

PRESCIENT IJG INCOME PROVIDER FUND A1

MINIMUM DISCLOSURE DOCUMENT

INVESTMENT AND RETURN OBJECTIVE

The Fund aims to return CPI + 3% per annum through a full interest rate cycle while providing stability by aiming never to lose capital over any rolling 3 month period. The Fund is Regulation 13 compliant and at least 45% is invested in Namibian assets.

INVESTMENT PROCESS

This Fund invests in local and offshore money market, bonds, property, preference shares, inflation-linked bonds and derivatives to meet the investment objectives. Fund performance can be generated from taking interest rate views or duration, yield enhancement via credit instruments, asset allocation between income producing asset classes, offshore exposure and also via the use of derivatives.

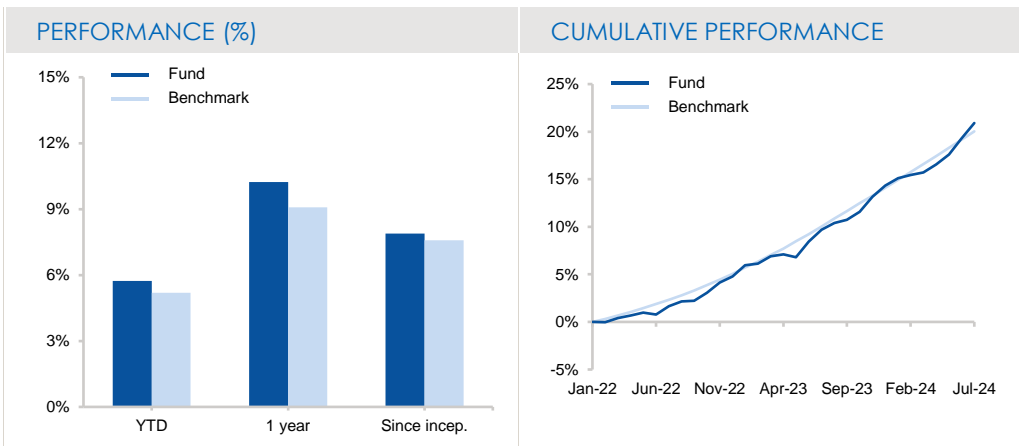
WHO SHOULD INVEST

The Fund is suitable for investors with a short to medium term investment horizon seeking a conservative risk offering that aims to maximise income via primarily investing in Namibian and South African money and bond markets.

RISK INDICATOR DEFINITION

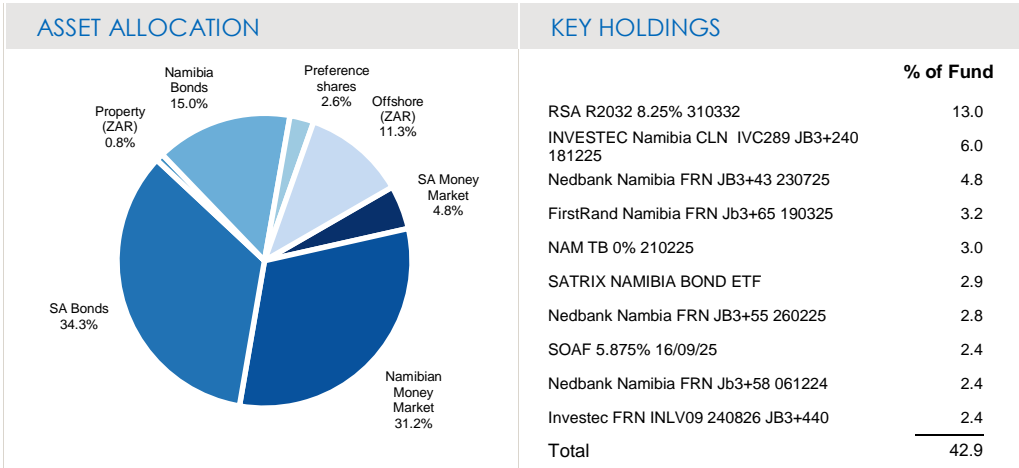
These portfolios typically have no or low equity exposure, resulting in higher interest yields and stable capital values with the probability of capital losses over the shorter term (3 months) highly unlikely. These portfolios typically target returns in the region of 2% – 3% above inflation before tax over the long term.

RISK INDICATOR



PERFORMANCE (%)			RISK AND FUND STATS	
	Fund	Benchmark	Current	Fund
1 year	10.23	9.08	Yield (gross)	10.10%
Since incep.	7.89	7.58	Average Duration	1.28yrs
Highest rolling 1 year	10.23	9.08		
Lowest rolling 1 year	5.76	5.72		

All performance fees are net of fees.



31 JULY 2024

ABOUT THE FUND

Fund manager:
Prescient Interest Bearing Team

Fund classification:
Namibian Domestic Fixed Interest Varied Specialist

Benchmark:
STeFi Call 110%

JSE Code:
IIPFA1

ISIN:
ZAE000307112

Fund Size:
NAD2.5 bn

Inception date:
31 January 2022

Minimum Investment:
N\$10 000
N\$1000 per month

Income Distribution (annually):
31 March 2024 - 7.71 cpu

Initial Fee:
0.00%

Annual management fee:
0.75%

Fact sheet fee class:
A1

Fee Type	Percentage
Management Fees	0.75%
Performance Fees	0.00%
Other Fees*	0.09%
Total Expense Ratio (TER)	0.84%
Transaction Costs (TC)	0.00%
Total Investment Charge (TIC)	0.84%

*Other fees includes underlying fee (where applicable): Audit Fees, Custody Fees and Trustee Fees

*TIC Fees are calculated in respect of 12 months ending before 30 June 2024

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FUND MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2022		-0.03%	0.44%	0.26%	0.30%	-0.20%	0.89%	0.50%	0.05%	0.82%	1.05%	0.60%	4.77%
2023	1.12%	0.17%	0.73%	0.20%	-0.31%	1.57%	1.13%	0.65%	0.31%	0.74%	1.42%	1.05%	9.14%
2024	0.67%	0.30%	0.22%	0.74%	0.91%	1.41%	1.37%						5.74%

FUND COMMENTARY

In July, interest rate repricing continued locally, driven by a more favorable global backdrop for risk. As a result, the local nominal bond index ended the month up by 3.96% on a total return basis. The Fund also performed strongly and outperformed its benchmark for the month.

On the global macro front, the FOMC's message at its July meeting was largely as anticipated. Fed Chair Powell indicated that the committee is approaching a point where it could consider an interest rate cut, with such a move potentially discussed in September, depending on favorable inflation data. His remarks suggested that the threshold for a rate cut is relatively low. Additionally, Powell described recent shifts in the labor market, including the rise in the unemployment rate, as signs of normalization rather than indicators of significant weakness. He emphasized that the FOMC is closely monitoring the data and is well-prepared to adjust its policies if necessary. The market has adjusted to anticipate further interest rate cuts in both the US and South Africa.

Given the movement in the SA yield curve, we continue to favor floating rate exposure in the 3-year segment, while concentrating our fixed rate exposure in the 10-year segment, where we see the greatest value relative to the associated risk.

The Fund forward yield remains attractive at 10.10%. The Fund has a total Fund duration of 1.28 years.

The Fund was ahead of its benchmark for the month. We saw good contributions from all components of the portfolio, notably the duration position of the portfolio. The current risk in the portfolio aligns with the Fund's risk objective, and we see the Fund well positioned to achieve its return objectives.

Disclaimer

Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER 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 TERs.