

# CARTESIAN BCI MONEY MARKET UNIT TRUST

Minimum Disclosure Document: June 2018

## Fund Information:

<b>Fund manager:</b> Anthea Gardner (click <a href="#">here</a> for bio).
<b>ASISA category:</b> SA Interest Bearing- Money Market
<b>Inception date:</b> 11 February 2015
<b>Benchmark:</b> SteFI Call Deposit Index
<b>Income distribution:</b> Monthly
<b>Minimum investment:</b> R25 000 lump sum or R1 000 monthly debit order
<b>Recommended min. investment period:</b> 6 months
<b>Liquidity:</b> 48 hours
<b>JSE code:</b> CABFA
<b>ISIN number:</b> ZAE000199840
<b>Annual management fee (excl. VAT):</b> 0.25%
<b>Performance fee:</b> None
<b>Valuation time:</b> 15:00
<b>Transaction time:</b> 11:30
<b>Fund size:</b> R127.95m
<b>Fund performance (since inception—cumulative):</b> 24.91%
<b>Fund performance (since inception—annualised)*:</b> 6.80%
<b>Bnchmrk performance (since inception—cumulative):</b> 23.92%
<b>Bnchmrk performance (since inception-annualised):</b> 6.55%
<b>Total Expense Ratio (TER) ** :</b> 0.45%
<b>Date of issue:</b> 12 <sup>th</sup> June 2018

\* Annualised return is the weighted average compound growth rate over the period measured.

## Risk disclosure:

<b>Low</b>	Low-Med	Medium	Medium-High	High
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### Low Risk

- This portfolio has no equity exposure, resulting in low risk, stable investment returns
- The portfolio is not directly exposed to currency risk, but it is exposed to default and interest rate risks.
- The portfolio is suitable for shorter term investment horizons.

### Investment Objective:

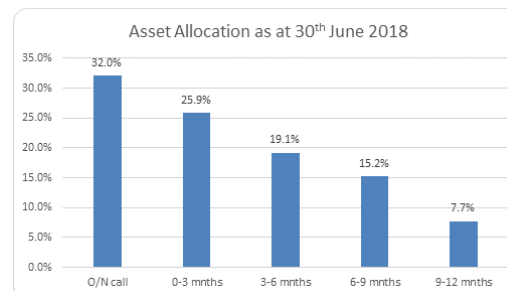
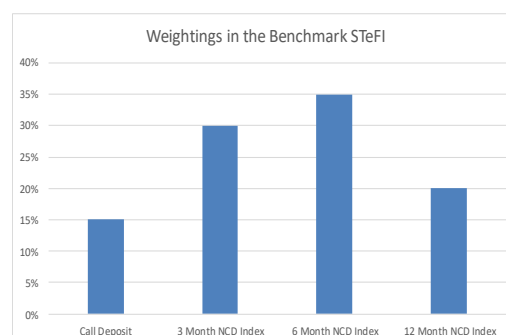
The Cartesian BCI Money Market Fund is a local money market portfolio. The investment objective is to provide a medium whereby investors can obtain undivided participation in a diversified portfolio of money market instruments and assets in liquid form.

### Investment Policy:

The primary performance objective of the portfolio is to obtain as high a level of current income as is consistent with preservation and liquidity. Capital gains will be of an incidental nature. The portfolio will be managed in compliance with prudential guidelines for retirements in South Africa to the extent allowed by the Act.

** Total Expense Ratio (TER)	Dec '17 (PY)	0.49%
Performance Fees incl in TER	Dec '17 (PY)	-
Portfolio Transaction Cost	Dec '17 (PY)	-
Total Investment Charge	Dec '17	0.49%

Distribution date	Distribution cents per unit	Distribution date	Distribution cents per unit	Distribution date	Distribution cents per unit
		31-Jan-17	0.64	31-Jan-18	0.55
		28-Feb-17	0.55	28-Feb-18	0.55
		31-Mar-17	0.60	31-Mar-18	0.50
		30-Apr-17	0.57	30-Apr-18	0.57
31-May-16	0.59	31-May-17	0.61	31-May-18	0.56
30-Jun-16	0.59	30-Jun-17	0.61	30-Jun-18	0.57
31-Jul-16	0.61	31-Jul-17	0.59		
31-Aug-16	0.74	31-Aug-17	0.58		
30-Sep-16	0.58	30-Sep-17	0.53		
31-Oct-16	0.62	31-Oct-17	0.56		
30-Nov-16	0.59	30-Nov-17	0.56		
31-Dec-16	0.63	31-Dec-17	0.56		



