

ANCHOR BCI DIVERSIFIED STABLE FUND

A CLASS | July 2024

Minimum Disclosure Document | Issued 08 August 2024

ANCHOR

NAVIGATING
CHANGE

INVESTMENT OBJECTIVE

The **Anchor BCI Diversified Stable Fund** is a multi-managed cautious risk profile portfolio with the objective being to provide investors with a high level of income and capital stability. This Fund is appropriate for clients who want exposure to Anchor's capabilities in a solution that is appropriately blended and diversified with other offerings to ensure a more consistent return profile.

INVESTMENT PHILOSOPHY

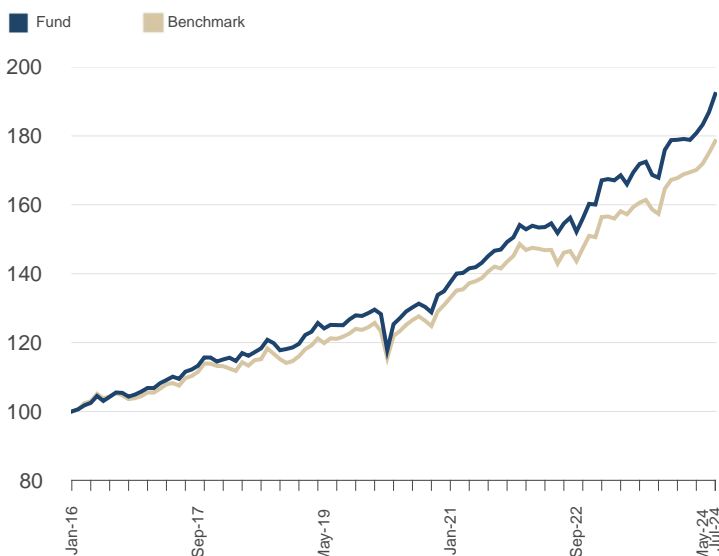
The portfolio will be managed in compliance with prudential investment guidelines for retirement funds in South Africa to the extent allowed for by the Act. To provide a limited level of capital protection, the portfolio's equity may be as high as 40% of the portfolio's net asset value. In order to achieve its objective, the investments normally to be included in the portfolio may comprise a combination of assets in liquid form, money-market instruments, interest-bearing securities, bonds, debentures, corporate debt, equity securities, other interest-bearing securities, property securities, preference shares, convertible equities and non-equity securities. The portfolio may, from time to time, invest in listed and unlisted financial instruments. The manager may also include forward currency, interest rate and exchange rate swap transactions for efficient portfolio management purposes.

MONTHLY RETURNS (%)

| YEAR | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | YTD |
|------|------|------|------|-----|------|------|-----|-----|------|------|------|------|------|
| 2024 | 0.1 | 0.1 | -0.1 | 1.1 | 1.4 | 2.0 | 2.8 | | | | | | 7.5 |
| 2023 | 4.4 | 0.2 | -0.2 | 0.9 | -1.5 | 2.1 | 1.4 | 0.4 | -2.2 | -0.5 | 4.8 | 1.6 | 11.7 |
| 2022 | -0.8 | 0.7 | -0.3 | 0.1 | 0.7 | -1.8 | 1.8 | 1.1 | -2.6 | 2.5 | 2.7 | -0.1 | 3.9 |
| 2021 | 1.9 | 1.8 | 0.1 | 1.0 | 0.2 | 0.9 | 1.3 | 1.1 | 0.2 | 1.5 | 0.9 | 2.4 | 14.3 |
| 2020 | 0.8 | -1.0 | -8.2 | 6.4 | 1.4 | 1.5 | 0.9 | 0.8 | -0.7 | -1.2 | 3.9 | 0.8 | 4.9 |
| 2019 | 0.9 | 2.2 | 0.8 | 2.1 | -1.3 | 0.8 | 0.0 | 0.0 | 1.3 | 0.9 | -0.1 | 0.7 | 8.4 |
| 2018 | 0.5 | 0.4 | -0.8 | 2.0 | -0.7 | 0.9 | 0.9 | 2.1 | -0.8 | -1.7 | 0.3 | 0.4 | 3.6 |
| 2017 | 1.0 | 0.0 | 1.3 | 0.8 | 0.9 | -0.6 | 1.9 | 0.6 | 1.0 | 2.1 | 0.0 | -1.0 | 8.3 |
| 2016 | | 0.6 | 1.1 | 0.7 | 2.0 | -1.4 | 1.2 | 1.2 | -0.1 | -1.0 | 0.6 | 0.8 | 5.8 |

