

## INVESTMENT POLICY SUMMARY

The investment objective of the fund is to provide a total return equivalent to that of the MSCI World (Developed Markets) Index, in South African Rand. The fund will aim to achieve this by only investing (other than holding assets in liquid form) in participatory interest of the FSCA approved Satrix World Equity Tracker Fund, a sub fund of the Irish Domiciled Sanlam Universal Funds plc. The Satrix World Equity Tracker Fund (underlying fund) employs optimisation techniques to track the performance of the index, rather than attempting to hold all of the securities in the index. The fund is rebalanced quarterly.

## WHY CHOOSE THIS FUND?

\*Investors wanting to invest South African Rand to gain exposure to world equity markets at a compelling cost.

\*No foreign exchange tax clearance is required.

## FUND INFORMATION

<b>ASISA Fund Classification</b>	Global - Equity - General
<b>Risk profile</b>	Aggressive
<b>Benchmark</b>	MSCI World Index (ZAR)
<b>Portfolio launch date</b>	Oct 2013
<b>Fee class launch date</b>	Oct 2013
<b>Minimum investment</b>	Manual: Lump sum: R10 000   Monthly: R500 SatrixNOW.co.za: No minimum
<b>Portfolio size</b>	R9.0 billion
<b>Last two distributions</b>	Fund does not distribute**
<b>Income decl. dates</b>	Fund does not distribute**
<b>Income price dates</b>	Fund does not distribute**
<b>Valuation time of fund</b>	17:00
<b>Transaction cut off time</b>	Manual: 15:00 SatrixNOW.co.za: 13:30
<b>Daily Price Information</b>	www.satrix.co.za
<b>Repurchase period</b>	T+3

## TOP 10 HOLDINGS

Securities	% of Portfolio
Apple Inc	4.83
Microsoft Corp	3.63
Amazon.Com Inc	2.26
Tesla Inc	1.54
Alphabet Inc CI A	1.25
Alphabet Inc CI C	1.21
ISHARES CORE MSCI WORLD	1.16
United Healthcare Corp	1.03
Johnson & Johnson	0.94
Exxon Corp	0.80

as at 30 Sep 2022

## PERFORMANCE (ANNUALISED)

Retail Class	Fund (%)	Benchmark (%)
1 year	(4.33)	(3.78)
3 year	9.92	11.08
5 year	10.71	11.80
Since inception	12.32	13.72

The benchmark returns of this fund are lagged by one day in order to align with the pricing of the fund.

Annualized return is the weighted average compound growth rate over the period measured.

## ACTUAL HIGHEST AND LOWEST ANNUAL RETURNS\*

Highest Annual %	19.71
Lowest Annual %	(4.33)

## FEES (INCL. VAT)

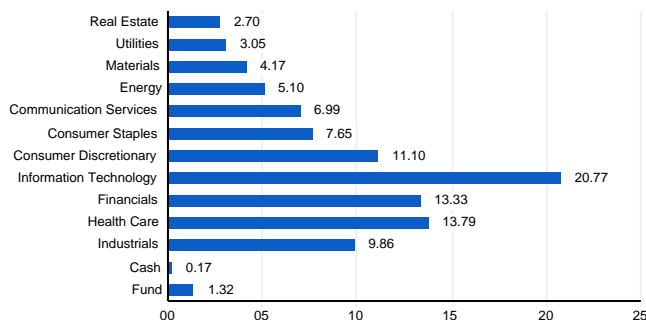
	Retail Class (%)
<b>Advice initial fee (max.)</b>	N/A
<b>Manager initial fee</b>	N/A
<b>Advice annual fee (max.)</b>	1.15
<b>Manager annual fee</b>	0.58
<b>Total Expense Ratio (TER)</b>	0.87
<b>Transaction Cost (TC)</b>	0.07

Advice fee | Any advice fee is negotiable between the client and their financial advisor. An annual advice fee negotiated is paid via a repurchase of units from the investor. The portfolio manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. This fund is also available via certain LISPS (Linked Investment Service Providers), which levy their own fees.

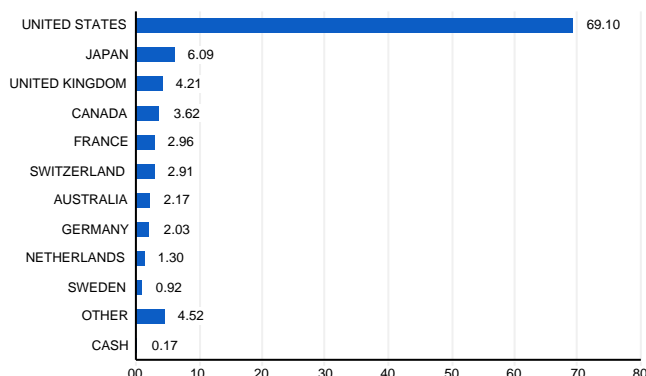
Total Expense Ratio (TER) | The TER is the charges incurred by the portfolio, for the payment of services rendered in the administration of the CIS. The TER is expressed as a percentage of the daily NAV of the CIS and calculated over a period of 3 years. The TER is calculated from 01 July 2018 to 30 June 2022. A higher TER does not imply a poor return nor does a low TER imply a good return.