**Fund versus Benchmark: Monthly Performance**

		January	February	March	April	May	June	July	August	September	October	November	December	Cumulative (since inception)
2015	<b>Fund Performance</b>	-	-	0.44%	0.43%	0.45%	0.51%	0.50%	0.50%	0.48%	0.60%	0.52%	0.48%	4.91%
	Benchmark STeFI	-	-	0.46%	0.45%	0.42%	0.48%	0.46%	0.47%	0.46%	0.46%	0.48%	0.50%	4.64%
2016	<b>Fund Performance</b>	0.50%	0.50%	0.54%	0.55%	0.59%	0.59%	0.61%	0.75%	0.59%	0.62%	0.57%	0.63%	11.95%
	Benchmark STeFI	0.50%	0.48%	0.54%	0.54%	0.56%	0.54%	0.50%	0.56%	0.55%	0.57%	0.56%	0.56%	11.10%
2017	<b>Fund Performance</b>	0.64%	0.55%	0.60%	0.59%	0.62%	0.58%	0.60%	0.59%	0.48%	0.58%	0.58%	0.56%	18.92%
	Benchmark STeFI	0.57%	0.52%	0.57%	0.56%	0.58%	0.56%	0.58%	0.56%	0.54%	0.56%	0.54%	0.55%	17.79%
2018	<b>Fund Performance</b>	0.54%	0.49%	0.51%	0.54%	0.57%	0.56%							22.13%
	Benchmark STeFI	0.56%	0.50%	0.56%	0.53%	0.54%	0.50%							20.98%

**Highest Monthly Return** August 2016 0.75%

**Lowest Monthly Return** April 2015 0.43%

**Benchmark:**

The Alexander Forbes STEFI index will approximate the performance of money market instruments in the market. The index is calculated daily, invests only in Call Deposits and NCD instruments maturing in three different categories (3,6 and 12 month) and all instruments are held to maturity. Weightings will be monitored and changes will be made according to market conditions by a committee consisting of representatives of Alexander Forbes Asset Consultants and market participants. Base date: 1 October 2000.

**Regulation:**

The portfolio will be managed in compliance with prudential guidelines for retirements in South Africa to the extent allowed by the Act.

**Information and Disclosures:**
**Investment Manager:**

Anthea Gardner

Cartesian Capital (Pty) Ltd FSP number: 45318

**Fund Manager Commentary:**

June once again saw volatile trade around the globe amid continued fears about a possible trade war between the US and China as well as its other major trading partners in Europe and North America. Markets saw a flight to safety in the US, whilst emerging markets (EMs), including South Africa (SA), remained under pressure for most of the month. Overall, the majority of major global markets closed lower MoM as the trade policy of US President Donald Trump took its toll on confidence levels around the world.

The rand lost significant ground (-8.1% MoM) in June on the back of a rampant dollar, negative EM sentiment and weak domestic economic data, especially the poor 1Q18 GDP showing. GDP plummeted 2.2% in 1Q18 (vs a 3.1% QoQ increase in 4Q17), data showed at the start of June - the largest QoQ decline since 1Q09. YoY, GDP grew 0.8%. The biggest negative contributors to 1Q18 GDP growth were the agriculture, mining and manufacturing industries. However, May consumer price inflation (CPI) surprised on the downside coming in at 4.4% YoY (vs April's 4.5% print), despite April's VAT hike. Most of the increase was due to higher alcohol, tobacco and fuel prices. With local consumers under pressure from all fronts, April retail sales data also disappointed as growth contracted 1.2% YoY, vs March's 0.2% decline and 1.4% growth in February; the latest data reflects the slowest growth in 15 months. Meanwhile, private-sector credit growth also decelerated to 4.6% YoY in May - its slowest pace since September 2010.

