



# ADB BCI BALANCED FUND OF FUNDS (A)

MANAGED BY: ARNOLD DU BRUIN & ASSOCIATES - AUTHORISED FSP 6621

MINIMUM DISCLOSURE DOCUMENT

31 OCTOBER 2018

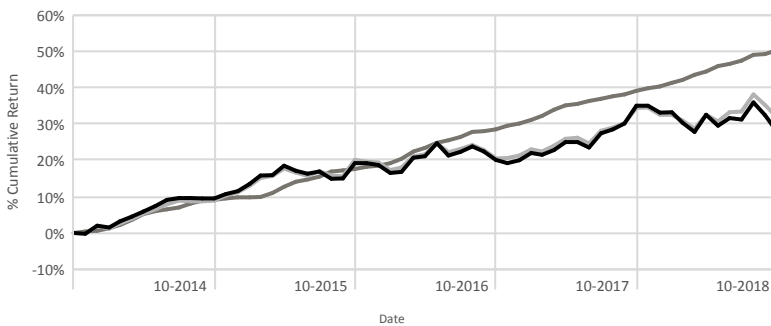
## INVESTMENT OBJECTIVE

The ADB BCI Balanced Fund of Funds is a balanced fund of funds with the primary investment objective to provide investors with a steady total return, consisting of income and capital growth, over the medium to long term.

## INVESTMENT UNIVERSE

The ADB BCI Balanced Fund of Funds will follow an investment policy which will reflect a spread of investments aiming at income and capital growth normally associated with the investment structure of a moderate retirement fund. It will invest in a broad range of participatory interests and other forms of participation in schemes covering a broad range of investment philosophies in order to achieve a portfolio that reflects the investment objectives of the portfolio. The portfolio's equity exposure will range between 0% and 60% of the total portfolio net asset value.

## PERFORMANCE (Net of Fees)



Legend: ADB BCI Balanced Fund of Funds (A) (Black line), Fund Benchmark (Grey line), ASISA Category Average (Light Grey line)

	Cumulative (%)	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Fund</b>		-5.21	7.38	27.95	-	134.77
<b>Fund Benchmark</b>		8.06	27.83	50.30	-	122.05
<b>ASISA Category Average</b>		-1.95	9.73	31.81	-	135.84
<b>Annualised (%)</b>						
<b>Fund</b>		-5.21	2.40	5.05	-	8.92
<b>Fund Benchmark</b>		8.06	8.53	8.49	-	8.31
<b>ASISA Category Average</b>		-1.95	3.14	5.68	-	8.97

Inception date: 05 Nov 2008

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

### Highest and lowest calendar year performance since inception

<b>High</b>	19.65
<b>Low</b>	1.09

## MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
<b>2018</b>	0.0	-2.2	-2.0	3.7	-2.3	1.7	-0.3	3.5	-2.5	-3.4	-	-	-3.91
<b>2017</b>	1.7	-0.4	1.0	1.8	0.0	-1.2	3.2	0.9	1.2	3.8	0.0	-1.4	10.92
<b>2016</b>	-1.9	0.3	3.3	0.3	3.0	-2.7	0.8	1.2	-1.1	-1.9	-0.7	0.7	1.09
<b>2015</b>	1.8	2.0	0.1	2.2	-1.2	-0.7	0.5	-1.7	0.1	3.6	0.0	-0.4	6.50
<b>2014</b>	-0.5	1.7	1.2	1.3	1.4	1.6	0.4	0.0	-0.1	-0.1	1.1	0.7	9.28
<b>2013</b>	4.0	-0.7	2.3	-0.4	6.0	-3.5	2.3	1.4	2.8	2.2	-0.2	2.3	19.65

## FUND INFORMATION

Portfolio Manager:	Arnold du Bruin
Launch date:	05 Nov 2008
Portfolio Value:	R 357 123 426
NAV Price (Fund Inception):	100 cents
NAV Price as at month end:	191.82 cents
JSE Code:	MADB
ISIN Number:	ZAE000124624
ASISA Category:	SA - Multi Asset - Medium Equity
Fund Benchmark:	CPI + 3% p.a
Minimum lump sum:	None #
Minimum monthly investment:	None
Monthly Fixed Admin Fee:	R10 excl. VAT on all direct investor accounts with balances of less than R100 000
Valuation:	Daily
Valuation time:	08:00 (T+1)
Transaction time:	14:00
Regulation 28:	Yes
Date of Income Declaration:	28 February/31 August
Date of Income Payment:	2nd working day of Mar/Sep

