

PORTFOLIO OBJECTIVE: To outperform the STEFI Composite Index, with lower volatility than the South African All Bond Index

June 2022

KEY FACTS

INVESTMENT MANAGER

TriAlpha Investment Management (Pty) Ltd.
Room 12B, 2nd Floor
Ou Kollege Building, 35 Church Street
Stellenbosch, 7600, South Africa
021 809 1210

REGULATED FUND HOSTED BY

SANNE Management Company (RF) (Pty) Ltd.
11th Floor, Pier Place, Heerengracht
Cape Town 8001
021 202 8282

TRUSTEE

FirstRand Bank Limited
(acting through its RMB Custody and Trustee Services Division)
3 Merchant Place, Ground Floor
Corner Fredman and Gwen Streets
Sandton, 2146
Telephone: +27 87 736 1732

LAUNCH DATE

1 August 2007

CISCA TRANSITION DATE

1 September 2016

TOTAL PORTFOLIO SIZE

ZAR 306m

NAV PER SHARE

ZAR 22,38

PARTICIPATORY INTEREST

13 218 364,97

RISK PROFILE

Medium

ASISA CLASSIFICATION

Qualified Investor Hedge Fund – South African – Fixed Income

BENCHMARK

STEFI Composite Index

TOTAL EXPENSES RATIO*

ESTIMATED TER: 3.00%

ESTIMATED TC: 0.13%

ESTIMATED TIC: 3.13%

MINIMUM INVESTMENT

ZAR 1 000 000

ADDITIONAL INVESTMENT

ZAR 1 000 000

DISTRIBUTIONS (CPU)

Frequency: Annually

December 2017: 20.00c

December 2018: 0.769c

December 2019: 1.256c

December 2020: 4.382cc

December 2021: 6.441c

TRANSACTION CUT-OFF TIMES

The cut off time for processing subscriptions is 10:00am on the last day of the month prior to enable processing for the 1st day of the next

REDEMPTIONS

A notice period of one calendar month applies

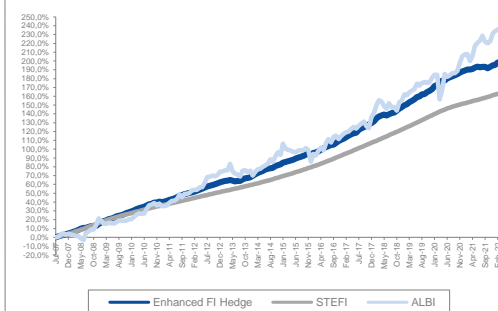
Key Performance and Risk Statistics since inception

	Enhanced FI Hedge	STEFI	ALBI
Return			
Total	203,13%	166,67%	224,62%
Since Inception Annualised	7,72%	6,80%	8,21%
Monthly Average	0,62%	0,55%	0,66%
Highest Annualised	18,76%	11,80%	21,23%
Lowest Annualised	-5,58%	5,16%	-5,61%
Standard Deviation			
Monthly	0,40%	0,16%	2,23%
Annualised	1,38%	0,54%	7,72%
Sharpe Ratio	1,25	1,46	0,29
Sortino Ratio	6,78	N/A	0,52
Skew	-0,31	0,90	-0,19
Kurtosis	1,43	0,78	3,50

Source of Data: Bloomberg

Date: 30 June 2022

The annualised total return is the average return earned by an investment each year over a given time period. Actual annual figures are available from the manager on request. The highest and lowest 1 year returns represent the highest and lowest actual returns achieved during any 12-month rolling period since the original launch date of the fund. The investment performance is for illustrative purposes only. The investment performance is calculated by taking the actual initial fees and all ongoing into account for the amount shown; and income is reinvested on the reinvestment date.