FUND PERFORMANCE SINCE INCEPTION

Growth of R100 investment (cumulative).



Investment performance is for illustrative purposes only and calculated by taking actual initial fees and ongoing fees into account for the amount shown with income reinvested on reinvestment date.

FUND INFORMATION

Risk profile:

LOW LOW-MOD MOD MOD-HIGH HIGH

Inception Date 2 Feb 2016
Benchmark ASISA SA Multi Asset Low Equity Category Average

Fund Classification SA Multi Asset Low Equity

Distributions Quarterly Declaration Date: 31 Mar/30 Jun/30 Sep/31 Dec

Fees (Incl. VAT):

Annual Management Fee 1.15%

Total Expense Ratio (TER) Mar 24: 1.19% (PY): 1.20%

Portfolio Value R261.18 mn

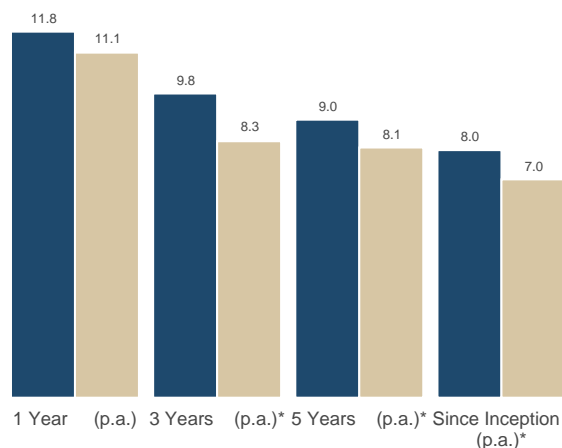
Unit Price 133.99 cpu

RISK PROFILE: LOW-MODERATE

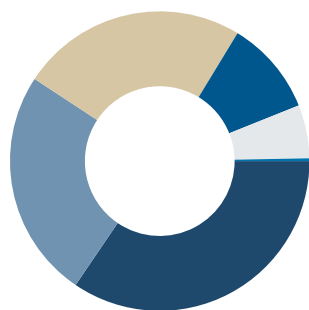
- This portfolio has relatively low equity exposure, resulting in relatively low volatility compared to higher risk portfolios.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to default and interest rate risks.
- The portfolio is suitable for medium-term investment horizons.
- The expected potential long term investment returns are lower over the medium to long term than higher risk portfolios.

FUND PERFORMANCE AT 31 JUL 2024 (%)

Fund Benchmark



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



Local Income - 34.7 Local Bonds - 24.9 Local Equity - 24.6
Offshore Equity - 10.3 Offshore Bonds - 5.8 Offshore Income - -0.3

FUND MANAGER



Simon Du Plooy

INFORMATION & DISCLOSURES

ISIN Number ZAE000210589
Distributions 2022 (CPU) Sep 0.77; Dec 1.85 | 2023 (CPU) Mar 1.20; Jun 2.32; Sep 1.31; Dec 2.17 | 2024 (CPU) Mar 1.54; Jun 2.30

INVESTMENT MANAGER

Anchor Capital (Pty) Ltd is an authorised Financial Services Provider FSP 39834. Outsourced to Nest Asset Management FSP 46549.

- 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)
- Valuation takes place daily and prices can be viewed on our website (www.bcis.co.za) or in the daily newspaper.
- Actual annual percentage figures are available to existing investors on request.
- Upon request the Manager will provide the investor with quarterly portfolio investment holdings report.