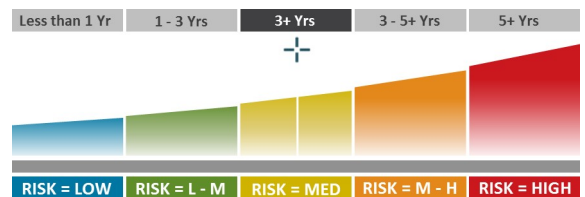
## Income Distribution (cpu)

28 Feb 2017	31 Aug 2017	28 Feb 2018	31 Aug 2018
2.09	2.10	2.09	2.89

## FEE STRUCTURE

Annual Service Fee:	1.15% (Incl. VAT)
Initial Advisory Fee (Max):	1.15% (Incl. VAT)
Annual Advice Fee:	0 - 1.15% (if applicable)
Initial Fee:	0.00% (Incl. VAT)
Performance Fee:	None
<b>* Total Expense Ratio (TER):</b>	Jun 18 : 2.16% (PY: 2.14%)
Performance fees incl in TER:	Jun 18 : 0.00% (PY: 0.00%)
<b>Portfolio Transaction Cost:</b>	Jun 18 : 0.24% (PY: 0.20%)
<b>Total Investment Charge:</b>	Jun 18 : 2.40% (PY: 2.34%)
	<i>All Values (Incl. VAT)</i>

## RISK PROFILE



### Medium Risk

- This portfolio has a balanced exposure to various asset classes. It has more equity exposure than a low risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a low risk portfolio, but less than a high-risk portfolio.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to equity as well as default and interest rate risks.
- The portfolio is suitable for medium term investment horizons.
- The probability of losses is higher than that of a low risk portfolio, but less than a high-risk portfolio and moderate long term investment returns are expected.

**BOUTIQUE**  
+ COLLECTIVE  
INVESTMENTS



**PORTFOLIO HOLDINGS**

Asset Allocation (%)	As at 30 Sep 2018	Top Holdings (%)	As at 30 Sep 2018
Domestic Equity	36.82	STANLIB Bond B5	13.8
Domestic Bonds	17.43	Coronation Top 20 P	9.4
Offshore Equity	14.41	Laurium Flexible Prescient B4	8.0
Domestic Property	11.32	36ONE BCI Flexible Opportunity D2	8.0
Domestic Cash	11.01	Investec SA Equity G	7.9
Offshore Property	4.97	Centaur BCI Flexible C	7.8
Offshore Cash	2.19	BCI Best Blend Global Equity D	6.8
Offshore Bonds	0.75	Nedgroup Inv Core Income C	6.8
Africa Equity	0.54	BCI Best Blend Global Property B	6.2
Africa Cash	0.38	ABSA Property Equity D	5.0
Unit Trusts	0.05		
Africa Property	0.02		
Africa Bond	0.01		
Other	0.10		

**INFORMATION AND DISCLOSURES**

**Risks**

Where foreign securities are included in the portfolio there may be 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. 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.

**\* Total Expense Ratio (TER)**

Please note: 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. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, the investment decisions of the investment manager and the TER. The prior year ("PY") 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 June 2018.

**Effective Annual Cost:** 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).

**#Monthly Fixed Admin Fee:** R10 excl. VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transact online, in which case no such fee will be levied.

**Fund**

* Total Expense Ratio (TER)	Transactional Cost (TC)	Total Investment Charge (TER & TC)
2.16%	0.24%	2.40%
Of the value of the Fund was incurred as expenses relating to the administration of the Fund.	Of the value of the Fund was incurred as costs relating to the buying and selling of the assets underlying the Fund.	Of the value of the Fund was incurred as costs relating to the investment of the Fund.

**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 instances portfolios invest in other portfolios which form part of the BCI Scheme. These investments will be detailed in this document, as applicable.

**Investment Manager**

Arnold du Bruin & Associates (Pty) Ltd is an authorised Financial Service Provider FSP 6621.

- + 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: 087 057 0571 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



**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 ASISA. 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. BCI 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 are from Morningstar, as at the date of this minimum disclosure 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. BCI 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's products. A fund of funds is a portfolio that invests in portfolios of collective investment schemes that levy their own charges, which could result in a higher fee structure.