

Succession Balanced Fund

February 2021



SUCCESSION FINANCIAL PLANNING
Advisory Services (PTY) Ltd
Licensed Financial Services Provider FSP 41158

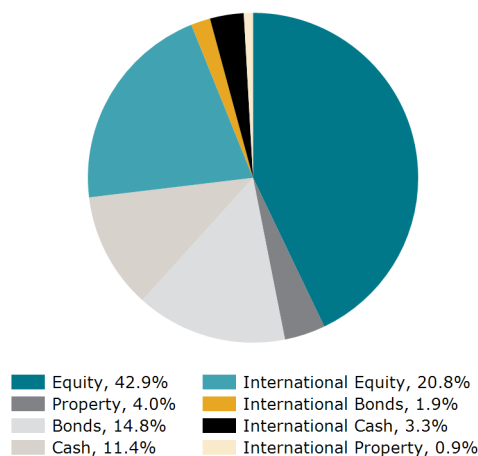
FUND DETAILS

Fund Category	SA Multi Asset High Equity
Benchmark	Avg SA Multi Asset High Equity
Risk Profile	Moderate Aggressive
Launch Date	09 March 2020
Fund Size	R 19 million

FUND OBJECTIVE

The fund aims to provide a high level of capital growth over the long term. Investors in this fund are prepared to tolerate high fluctuations in the value of their investment over the short term. The fund will be diversified across all major asset classes with a bias towards equities (maximum of 75%). The fund is compliant with Regulation 28 of the Pension Funds Act, 1956.

ASSET ALLOCATION



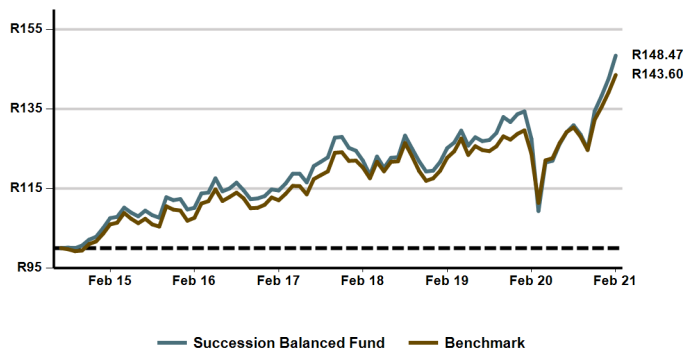
INVESTOR PROFILE

This fund is suitable for investors looking for:

- High level of capital growth
- Able to tolerate high levels of volatility

CUMULATIVE PERFORMANCE SINCE LAUNCH

Indicative value of R100 invested at launch of strategy, after fees.



PERFORMANCE (%)	FUND	BENCHMARK
1 Month	4.03	3.11
3 Months	10.39	8.52
6 Months	13.37	10.14
1 Year	16.45	16.05
2 Years (annualised)	8.90	8.16
3 Years (annualised)	6.76	6.09
5 Years (annualised)	6.15	5.94
Since Launch	6.19	5.65

For illustrative purposes only and based on the historic performance of the SFP multi-managed strategy.

MANAGER SELECTION (%)

Amplify SCI Balanced	10.20	PSG Flexible	10.40
Amplify SCI Flexible Equity	10.50	Satrix Balanced Index	13.70
Bateleur Flexible Prescient	6.10	SIM Inflation Plus	9.80
Coronation Balanced Plus	9.30	SMMI Cash	8.70
Fairtree Equity Prescient	7.50	Truffle SCI Flexible	9.30
Nedgroup Global Equity Feeder	4.50		

FEES (% INCL. VAT)

Annual fund management fee	0.30%
Total Expense Ratio (TER)	1.14%
Total Cost Ratio (TCR)	0.21%
Total Investment Charges (TER + TC)	1.35%

The TER was incurred as expenses relating to the administration of the Financial Product. The TC was incurred as cost relating to the buying and selling of the assets underlying the Financial Product. The TIC was incurred as cost relating to the investment of the Financial Product. The higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's.

The TER shown is based on the highest fee tier where applicable and is calculated as at 30 September 2020.

CONTACT DETAILS

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Succession Financial Planning Advisory Services (Pty) Ltd (SFP) Licence No. 41158

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MANAGER COMMENT

During the month the optimism over COVID-19 vaccinations overshadowed fears that a stronger-than-expected economic rebound could change the monetary policy trajectory. February was, however, another reminder of how swiftly things can change in financial markets, and the scale and velocity of the rise in bond yields were painful for many market participants. A combination of factors, including inflation worries, contributed to a sharp and sudden steepening of the yield curve in February, and we saw bond markets sell off sharply. Economic activity picked up in all major economies in February, though in most cases it remained short of end-2020 levels. During the month we saw investors shift their focus from the US Presidential Election and the social media trading frenzy, back to market fundamentals. Attention was centered on three key inputs, namely corporate earnings, economic data, and interest rates, all three of which influence longer-term stock valuations.

In South Africa, Finance Minister Tito Mboweni, delivered the 2021/2022 National Budget during February, setting an overall optimistic tone. Stronger than expected revenues and a commitment to aggressively cut expenditure over the medium term enabled South Africa to announce decidedly better fiscal projections in its annual budget. A currently strong mining industry and a faster-than-expected recovery in spending led to corporate tax and VAT collections surpassing expectations by R100 billion. Minister Mboweni was therefore able to avoid raising taxes to pay for the COVID-19 vaccine programmes.

During the month the MSCI World bounced back from a rather slow start to the year, mainly led by cyclical stocks, returning 3.09% in rand terms and 2.45% in US dollar, for the month. Developed market equity markets managed to recover and closed the month on a positive note as the policy fears started to ease. Constraints on the supply of Covid-19 vaccines have meant that the roll-out has been much slower in emerging markets relative to developed markets. The Emerging Markets index posted relatively smaller gains over the month, closing at 1.36% in rand terms and 0.73% in US dollar. During the month traditionally defensive sectors, such as utilities and consumer staples, lagged, while sectors that are most sensitive to the economic cycle (such as energy, financials, and industrials) managed to performed well.

Local stocks produced a fourth consecutive positive monthly return, with the ALSI returning 5.87% for the February. On a sector basis, resources delivered a solid return of 11.73% for the month, outpacing financials and industrials, which closed the month at 4.37% and 1.99% respectively. Listed property rose by 8.6% m/m, having matched the local equity market's 40% rally over the past four months. SA bonds (ALBI) were rather flat for the month at 0.06% and cash (STeFI) returned 0.28%. The rand weakened by 0.62% against the US dollar, 0.53% versus the euro and was down a substantial 2.39% against the sterling.

PORTFOLIO MANAGER



Wade Witbooi

BCom Business Management PGDip Financial Planning

Wade joined Sanlam Multi Managers in May 2016 as a retail portfolio manager within the investment team and is currently working under supervision.

Wade started his career at Glacier by Sanlam on their graduate trainee programme in 2010 and for the first two years worked within their communication centre and operations team, as well as their investment administration departments where he acquired a thorough understanding of the financial adviser market.

In 2012 he joined the Glacier Research team as an investment analyst focussing on manager research within the retail asset management landscape. Wade then joined Sanlam Investments Retail in May 2014 as a retail investments analyst within their Strategy and Client Solutions team, focussing on investment research, industry trend analysis, product positioning, and distribution support.

MANAGER INFORMATION

Sanlam Multi Manager International (SMMI) (Pty) Ltd

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