

Focused Core Equity Portfolio

September 2016

Investment objective

This is a sub-set of the core equity portfolio aimed at smaller value accounts. Therefore, this is a high conviction portfolio focused on maximising returns to the investors over the medium to long-term by investing in JSE listed shares. The returns of this portfolio are based on the ability of the JSE All Share index to deliver returns in excess of inflation and the ability of the portfolio manager to identify undervalued securities within this asset class. The portfolio offers the same capital growth as the Core Equity Portfolio, with a narrower selection of instruments.

Investment profile

- Investors who have a longer investment term and want the highest possible return on their invested capital
- Value-based investors with high risk tolerance
- Investors who understand that there are investment cycles that cause share prices to fluctuate

Risk profile

- Low
 Low-Medium
 Medium
 Medium-High
 High

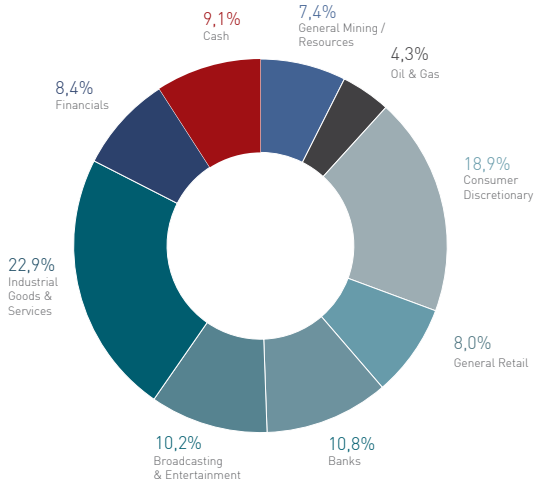
Portfolio information

Inception date	1 June 2015
Investment manager	Momentum SP Reid Securities
Stockbroker/custodian	Momentum SP Reid Securities
Management fee	Bespoke Max 1.0% (annual)
Minimum lump sum	R 250 000
Redemption period	5 business days
Benchmark	CPI +4%

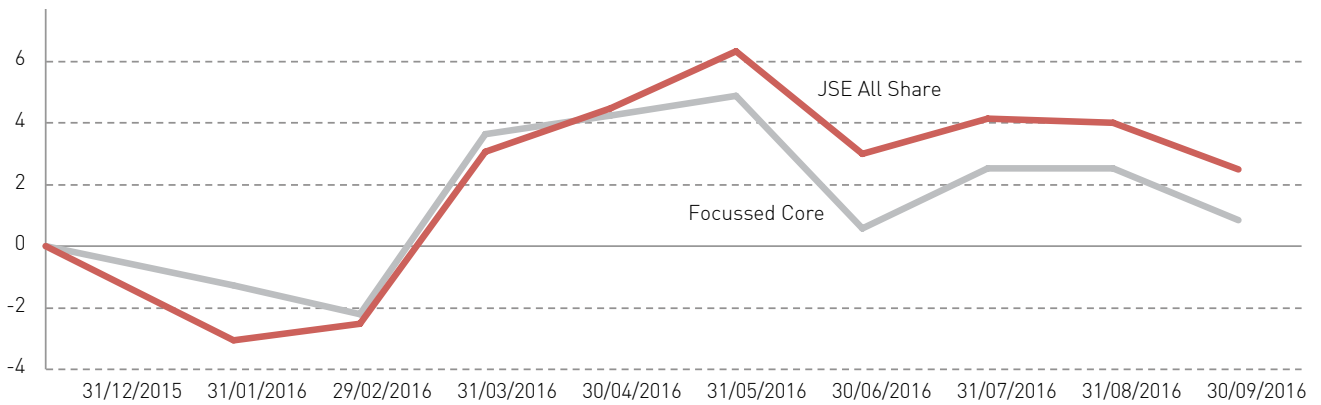
Top holdings

Steinhoff	SNH	10,83%
Standard Bank	SBK	10,75%
Naspers Limited	NPN	10,22%
Mondi Plc	MNP	8,93%
Remgro	REM	8,76%

Sector allocation



Performance



Brexit continued to wreak havoc on markets over the third quarter, and Emerging markets started to come into favour as the American electioneering weighed on the US market. Flat interest rates in the US resulted in a weaker Dollar against most other currencies with Rand hedges coming under pressure.

The relative overweight of Rand Hedge counters in our portfolio negatively impacted performance and our portfolio increased 0.3% over the 3 months and is now up 0.9% for the year. It has nevertheless under-performed the ALSI by 1.6% year-to-date.

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