

GIPS Composite Name: **Vunani Domestic Core Equity [SWIX] - Hi** **December 2023**

Benchmark: **FTSE/JSE Shareholder Weighted All Share Index (SWIX)**

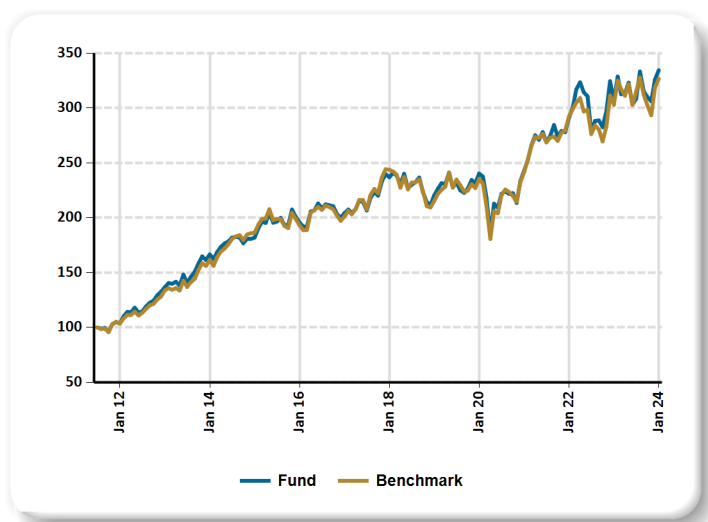
Composite Creation Date: **30 Jun 2011**

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 Jul 2011 to 31 Dec 2011	3.68%	3.62%	1	357.26	5.56%	6,424.34	N/A	N/A	16.09%
01 Jan 2012 to 31 Dec 2012	31.80%	29.09%	1	579.23	7.01%	8,266.44	N/A	N/A	12.09%
01 Jan 2013 to 31 Dec 2013	21.88%	20.71%	3	1,204.73	9.93%	12,130.48	N/A	N/A	9.89%
01 Jan 2014 to 31 Dec 2014	9.18%	15.42%	4	1,448.10	11.48%	12,612.31	N/A	9.67%	8.82%
01 Jan 2015 to 31 Dec 2015	7.60%	3.62%	4	1,332.67	9.28%	14,362.23	N/A	10.93%	10.60%
01 Jan 2016 to 31 Dec 2016	4.36%	4.13%	5	1,509.80	10.34%	14,597.04	N/A	9.97%	10.29%
01 Jan 2017 to 31 Dec 2017	16.01%	21.21%	3	1,372.09	6.80%	20,191.39	N/A	10.92%	11.25%
01 Jan 2018 to 31 Dec 2018	-6.97%	-11.67%	1	240.85	0.91%	26,600.26	N/A	10.77%	11.51%
01 Jan 2019 to 31 Dec 2019	9.03%	9.32%	1	260.74	0.65%	40,000.45	N/A	11.02%	11.75%
01 Jan 2020 to 31 Dec 2020	1.06%	2.61%	1	261.65	0.54%	48,623.29	N/A	18.22%	17.70%
01 Jan 2021 to 31 Dec 2021	19.81%	21.06%	1	311.31	0.51%	60,546.26	N/A	17.92%	16.94%
01 Jan 2022 to 31 Dec 2022	5.51%	3.59%	1	164.69	0.29%	56,282.28	N/A	19.86%	18.16%
01 Jan 2023 to 31 Dec 2023	8.92%	7.85%	1	174.86	0.40%	44,043.77	N/A	15.36%	13.97%

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

SUPPLEMENTAL INFORMATION

FUND PERFORMANCE



Equity markets performed well in the 4th quarter with the MSCI All World index returning 10.7% to deliver a 4.7% total return for the year. Geopolitical events continue to erupt across the globe with wars in both Ukraine and Palestine adding to angst to a slowing global growth backdrop. Inflation rates across the world are declining due to restrictive monetary policy and a normalization of supply chains after the dislocations caused by the Covid pandemic.

The SA equity market followed global equity markets during the 4th quarter and delivered 8.2% return (Capped Swix) which ensured a return of 7.8% for the calendar year. Resources declined by -11.8% in 2023 but, equity market investors were saved by Financials (+20%) and Industrials (+16.6%) that delivered excellent returns. Gold mining (+30.8%) and Iron and Steel (+35.1%) were the best performing sectors in the 4th quarter while Chemicals (-25.8%) was the worst sector on the back of low oil prices.

Your fund outperformed its benchmark during 2023 even after a weaker performance in the 4th quarter. Our recently increased exposure to property (Growthpoint) and overweight exposure to Platinum miners such as Anglo Platinum added to performance while the banks such as ABSA detracted from performance. With lower interest rates in sight, we expected a positive reaction from local rate sensitive sectors and earnings to stabilise as the year progresses.

NOTES:

- 1 COMPOSITE DESCRIPTION : To provide the client with an actively managed, well diversified equity portfolio managed on an above risk basis. The investment approach is long-term in nature. The primary objective of the portfolio is to deliver consistent and incremental outperformance of the benchmark over a long-term period. The benchmark is the FTSE / JSE All Shareholder Weighted Index (SWIX).
- 2 BENCHMARK CREATION : Published Index
- 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 R 20 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 Fun 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 70bps to 50bps based on market value of investment.
- 13 WITHHOLDING TAXES : Proceeds on sales and income are accounted for net of any withholding taxes until such time as any reclaimable portion is received.
- 14 Vunani Fund Managers negotiates fees with each individual client in line with the standard company fee schedule.
- 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 2021. 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 firms 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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