

GIPS Composite Name: Vunani Domestic Passive Equity [ALSI40]

Jun 2021

Benchmark: FTSE/JSE Africa Top 40 Index (J200)

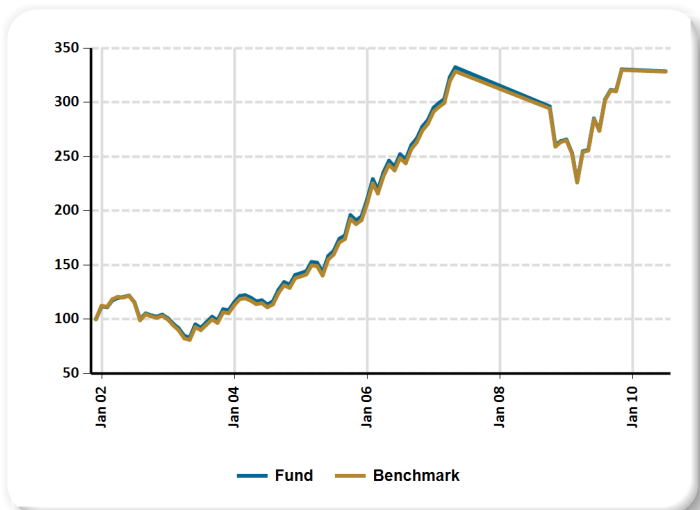
Composite Creation Date: 30 Nov 2001

Period	Gross return	Bmk return	No of Portfolios	Total Assets (million)	% of Firm Assets	Total Firm Assets (million)	Dispersion	3 yr Ann Std Dev	Bmk 3 yr Ann Std Dev
01 Dec 2001 to 31 Dec 2001	11.80%	12.38%	1	203.10	16.58%	1,225.22	N/A	N/A	23.71%
01 Jan 2002 to 31 Dec 2002	-9.78%	-11.28%	1	235.84	6.38%	3,699.13	N/A	N/A	22.04%
01 Jan 2003 to 31 Dec 2003	14.71%	13.31%	1	229.04	4.62%	4,957.71	N/A	N/A	23.99%
01 Jan 2004 to 31 Dec 2004	23.13%	23.48%	1	314.00	4.56%	6,887.29	N/A	18.92%	19.36%
01 Jan 2005 to 31 Dec 2005	47.76%	48.24%	2	451.18	5.18%	8,715.65	N/A	18.76%	18.97%
01 Jan 2006 to 31 Dec 2006	40.15%	40.90%	2	508.20	5.14%	9,880.83	N/A	14.98%	15.02%
01 Jan 2007 to 31 Dec 2007	18.71%	18.97%	1	267.35	1.81%	14,764.65	N/A	14.37%	14.37%
01 Jan 2008 to 31 Dec 2008	-24.12%	-23.58%	1	251.42	2.47%	10,176.22	N/A	19.50%	19.48%
01 Jan 2009 to 31 Dec 2009	31.48%	31.73%	1	280.52	3.16%	8,877.29	N/A	22.20%	22.18%
01 Jan 2010 to 31 Dec 2010	17.21%	17.22%	1	297.19	3.61%	8,241.91	N/A	23.72%	23.71%
01 Jan 2011 to 31 Dec 2011	2.43%	2.20%	1	166.07	2.59%	6,424.34	N/A	18.90%	18.91%
01 Jan 2012 to 31 Dec 2012	26.14%	26.12%	1	187.57	2.27%	8,266.44	N/A	14.24%	14.26%
01 Jan 2013 to 31 Dec 2013	22.43%	22.77%	1	270.42	2.23%	12,130.48	N/A	13.07%	13.06%
01 Jan 2014 to 31 Dec 2014	8.95%	9.17%	1	280.30	2.22%	12,612.31	N/A	11.37%	11.35%
01 Jan 2015 to 31 Dec 2015	7.51%	7.52%	1	463.91	3.23%	14,362.23	N/A	12.61%	12.58%
01 Jan 2016 to 31 Dec 2016	-1.67%	-1.60%	1	459.59	3.15%	14,597.04	N/A	10.53%	10.50%
01 Jan 2017 to 31 Dec 2017	23.06%	23.07%	1	305.06	1.51%	20,191.39	N/A	12.28%	12.24%
01 Jan 2018 to 31 Dec 2018	-8.43%	-8.31%	2	302.00	1.14%	26,600.26	N/A	12.61%	12.63%
01 Jan 2019 to 31 Dec 2019	12.07%	12.41%	2	436.55	1.09%	40,000.45	N/A	13.03%	13.07%
01 Jan 2020 to 31 Dec 2020	9.82%	9.97%	2	496.21	1.02%	48,623.29	N/A	17.79%	17.89%
01 Jan 2021 to 30 Jun 2021	12.09%	612.63%	2	512.76	0.94%	54,724.95	N/A	17.61%	299.42%