The Transaction Cost (TC) is the cost 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 3 years. Obtain the costs of an investment prior to investing by using the EAC calculator provided at [www.satrix.co.za](http://www.satrix.co.za)

## ASSET ALLOCATION - SECTOR EXPOSURE (%)



## ASSET ALLOCATION - COUNTRY (%)



## PORTFOLIO QUARTERLY COMMENTARY - 30 SEP 2022

### Market Commentary

Soaring inflation across the globe has put central banks on a difficult journey, as more aggressive tightening was needed to combat the rise in inflation. For the third time in a row, the US Federal Reserve (Fed) raised rates during its September meeting, adding 0.75%. The South African Reserve Bank (SARB) followed suit and also raised its benchmark repo rate by another 0.75% in September. For the SARB this was the sixth consecutive rate hike since late 2021. The People's Bank of China and the Bank of Japan kept their rates steady during the quarter, while the European Central Bank raised its rates by 0.75% and the Bank of England increased its benchmark rate to 2.25%, its seventh consecutive rate hike.

For the third quarter of the year, the MSCI World Index was down 6.2%, the MSCI Emerging Markets Index was down 11.2% and the MSCI USA Index down 4.8% in US dollar total returns. The MSCI India Index was up 6.5% during the quarter in dollar terms while the MSCI China Index was down 22.5%. The MSCI Europe Index was down 10.1% and the MSCI United Kingdom Index down by 10.8% in US dollar total returns.

A strong dollar coupled with the aggressive interest rate hikes across the globe and fear of a global economic slowdown threatened the demand of energy while OPEC+ said it expected demand for oil to wane. The Brent crude price ended the quarter at \$80 a barrel, a 27% decrease from the start of the quarter. As the Fed turned hawkish to curb inflation, gold started the third quarter at \$1 806.89 an ounce and closed the quarter at \$1662.10, a loss of 8%. For the first time since 2008, the US 10-year Government Bond yield hit 4% but eased and closed the quarter at 3.83%.

In local markets, the FTSE/JSE All Share Index (ALSI) was down 1.9% for the third quarter of the year, hitting the lowest point since the beginning of the year. For the quarter, the FTSE/JSE Top 40 Index (Top 40) (-2.7%) and FTSE/JSE Capped Shareholder Weighted All Share (Capped SWIX) (-2.4%) were also down. The South African Government 10-year bond yield closed the quarter at 10.88%, while the All Bond Index (ALBI) was up 0.6% for the quarter. The cash benchmark, the Alexander Forbes Short-Term Fixed-Interest (STeFI) Composite Index, delivered positive money market returns of 1.35% for the quarter while the FTSE/JSE SA Listed Property Index (SAPY) was down 3.5% for the quarter.

Power cuts in South Africa escalated and have now become the worst load shedding on record, derailing economic recovery prospects and adding to the poor performance of the South African rand, which was already negatively impacted by the strong dollar. For the full quarter, the South African rand depreciated by 9.7% to the US dollar, closing at R17.97 to the greenback, R20.06 to the pound and at R17.60 to the euro.

### Portfolio Performance

The Satrix MSCI World Equity Index Feeder Fund invests in the dollar-based Satrix World Equity Tracker Fund, which is listed on the Irish Stock Exchange and tracks the MSCI World Index. The MSCI World Index captures large and mid-cap representation across 23 developed market countries. With 1 513 constituents, the index covers approximately 85% of the free float-adjusted market capitalisation in each country.

The Satrix World Equity Tracker Fund tracks this index through a process of optimisation with an ex-ante tracking error varying around 12 basis points. The MSCI World Index (in rand terms) had a return of 2.92% (-6.19% in US dollar terms) in the third quarter of 2022. The rand's depreciation against the US dollar through the quarter led to the spread in returns on the feeder fund.

### 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.

### CONTACT DETAILS

#### Manager

Satrix Managers (RF) Pty Ltd (Reg. No. 2004/009205/07). 4th Floor, Building 2, 11 Alice Lane, Sandown, 2146.

#### Investment Manager

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

#### Trustee

Standard Chartered Bank, Tel No.: 011 217 6600, E-mail: southafrica.securities-services@sc.com

### DISCLAIMER

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\*The highest and lowest annualised performance numbers are based on 10 non-overlapping one year periods or the number of non-overlapping one year periods from inception where performance history does not yet exist for 10 years.

The Sanlam Group is a full member of the Association for Savings and Investment SA. Collective investment schemes are generally medium- to long-term investments. Please note that past performance is not necessarily a guide to future performance, and that the value of investments / units / unit trusts may go down as well as up. A schedule of fees and charges and maximum commissions is available from the Manager, Satrix Managers (RF) (Pty) Ltd, a registered and approved Manager in Collective Investment Schemes in Securities. Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained from the Manager, free of charge. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. Collective investments are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses such as audit fees, brokerage and service fees. Actual investment performance of the portfolio and the investor will differ depending on the initial fees applicable, the actual investment date, and the date of reinvestment of income as well as dividend withholding tax. Forward pricing is used. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The performance of the portfolio depends on the underlying assets and variable market factors. Performance is based on NAV to NAV calculations with income reinvestments done on the ex-div date. Lump sum investment performances are quoted. The portfolio may invest in other unit trust portfolios which levy their own fees, and may result in a higher fee structure for our portfolio. All the portfolio options presented are approved collective investment schemes in terms of Collective Investment Schemes Control Act, No 45 of 2002 ("CISCA"). The fund may from time to time invest in foreign instruments which could be accompanied by additional risks as well as potential limitations on the availability of market information. The Manager has the right to close any portfolios to new investors to manage them more efficiently in accordance with their mandates. The portfolio management of all the portfolios is outsourced to financial services providers authorized in terms of the Financial Advisory and Intermediary Services Act, 2002. Standard Chartered Bank is the appointed trustee of the Satrix Managers Scheme.