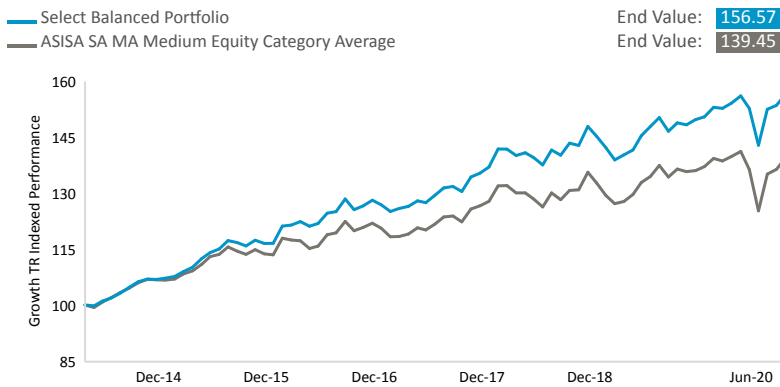


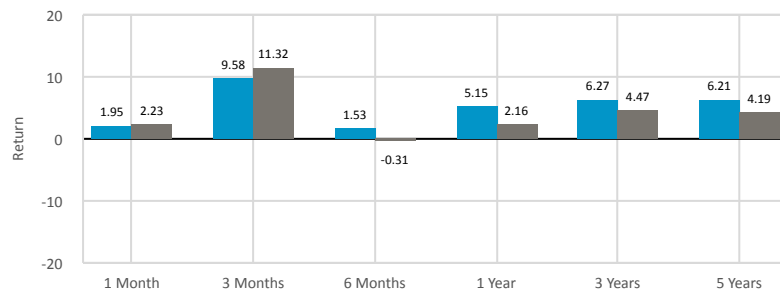
## INVESTMENT OBJECTIVE

The Select Balanced Portfolio is a multi-managed portfolio that complies with prudential investment guidelines. The primary investment objective of the portfolio is to provide the investor with a moderate long-term total return. Investments to be included in the portfolio will consist of participatory interests in collective investment schemes investing in amongst others, equity securities, property securities, non-equity securities, money market instruments, preference shares, listed and unlisted financial instruments, bonds and other interest-bearing instruments and securities.

## PERFORMANCE (Net of Fees)



## TRAILING RETURNS



Performance numbers before fund start date are back tested.

## HIGHEST AND LOWEST MONTHLY RETURNS PER CALENDAR YEAR

Year	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
High	2.68	3.57	3.53	2.72	3.98	1.56	5.86	2.54	4.15	4.13
Low	-2.43	-2.31	-1.21	-2.24	-0.77	-0.24	-3.45	-0.45	-1.17	-2.16

## PORTFOLIO HOLDINGS

Asset Allocation	Top Holdings
SA Bond: 24.91	SBRO BCI Balanced FoF A: 39.96
SA Equity: 20.69	Ninety One Managed H: 15.85
SA Cash: 19.64	Amplify SCI Defensive Balanced A1: 15.19
Offshore Equity: 16.27	Allan Gray Balanced C: 14.07
Offshore Cash: 10.41	BCI Income Plus C: 9.96
Offshore Bond: 4.24	BlueAlpha BCI Equity C: 4.97
SA Property: 1.60	
SA Other: 1.15	
Offshore Other: 0.53	
Offshore Unit Trust: 0.45	
Offshore Property: 0.07	
SA Unit Trust: 0.04	

## FUND INFORMATION

Portfolio Manager: Boutique Investment Partners  
 Launch date: 1 Dec 2018  
 Benchmark: ASISA SA MA Medium Equity Category Average  
 Regulation 28: This portfolio is managed in accordance with Regulation 28.

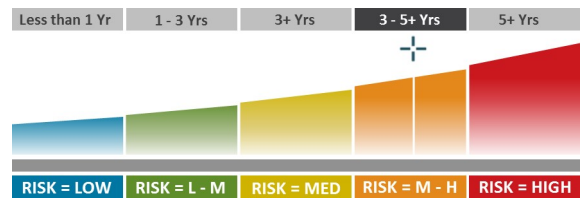
Portfolio management fee: 0.50% (Excl. VAT)

The TER's of the underlying funds may differ from platform to platform and can be obtained from the particular LISP's quote.

## PLATFORM AVAILABILITY

Glacier

## RISK PROFILE



### Low | Low - Medium

- This portfolio holds low or no equity exposure, resulting in far less volatility than more aggressive mandated portfolios and in turn the probability of a long-term capital loss is much less likely. However, expected potential long term investment returns could be lower over the medium to long term.
- Where the asset allocation contained in this MDD reflect offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to default and interest rate risks.
- Therefore, it is suitable for short to medium term investment horizons.