Vunani Fund Managers (Pty) Ltd has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®)

SUPPLEMENTAL INFORMATION

FUND PERFORMANCE



FUND MANAGEMENT COMMENT

This portfolio group seeks to capture the South African equity market returns by tracking the FTSE/JSE Top40 index. This has been successfully achieved to a high level of accuracy using proprietary software, developed specifically for this purpose. Vunani Fund Managers prides itself in an enviable passive equity fund management capability.

The FTSE/JSE Top40 index currently consists of over 80% of the market capitalization of the FTSE/JSE All share Index. The extremely high liquidity of the top 40 constituents, enable the efficient and cost effective management of passive investment vehicles aligned to the FTSE/JSE Top40 index. The presence of some large foreign domiciled shares in this index has also provided a measure of protection for domestic investors against any depreciation in the South African Rand.

NOTES:

1. **COMPOSITE DESCRIPTION** : The objective of the fund is to track both the performance and risk characteristics of the FTSE/JSE Top 40 Index (J200) by investing in equities and related derivative securities. Performance will be measured against the published FTSE/JSE index whilst tracking error limit shall be 0.5% relative to benchmark.
2. **BENCHMARK CREATION** : Published Index: FTSE/JSE Africa Top 40 Index (J200)
3. **FIRM DEFINITION** : Vunani Fund Managers (Pty) Ltd is registered with the Financial Sector Conduct Authority (FSCA) as a discretionary Financial Service Provider, License 608. The GIPS firm includes all portfolios managed by Vunani Fund Managers.
4. **MINIMUM ASSET LEVELS** : Vunani Fund Managers excludes all portfolios with an asset value less than R20 million.
5. **CURRENCY** : Vunani Fund Managers uses South African Rand to express all performance.
6. **PERFORMANCE CALCULATION** : Performance results are presented gross of management and performance fees, after deducting trading expenses, custodial fees and bank charges. Trading expenses include brokerage, trade settlement fees, taxes and trading levies as well as VAT thereon. The aggregate return method is used which combines all the composite assets and cash flows to calculate composite performance as if the composite were one portfolio.
7. **LIST AND DESCRIPTION OF COMPOSITES** : A complete list and description of all composites is available by emailing a request to info@vunanifm.co.za.
8. **LEVERAGE AND DERIVATIVES** : The use of derivatives is limited to exchanged traded futures and options for the purpose of maintaining the correct exposure to asset classes whilst providing liquidity.
9. **LEVERAGE AND DERIVATIVES** : Derivatives may be employed as risk mitigating strategies.
10. **INCONSISTENCIES IN EXCHANGE RATES** : Vunani Fund Managers use I-Net quotations for foreign exchange (FX) rate conversions. Due to timing differences, FX rates used to value instruments in the individual client portfolios may differ from the FX rates used by Vunani Fund Managers for benchmark conversion to local currency. Vunani Fund Managers accepts this variance in FX rates as immaterial and do not make any adjustments for such variances.
11. **DISPERSION** : Vunani Fund Managers uses the standard deviation across portfolio returns represented within the composite for the full year to calculate dispersion. Portfolios must be in a composite for the full period for which dispersion is being measured.
12. **FEE STRUCTURE** : A sliding scale fee structure applies to this composite from 35bps to 18bps based on market value of investment.
13. Vunani Fund Managers negotiates fees with each individual client in line with the standard company fee schedule.
14. **WITHHOLDING TAXES** : Proceeds on sales and income are accounted for net of any withholding taxes until such time as any reclaimable portion is received.
15. Additional information regarding policies for calculating and reporting returns is available on request.
16. **CASH FLOWS** : A fund may be removed from the composite, should a cash flow be greater than 5% of that fund. Once the fund has been realigned, it will be included again.
17. Benchmark components, weights, and the rebalancing process is available on demand.
18. **VERIFICATION** : Vunani Fund Managers claims compliance with the Global Investment Performance Standards (GIPS) and has prepared and presented this report in compliance with the GIPS standards. Vunani Fund Managers has been independently verified for the periods 2004 to 2019. The verification report(s) is/are available on request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.
19. **GIPS®** is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

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