

Nedgroup Investments Financials Fund

Class A

May 2018



EQUITY RANGE

RISK RATING



Risk reward profile

Equity investments are volatile by nature and subject to potential capital loss. Due to its specialist nature, the portfolio will typically display higher volatility than a general equity portfolio. The portfolio may be subject to currency fluctuations due to its international exposure

GENERAL INFORMATION

ASISA category

South African Equity Financial

Benchmark

ASISA Category Average

Investment manager

Denker Capital is an independent asset manager specialising in both local and offshore equities. Denker Capital authorised as a Financial Services Provider under the Financial Advisory and Intermediary Services Act (FSP No 47075).

Inception date

03 November 2003

Appropriate term

Minimum 5 - 7 years

Market value

R 459 Million

Income distributions

Frequency: Annually

December 2017: 463.27 cpu

Previous 12 months: 463.27 cpu

Fees and charges (excluding VAT)

Initial fees 0.00%
Annual management fee 1.50%

Total expense ratio 1.97%
Transaction costs 0.28%
Total investment charges² 2.25%

Please Note:

Differences may exist due to rounding

CONTACT

Client Services Centre
Tel: 0860 123 263
Fax 0861 119 733

Website: www.nedgroupinvestments.co.za
Email info@nedgroupinvestments.co.za

Portfolio profile

The portfolio is suitable for investors who require specific exposure to financial sector shares as part of their overall investment strategy, with maximum capital appreciation as their primary goal over the long term.

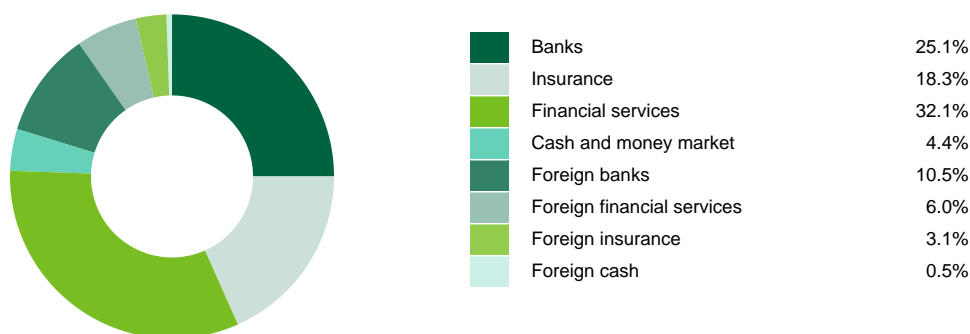
Performance¹

Period	Portfolio	Benchmark
1 year pa	12.4%	11.3%
3 Years pa	5.7%	2.0%
5 Years pa	13.4%	10.1%
7 Years pa	16.4%	12.9%
10 Years pa	15.9%	13.3%
Lowest 1 year return	-9.1%	
Highest 1 year return	69.0%	

Risk

Period	Portfolio	ALSI
Volatility [5 years]	12.2%	18.1%

Portfolio structure



Top 10 holdings

Share	Percentage
Sanlam Ltd	9.7
FirstRand Ltd	9.4
Old Mutual Plc	6.7
Nedbank Group Ltd	5.8
Barclays Africa Group Ltd	5.6
Investec Ltd	5.4
PSG Group Ltd	4.9
JSE Ltd	4.5
Standard Bank Group Ltd	4.3
Investec Plc	4.1
Total	60.4

¹ The annualized total return is the average return earned by an investment each year over a given time period. Performance is calculated for the portfolio and individual investment performance may differ as a result of initial fees, the actual investment, the actual investment date, the date of reinvestment and dividend withholding tax. Due to the delayed release of inflation data, relevant benchmarks will lag by one month.
Data source: © Morningstar Inc. All rights reserved.

² Total Expense Ratio (TER), expressed as a percentage of the Fund, relates to expenses incurred in the administration of the Fund. A 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 TERs. Transaction Costs (TC), expressed as a percentage of the Fund, relate to the costs incurred in buying and selling the underlying assets of the Fund. TC are a necessary cost in administering the fund and impact fund returns. It should not be considered in isolation as returns may be impacted by other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER. The Total Investment Charges expressed as a percentage of the Fund, relates to all investment costs of the Fund. Both the TER and TC of the Fund are calculated on an annualised basis, beginning 01/04/2015 and ending 31/03/2018.

Portfolio attributes

- This is a specialist equity fund, invested primarily in financial shares.
- The fund seeks capital growth by investing in shares listed on both domestic and internationally recognised stock exchanges.
- The fund has the ability to tap into a much broader universe of global financial stocks.
- The fund is highly selective regarding individual ideas with a disciplined process in place.

Investment manager

- Denker Capital is an independent asset manager specialising in both local and offshore financial equities.
- The company has a long-term track record of outperformance in comparison to their peers.
- The company maintains long-term succession planning.
- Denker Capital develops and acquires strong talent ensuring an improved value proposition for clients.
- The manager has a strong culture of ownership.

Investment philosophy

- Valuation is key a consideration, especially when understanding the downside risk potential of each opportunity.
- The fund manager carefully considers the allocation to each investment by considering the potential returns, level of conviction in the opportunity, the liquidity of the overall portfolio, and the potential loss of capital.
- They employ an unconstrained value approach.
- Patience is key to unlocking underlying value

Who we are

Nedgroup Collective Investments (RF) Proprietary Limited, is the company that is authorised in terms of the Collective Investment Schemes Control Act to administer the Nedgroup Investments unit trust funds. It is a member of the Association of Savings & Investment South Africa (ASISA).

Our Trustee

The Standard Bank of South Africa Limited is the registered trustee. Contact details: Standard Bank, Po Box 54, Cape Town 8000, Trustee-compliance@standardbank.co.za, Tel 021 401 2002.

Performance

Unit trusts are generally medium to long-term investments. The value of your investment may go down as well as up. Certain unit trust funds may be subject to currency fluctuations due to its international exposure. Past performance is not necessarily a guide to future performance. Nedgroup Investments does not guarantee the performance of your investment and even if forecasts about the expected future performance are included you will carry the investment and market risk, which includes the possibility of losing capital.

Pricing

Funds are valued daily at 15:00. Instructions must reach us before 14:00 (12:00 for Nedgroup Money Market Fund) to ensure same day value. Prices are published daily on our website and in selected major newspapers.

Fees

A schedule of fees and charges and maximum commissions is available on request from Nedgroup Investments.

Disclaimer

Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. Nedgroup Investments has the right to close unit trust funds to new investors in order to manage it more efficiently. For further additional information on the fund, including but not limited to, brochures, application forms and the annual report please contact Nedgroup Investments.

Nedgroup Investments contact details

Tel: 0860 123 263 (RSA only)
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For further information on the fund please visit:
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Write to us

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