### Medium | Medium - High

- This portfolio holds more equity exposure than a low risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a low risk portfolio, but less than a high-risk portfolio. The probability of losses is higher than that of a low risk portfolio, but less than a high-risk portfolio and the expected potential long term investment returns could therefore be lower than a high-risk portfolio due to lower equity exposure, but higher than a low risk portfolio.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to equity as well as default and interest rate risks.
- Therefore, it is suitable for medium term investment horizons.

### High

- This portfolio holds more equity exposure than any other risk profiled portfolio and therefore tend to carry higher volatility due to high exposure to equity markets.
- Expected potential long term returns could be higher than other risk profiles and in turn the risk of potential capital losses is higher.
- Where the asset allocation contained in this MDD reflect offshore exposure, the portfolio is exposed to currency risks.
- Therefore, it is suitable for long term investment horizons.

## Select Balanced Portfolio

Risk - 1 Year

Time Period: 01/7/2019 to 30/06/2020

Annualised Return	5.15
Max Draw Down	-8.49
Information Ratio	1.16
Sharpe Ratio	-0.07
Best Month	04-2020
Worst Month	03-2020
Max Draw Down Recovery	3

# SELECT BALANCED PORTFOLIO

WRAP PORTFOLIO INFORMATION DOCUMENT | 30 JUNE 2020



## MARKET COMMENTARY

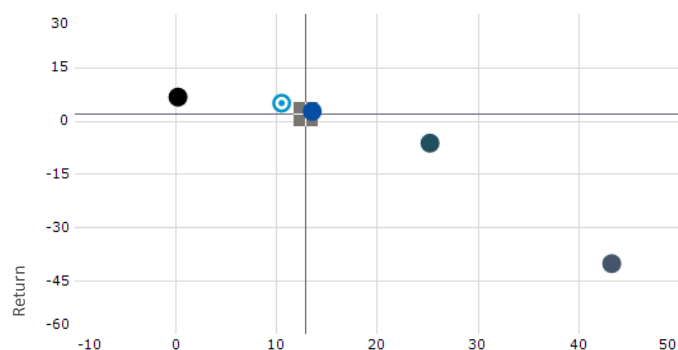
As the globe tries to adapt to the new life changes (e.g working from home), imposed by the COVID-19 pandemic, equity markets are also starting to see investment rotation from quality ideas into cyclical ideas. This cyclical rotation was evident in June, as the Emerging markets gained by 7,40%(MSCI EM GR USD), outperforming Developed Markets, which gained by 2,69% (MSCI World GR USD). Optimism surrounding the reopening of the global economy fuelled investor's risk appetite for cyclical regions, and assets. US equities gained in June by 2,28%, as investors looked beyond the increase in COVID-19 cases. Support came from the announcement that the FED will be maintaining interest rates at near-zero, and intends to purchase individual corporate bonds directly, subsequently adding more liquidity into the economy. On the economic front, the ISM Manufacturing PMI for June surprised on the upside, climbing to 52.6 from 43.1 in May compared to expectations of 49.5. The consumer was back, as retail sales for May also came above consensus expectations. Europe, a core global cyclical region, was the stand-out performer in the DM sphere, as the MSCI Europe GR USD index rose by 4,11% in June. Virus-related news in Europe continued to improve, with the worst-affected countries slowly exiting lockdowns. Markets were also buoyed by the Central Bank's move to increase bond purchases by €600 billion, bringing the total post-pandemic purchases to €1.35 trillion. Similarly, the Bank of England added £100 billion to their quantitative easing programs that now stands at £745 billion. The aggressive policy stances in the eurozone helped the euro gain against the dollar. The softening of the dollar also paved the way for gold to reach new highs as the metal commodity benched the \$1800-mark for the first time since 2011. Chinese & Asia Pacific ex-Japan shares lifted the EM basket higher, as MSCI China A Onshore USD index registered 10,06%, while, MSCI AC Asia Pacific ex-Japan USD index was up 8,08%. In China, supply-side stimulus and pent-up demand have made way for a sharp acceleration in industrial activity, while consumer strength has been recovering more gradually. The People's Bank of China announced that it would purchase up to 400 billion yuan (approximately USD\$ 56 billion) in bank loans made to micro-and-small enterprises in 2020, adding more liquidity in the system thus pushing stock prices higher. In general, the actions of the Fed to increase dollar liquidity have been helpful to emerging markets asset prices. SA equities benefited from the resurgence in risk appetite in June, the JSE All Share Index gained by 7,74%. Resources were the big winners, as commodity prices ticked higher, on the back of a softening dollar. The resurgences in cyclical ideas also helped property to stage a comeback, as the SAPY gained by 12,94%, despite subdued SA macroeconomic fundamentals.

## MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD/YEAR
<b>2020</b>	1.24	-2.15	-6.48	6.76	0.68	1.95	-	-	-	-	-	-	1.53
<b>2019</b>	0.95	2.68	1.73	1.60	-2.43	1.54	-0.35	0.94	0.49	1.70	-0.18	0.93	9.92
<b>2018</b>	0.52	-0.90	-1.42	2.91	-0.98	2.30	-0.43	3.57	-1.80	-2.08	-2.31	0.96	0.12
<b>2017</b>	1.17	-0.37	1.56	1.52	0.29	-1.01	2.98	0.77	1.21	3.53	-0.02	-1.21	10.80
<b>2016</b>	-1.01	0.61	2.27	0.33	2.72	-2.24	0.82	1.19	-0.95	-1.41	0.65	0.44	3.34
<b>2015</b>	2.11	1.41	0.87	1.95	-0.45	-0.77	1.32	-0.73	0.02	3.98	0.21	0.77	11.12

## RISK REWARD - 1 YEAR

Time Period: 01/7/2019 to 30/06/2020



Standard Deviation

○ Select Balanced Portfolio

● STeFi Composite ZAR

● FTSE/JSE All Share SWIX TR ZAR

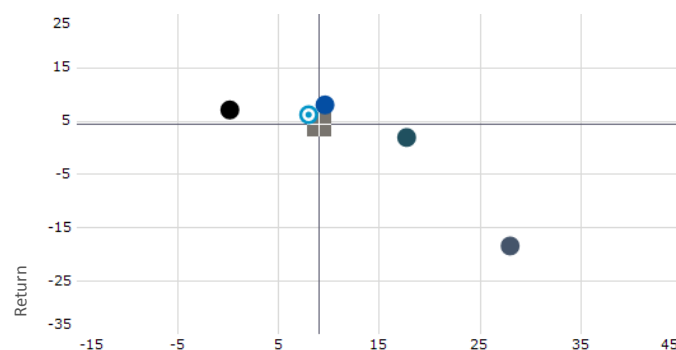
■ ASISA SA MA Medium Equity Category Average

● FTSE/JSE All Bond TR ZAR

● FTSE/JSE SA Listed Property TR ZAR

## RISK REWARD - 3 YEAR

Time Period: 01/7/2017 to 30/06/2020



Standard Deviation

○ Select Balanced Portfolio

● STeFi Composite ZAR

● FTSE/JSE All Share SWIX TR ZAR

■ ASISA SA MA Medium Equity Category Average

● FTSE/JSE All Bond TR ZAR

● FTSE/JSE SA Listed Property TR ZAR

## DISCLAIMER

Managed by: Boutique Investment Partners. Authorised Financial Service Provider, FSP Number 45011.

The fund allocation (above) indicates the holdings of the model portfolio, also referred to as wrap portfolios. The portfolio holdings are quantitatively and qualitatively assessed on a quarterly basis by the independent investment committee. Where any of the above funds are not available on any particular Linked Investment Service Provider (LISP) platform, an appropriately comparable replacement fund is selected by the investment committee. Due to the possible fund composition variations resulting from such comparable replacements, the actual overall asset allocation, fees and returns may differ across platforms. Periodic portfolio rebalancing is initiated by the investment committee to realign strategic allocations whilst taking specific account of the intended risk and return profiles of the portfolios as well as capital gains tax and cost effects. Past performance is not indicative of future performance and for the historical return purposes above it was assumed that before the launch date of the portfolio, the portfolio's holdings and asset allocation remained static during the entire back tested period. The capital or the return of a portfolio is not guaranteed. A wrap fund is a portfolio consisting of a number of underlying investments wrapped into a single product. Wrap funds are not legal CIS funds of funds as the wrap fund itself is not a collective investment portfolio, but is simply a collection of separate collective investment portfolios and money market accounts. With a wrap fund the investor has direct ownership of the underlying investments. Wrap funds are not regulated by the Collective Investment Schemes Control Act and do not have a separate legal status. They are regulated by the same legislation that applies to Linked Investment Services Providers (LISPs), namely the Stock Exchanges Control Act and the Financial Markets Control Act. Investors should take note that any changes made within a wrap fund can trigger capital gains tax.

The portfolio's performance numbers are based on a master portfolio tracked in the Morningstar Direct system. These performance numbers are net of all underlying managers TER's, but gross of the portfolio management, LISP and advice fees.

## FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor has to disclose any conflict of interest as well as all fees received relating to your investment in writing to you.

