market capitalisation (or market cap) is the total value of the issued shares of a publicly traded company; it is calculated by multiplying the current share price by the number of shares outstanding. This value is an indication of a company's size (or capitalisation).

Passive investment - Passive investment is a style of investing where a fund replicates the performance a particular market index. Passive investment vehicles include Exchange Traded Funds (ETF's) and index tracking unit trusts. They are so called because the portfolio manager doesn't choose the underlying portfolio. They simply replicate the index they have chosen to track.

***Total Expense Ratio (TER)** - This is the total costs associated with managing and operating an investment (excluding administration, financial planning and servicing fees). These costs consist primarily of management fees and additional expenses such as trading fees, legal fees, auditor fees and other operational expenses. The total cost of the fund is divided by the fund's total assets under management to arrive at a percentage amount, which represents the TER.

Volatility - Volatility is a measure of 'risk', and refers to the extent to which the price of an investment or fund fluctuates over a certain period of time. Funds with a high volatility usually offer the potential for higher returns over the longer term than low volatility funds but also the potential for significant downside.

Actual Expense Ratio (AER) - The actual expense ratio is the actual expenses incurred by the portfolio. The AER is the TER plus scrip lending income less brokerage expenses.

Basket - A portfolio of securities comprising all the component securities of the relevant index in the same weighting as they are held on that index.

Constituent - A constituent is a stock which is part of a larger portfolio

Central Securities Depository Participant (CSDP) - Institution established to hold securities and to affect transfer under section 32 of the Securities Services Act, No 36 of 2004 between accounts, typically by book-entry.

Distribution - Accrued income less portfolio expenses, which is distributed to investors

Liquidity - Liquidity is the ease of buying and selling a financial instrument for cash without causing any significant change in its price.

Market makers - The market makers will attempt to maintain a high degree of liquidity through continuously offering to buy and sell participatory interests at prices around the NAV, thereby ensuring tight buy and sell spreads

Net Asset Value (NAV) - The NAV is the total assets of the portfolio less the liabilities. The NAV is given per ETF share that is outstanding by dividing the total value of the fund by the number of shares that are issued.

Rebalancing - Rebalancing is when the asset manager buys and/or sells constituents in a portfolio in order to bring the portfolio in line with the index being tracked.

Scrip lending - The lending of securities from one party (being the holder of the securities) to another party (the borrower). The borrower provides collateral for the securities borrowed.

Securities - An instrument representing ownership (stocks), a debt agreement (bonds) or the rights to ownership (derivatives).

Spread - The difference between the price at which a market maker is willing to buy a security and the price at which the seller is willing to sell it (the difference between the bid and ask for a given security).

Stockbrokers - A stockbroker can execute your purchase or sale order through the JSE's trading system (stockbrokers need to be registered members of the JSE). As with any share transaction, your broker will attempt to find a sell order for your securities in the market that match against your buy order.

Strate - The electronic settlement system utilised by the JSE and administered by Strate, which facilitates the electronic clearing and settlement for all transactions concluded on the JSE.

Exchange Traded Funds (ETF) vs Unit Trust - Both Unit Trusts and ETF's the investor essentially owns a "proportionate share" (in proportion to the participatory interest held in the fund/portfolio) 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 EFT, the participatory interest, while issued by the fund, comprises a listed security or share and traded on a Johannesburg stock exchange. ETF shares can be traded by any stockbroker on the exchange or via the Satrix Investment Plan.