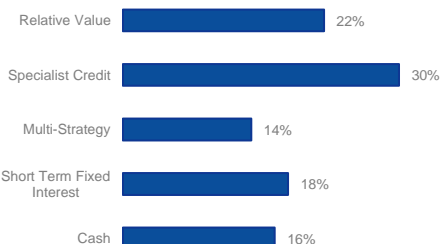
Monthly Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	STEFI
2007														
2008	-0,51%	-0,58%	-0,48%	-0,33%	-2,05%	-1,91%	7,12%	0,96%	0,81%	1,25%	-1,41%	0,81%	2,41%	4,08%
2009	-1,52%	-2,02%	-0,12%	1,48%	-0,11%	0,48%	1,71%	0,74%	0,74%	-0,02%	-0,67%	7,10%	14,08%	11,70%
2010	-0,01%	0,74%	0,88%	2,48%	1,32%	1,30%	1,27%	4,50%	-0,24%	-0,73%	1,30%	0,61%	0,86%	9,13%
2011	-1,61%	0,54%	0,71%	1,08%	2,55%	0,02%	1,52%	3,94%	-1,90%	-0,12%	2,39%	0,61%	14,81%	6,53%
2012	0,71%	0,53%	0,81%	1,35%	-0,50%	1,34%	3,12%	1,24%	1,19%	1,46%	1,19%	2,17%	13,59%	5,71%
2013	0,38%	0,23%	0,51%	0,61%	-0,03%	-2,30%	1,18%	-0,70%	2,38%	1,67%	-0,15%	1,41%	5,17%	5,55%
2014	-0,56%	2,60%	1,92%	1,23%	1,58%	1,81%	0,42%	0,67%	-0,54%	2,03%	0,70%	0,29%	12,80%	5,90%
2015	1,84%	0,51%	0,37%	1,39%	-1,58%	0,85%	0,88%	-0,84%	0,30%	2,48%	0,00%	-2,11%	4,73%	6,48%
2016	0,58%	-0,05%	1,96%	1,53%	0,76%	0,62%	0,40%	0,21%	-0,20%	-0,03%	-0,15%	0,54%	6,33%	7,37%
2017	1,54%	-0,17%	0,55%	1,65%	0,07%	-0,93%	2,44%	0,92%	0,49%	0,93%	-0,19%	2,17%	9,84%	7,52%
2018	-0,14%	1,80%	1,62%	-0,26%	-0,54%	-1,21%	0,16%	0,22%	-0,86%	0,15%	-0,07%	0,66%	1,55%	7,23%
2019	1,87%	-0,33%	0,47%	3,02%	-1,33%	1,02%	-0,30%	-0,08%	-0,14%	0,45%	-1,05%	0,89%	4,50%	7,29%
2020	0,70%	0,00%	-8,47%	6,87%	-0,12%	-0,62%	-0,82%	3,87%	-2,17%	1,05%	1,82%	5,28%	6,85%	9,43%
2021	1,78%	2,61%	1,20%	0,34%	3,69%	-1,71%	0,10%	1,36%	-0,16%	-0,43%	-0,08%	5,28%	14,61%	3,63%
2022	-2,33%	2,33%	-0,73%	1,19%	1,85%	-1,05%							1,18%	2,18%

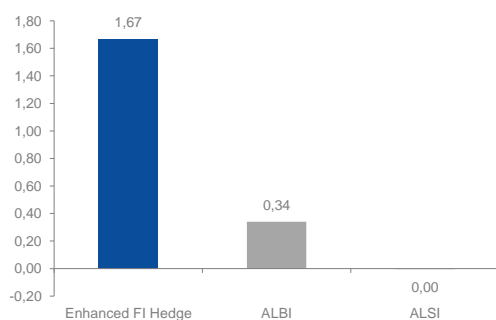
Performance is quoted net of all fees and the figures given show Net Asset value ("NAV") basis. Performance is not guaranteed and investors should not accept it as representing expected future performance. Individual investor performance may differ as a result of initial fees, time of entry/actual investment date, date of reinvestment, and dividends withholding tax.

Launch date: 1 August 2007. CISCA Transition Date: 1 September 2016

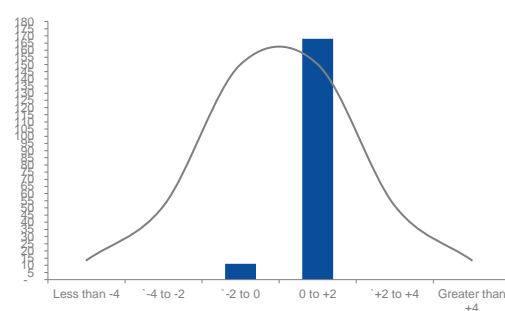
Allocation by Strategy



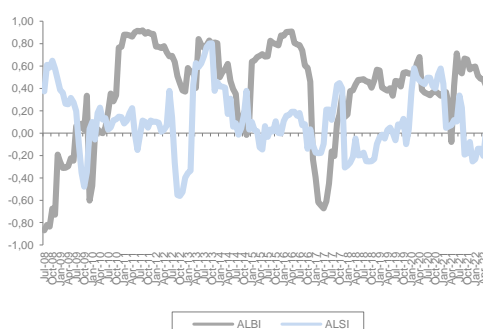
Sharpe Ratio



Distribution of Monthly Returns



Rolling 12m Correlation to ALBI & ALSI



RISK DISCLOSURE

The Risk Indicator: This indicator is based on historical data and may not be a reliable indication of the future risk profile of the portfolio. The risk category shown is not guaranteed and may change over time. The lowest category does not mean the investment is risk free. There may be other special areas of risk relating to the investment including liquidity risk, credit risk, market risk, and settlement risk. The Manager do not provide financial advice. Our risk indicator does not imply that the portfolio is suitable for all types of investors. Please consult your financial adviser.

TOTAL EXPENSES RATIO*

The TER for the portfolio cannot be determined accurately due to lack of information for some of the underlying portfolios. The Manager has made best effort and taken into account all publicly available information in constructing a TER for the portfolio and all tiers underlying to it. 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 TER's. Transaction Costs are a necessary cost in administering the financial product and impacts financial product returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of financial product, the investment decisions of the investment manager and the TER.