SUBSCRIPTIONS

Valuation time 15h00
Transaction cut-off time 14h00
Payment reference Initials and Surname
Minimum investment amount None*

Please send proof of deposit to fax (011) 263 6152 or e-mail instructions@bci-transact.co.za

*Fixed Administration Fee: R15 excluding VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

MANAGEMENT COMPANY INFORMATION

Boutique Collective Investments (RF) (Pty) Ltd,
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Email: clientservices@bcis.co.za | www.bcis.co.za

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. 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. BCI calculates the EAC as per the ASISA standard for a period of 3 years up until the most recent TER reporting period.

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, No45 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. Performance figures quoted for the portfolio are from Morningstar, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested and do not take any management'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. 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. Should the portfolio invest into another Anchor BCI co-named portfolio, the investing fund will be reimbursed for any net investment management fees incurred by the investment so that there is no additional fee payable to Anchor.

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. Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI 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 BCI/the Manager's products. Access the BCI Privacy Policy and the BCI Terms and Conditions on the BCI website (www.bcis.co.za).



| | |
|----------------------------------|------|
| Anchor BCI Bond Fund | 12.5 |
| IFM Bond Fund | 12.3 |
| Strategic Income Fund | 12.1 |
| Anchor BCI SA Equity Fund | 9.4 |
| Dodge & Cox Global Bond Fund | 5.8 |
| ClucasGray Equity Precsient Fund | 5.4 |
| Perpetua SCI Equity Fund | 5.3 |
| Satrix Capped Swix ALSI | 3.2 |
| Dodge & Cox Global Stock Fund | 2.9 |
| iShares Core MSCI World | 2.3 |

FUND MANAGER COMMENTARY AT 31 JUL 2024

In financial markets, a notable shift in leadership has occurred over the past month. In the US, small-cap and value stocks, along with cyclical sectors, have surpassed the long-standing dominance of mega-cap technology and growth stocks. This transition is largely influenced by key economic developments. The disinflation trend, highlighted by a cooler-than-expected US July CPI report showing 3.0% YoY inflation, has catalysed this rotation. With inflation cooling and a softening labour market, markets now anticipate three US Federal Reserve (Fed) rate cuts by year-end, bolstering broader market movements. Furthermore, the 2Q24 earnings season has revealed growth in the financials, energy, and healthcare sectors. As a result, the Nasdaq 100 dropped by 1.6% for the month, while the S&P 500 Equal Weighted Index rose by 4.5%. The MSCI World Small Cap Index also saw a significant increase of 6.9%, whereas the MSCI World Large Cap Index remained flat for the month. In contrast, Chinese markets faced challenges, with the MSCI China USD Index declining by 1.4% due to disappointing economic data and unexpected central bank rate cuts. Meanwhile, South Africa (SA) maintained its interest rate at 8.25% despite internal disagreements within the central bank. Local markets thrived, with the FTSE JSE All Share Index gaining 3.9%, supported by the resources and financials sectors. The portfolio outperformed the benchmark and the general peer group over the month. The performance was enhanced by our overweight position relative to local equities and our active tilt towards small and mid-cap US equities, which outperformed over the month.

FEE DETAILS

| | Class A |
|-------------------------------------|---------------------------|
| Initial fees (BCI) (incl. VAT) | 0% |
| Annual Management Fee (incl VAT) | |
| Class A | 1.15% |
| Performance Fee | None |
| TER and Transaction Cost (incl VAT) | |
| Basic | Mar 24: 1.19% (PY): 1.20% |
| Portfolio Transaction Cost | Mar 24: 0.14% (PY): 0.15% |
| Total Investment Charge | Mar 24: 1.33% (PY): 1.35% |

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. Transaction Costs are a necessary cost in administering the Fund and impacts Fund returns. The TIC should not be considered in isolation as returns may be impacted by many other factors including market returns, the type of Fund, the investment decisions of the investment manager and the TER. The TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 31 December 2023, whilst the underlying portfolios ratio and cost calculations are based upon their most recent published figures, being 31 March 2024.

CUSTODIAN / TRUSTEE INFORMATION

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