The JSE ended June on a positive note as the FTSE JSE All Share Index (J2013) gained 2.6% MoM (down 3.2% YTD). Financial counters felt the most pressure with the FINI-15 dropping 2.8% MoM (-9.7% YTD), while Industrials closed 4.6% higher MoM (-4.7% YTD). Resource counters performed well as a rally in some commodity prices buoyed the Resi-10 to end June 6.4% in the green (the index is now up an impressive 16.1% YTD). While market-heavyweight commodity companies, including BHP Billiton (8.8% weighting in the J203), and Anglo American (4.1% of the index), posted robust monthly gains of 7.4% and 1.6%, respectively, industrial counters such as British American Tobacco (with a 2.4% J203 weighting) and Naspers (with its c. 20% weighting) jumped by 6.7% and 15.2% MoM, respectively, lifting the local bourse.

On the commodities front, Brent crude prices were up again in June, reaching a three-and-a-half year high on Thursday and ending the month at \$79.44/bbl – up 2.4% MoM. Gold remained near six-month lows closing Friday 3.5% down MoM at \$1,252.60/oz. The yellow metal was weighed down by trade worries and interest rate expectations as the Fed's path of higher interest rates provided support to the strong dollar, pressuring gold prices. Platinum ended June c. 6.0% lower MoM at around the \$852/oz level, while iron ore prices fell to a one-month low on Thursday before recovering slightly on Friday. MoM, iron ore prices were down 1.84% from \$61.57/tonne to \$60.44/tonne.

**Additional Information:**

Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website [www.bcis.co.za](http://www.bcis.co.za). Valuation takes place daily and prices can be viewed on our website ([www.bcis.co.za](http://www.bcis.co.za)) or in the daily newspaper. Actual annual performance figures are available to existing investors on request. Upon request the Manager will provide the investor with portfolio quarterly investment holdings reports

**Management Company Information:**

Boutique Collective Investments (RF) (Pty) Limited.  
 Catnia Building, Bella Rosa Village,  
 Bella Rosa Street, Bellville 7530  
 Tel: 021 007 1500/1/2 | 021 914 1880 + Fax: 086 502 5319  
 + Email: [clientservices@bcis.co.za](mailto:clientservices@bcis.co.za) + [www.bcis.co.za](http://www.bcis.co.za)

**Custodian / Trustee Information:**

The Standard Bank of South Africa Limited  
 Tel: 021 441 4100

Financial Product	11 <sup>th</sup> February 2015	to	31 <sup>st</sup> Mar 2018
Period (annualised)			
Class	Total Expense Ratio (TER)	Transaction Cost (TC)	Total Investment Charges (TER + TC)
	0.45%	0.00%	0.45%
	of the value of the Financial Product was incurred as expenses relating to the administration of the Financial Product	of the value of the Financial Product was incurred as costs relating to the buying and selling of the assets underlying the Financial Product	of the value of the Financial Product was incurred as costs relating to the investment of the Financial Product

**Total Expense Ratio Disclaimer:**

The TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 31 August 2017, whilst the underlying portfolios' ratio and cost calculations are based upon their most recent published figures, being 30 September 2017. The TER is disclosed as percentage of the average Net Asset Value of the portfolio that were incurred as charges, levies and fees related to the management of the portfolio and underlying portfolios. The TER is calculated quarterly but may additionally be re-calculated with effect from any significant portfolio restructurings and/or fee changes occurring.

A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's.

**FAIS Conflict of Interest Disclosure**

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. 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 portfolio to BCI, 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. In some instance portfolios invest in other portfolios which forms part of the BCI Schemes. These investments will be detailed in this document, as applicable.

**Disclaimer:**

Boutique Collective Investments (RF) (Pty) Ltd ("BCI") is a registered Manager of the Boutique Collective Investments Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002 and is a full member of the Association for Savings and Investment SA.

Collective Investment Schemes in securities are generally medium to long term investments. The value of participatory interests may go up or down and past performance is not necessarily an indication of future performance. 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. A schedule of fees, charges and maximum commissions is available on request. BCI 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. Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge.

Performance figures quoted for the portfolio is from MoneyMate, 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. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax.

Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio.

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A money market portfolio is not the same as a bank deposit account. The price is targeted at a constant value. The total return to the investor is made up of interest received and any gain or loss made on any particular instrument. In most cases the return will merely have the effect of increasing or decreasing the daily yield, but that in the case of abnormal losses it can have the effect of reducing the capital value of the portfolio. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressures and in such circumstances a process of ring-fencing of withdrawal instructions and managed payouts over time may be followed. The yield is calculated using an annualised seven day rolling average.

**Effective Annual Cost ("EAC"):**

Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at [www.bcis.co.za](http://www.bcis.co.za)