MANDATORY

Collective Investment Schemes are generally medium- to long-term investments. The value of participatory interests (units) may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investments are traded at ruling prices and can engage in scrip lending and borrowing. A schedule of fees, charges and maximum commissions, as well as a detailed description of how performance fees are calculated and applied, is available on request from the Manager. The Manager ensures fair treatment of investors by not offering preferential fee or liquidity terms to any investor within the same strategy.

A Fund of Funds is a portfolio that invests in other portfolios of collective investment schemes (CIS) which levy their own charges, which could result in a higher fee structure for the Fund of Funds portfolio.

The Manager does not provide any guarantee in respect to the capital or the return of the portfolio. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressure and in such circumstances, a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. Commission and incentives may be paid, and if so, are included in the overall costs. The Manager may close the portfolio to new investors in order to manage it more efficiently in accordance with its mandate.

The value of an investment is dependent on numerous factors which may include, but not limited to, share price fluctuations, interest and exchange rates and other economic factors. Where foreign investments are included in the portfolio, performance is further affected by uncertainties such as changes in government policy, political risks, tax risks, settlement risks, foreign exchange risks, and other legal or regulatory developments.

The Manager is registered and approved by the Financial Sector Conduct Authority under CISCA. The Manager retains full legal responsibility for the portfolio. FirstRand Bank Limited is the appointed trustee. TriAlpha Investment Management (Pty) Limited, FSP No. 28090, is authorised under the Financial Advisory and Intermediary Services Act 37 of 2002 to render investment management services.

FEES

Annual Management Fee: 1.00% p.a. (excl VAT)
Performance Fee: 7.50% (excl VAT) of outperformance over benchmark, uncapped

INVESTMENT STRATEGY

The portfolio will be managed as a South African cash enhanced, hedge fund of funds. The portfolio has a low to medium risk profile.

Underlying single portfolios will be classified as:

- "Core";
- "Satellite"; or
- "Temporary Cash".

Maximum allocation percentage to each category will be determined, as well as a minimum number of underlying portfolios managed by appointed FSPs. A look-through principle will apply in all instances.

FUND RISK

Leverage Risk: The Fund borrows additional funds, trades on margin or performs short sale trades to amplify investment decisions. This means that the volatility of a hedge fund portfolio can be many times that of the underlying investments due to leverage on a fund.

Derivative Risk: Derivative positions are financial instruments that derive their value from an underlying asset. Derivatives are exposed to implicit leverage which could result in magnified gains and/or losses on the portfolio.

Counterparty Credit Risk: Counterparty risk is a type of credit risk and is the risk of default by the counterparty associated with trading derivative contracts. An example of counterparty credit risk is margin or collateral held with a prime broker.

Volatility Risk: Volatility refers to uncertainty and risk related to size of change of an instrument or portfolio. It is a statistical measure of the dispersion of returns for a given security or market index. Volatility is proportional to the directional exposure of a portfolio and is measured by Value at risk (VaR) which is a statistical technique used to measure and quantify the level of volatility.

Concentration and Maturity Segment Risk: A large proportion of total assets invested in specific assets and/or maturity segments on the yield curve. Concentrated positions in a portfolio will material impact the returns of the portfolio more so than diversified portfolios.

Correlation Risk: A measure that determines how assets move in relation to each other. Correlation risk arises when the correlation between asset-classes change. Correlation risk also arises when the correlation within an asset-class changes. Examples of correlation within asset classes include equity pairs trading, fixed income curve trading and commodities pairs trading.

Interest Rate Risk: The values of bonds and other debt securities are inversely proportional to the change in interest rates. Interest rate risk is generally greater for investments with longer maturities as well as when the market does not expect a change in the interest rates.

Credit Default Risk: The risk that the government entity or company that issued the bond will run into financial difficulties and won't be able to pay the interest or repay the principal at maturity. Credit risk applies to debt investments such as bonds. The higher credit rating the less likely the possibility of the issuing company defaulting

GLOSSARY

Net Asset Value (NAV): means net asset value, which is the total market value of all assets in a portfolio including any income accruals and less and deductible expenses such as audit fees, brokerage and service fees.

Annualised Return: is the weighted average compound growth rate over the performance period measured.

Highest & Lowest Return: The highest and lowest rolling twelve-month performance of the portfolio since inception.

Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's.

Transaction Costs (TC) is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts Fund returns.

Total Investment Charge (TIC) should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, investment decisions of the investment manager.

Total Investment Charges (TIC%) = TER (%) + TC (%): The Total Investment Charges (TIC), the TER + the TC, is the percentage of the net asset value of the class of the Financial Product incurred as costs relating to the investment of the Financial Product. It should be noted that a TIC is the sum of two calculated ratios (TER+TC).

Derivative/Financial Instrument: A contract that derives its value (positive or negative) from another asset.

Duration: The sensitivity of the fund to a change in interest rates.

Value at Risk (VaR): Value at risk is the minimum loss percentage that can be expected over a specified time period at a predetermined confidence level.

Leverage/Gearing: The use of securities, including derivative instruments, short positions or borrowed capital to increase the exposure beyond the capital employed to an investment.