

December 2021

General Investor Report

Cordatus Balanced Prescient Fund A1



Return for the quarter ending 31 December 2021 %

CORDATUS	BALANCED FUND	7.3
SA Equity	FTSE/JSE All Share	15.1
SA Property	FTSE/JSE SA Listed Property	8.3
SA Bonds	BEASSA All Bond	2.9
SA Preference shares	FTSE/JSE Preference Share	17.3
SA Cash	STeFI Call Deposit	0.9
SA Inflation	Urban, All Areas	1.0

Change in Top 10 holdings over quarter 12.2021 09.2021

Cordatus Worldwide Flexible Prescient Fund	20.1	17.9
Coronation Bond Fund	14.6	12.5
Glencore Xstrata Plc	3.5	3.7
Remgro Ltd	3.3	4.1
MTN Group Ltd	3.2	3.2
Standard Bank Group Ltd	3.1	2.3
Discovery Holdings Ltd	2.6	1.8
Firstrand Ltd	2.6	2.7
Aspen Pharma	2.5	3.6
Anglo American Plc	2.4	1.9

Top & Bottom 5: contribution % for quarter Return Contri

Cordatus Worldwide Flexible Prescient Fund B3	13.5	2.5
MTN Group Ltd	20.8	0.6
Simon Property Group	31.8	0.6
Impala Platinum Holdings Ltd	31.1	0.6
Coronation Bond Fund P	3.5	0.5
Metair Investments Ltd	-10.2	-0.1
Sibanye Stillwater Ltd	5.6	-0.1
Remgro Ltd	-3.1	-0.1
Old Mutual	-7.2	-0.1
Aspen Pharmicare Holdings Ltd	-17.2	-0.6

Asset Allocation % 12.2021 09.2021

Equity	66.9	64.7
Property	4.1	4.0
Bonds	14.5	12.5
Prefs	3.2	2.8
Cash	11.2	16.1
Other (Gold ETF)	0.0	0.0
Domestic	74.1	75.6
Offshore	25.9	24.4

Risk: Drawdown



Risk: Rolling period returns ending 12.2021 5 yrs 3 yrs 1 yr

Maximum return over	9.2	13.3	33.7
Average return over	6.7	4.6	7.0
Minimum return over	4.8	-0.7	-10.4

All figures in ZAR

Offshore Equity	MSCI World Index	14.3
Offshore Property	FTSE EPRA Nareit Global	15.6
Offshore Bonds	FTSE WGBI	4.9
Offshore Inflation	US BLS Urban All Areas	13.2
Offshore Cash	ICE BofA Overnight	6.1
ZAR	vs USD	-5.9
ZAR	vs GBP	-6.1

Activity during the quarter

Mid-quarter we added to both of our unitised holdings. We added to domestic bonds as yields rose in response to global yields and global developed markets as economic conditions remained generally supportive. Locally we added to domestic banks and preference shares, with reductions taking place within commodities and industrials.

Contributions to Fund quarterly return

Within our domestic fixed-income exposure bonds remained preferred to cash. Globally, developed market equities and real estate provided positive return contributions. Of the detractors, Aspen was the standout

Changes in asset allocation

Domestic bonds were added to, as was global equity. The smaller activity around domestic stocks did not really change asset allocation much during the period.

A note on portfolio risk

Drawdown measures the peak-to-trough decline during a specific period, quoted as a percentage between the latest peak and subsequent trough of the FoF, before a new peak is achieved. It is instructive when measuring the loss to the portfolio during a period and the subsequent return required to return to the previous peak of the portfolio. The drawdown profile shown alongside depicts the increased volatility being experienced in risk markets over the past 5 years. Asset allocation intervention during such periods is necessary to compress the recovery time factor and/or limit further downside. The appropriate period over which to measure performance of the Fund is rolling 3-year periods, given the risk profile and recommended holding period. Shorter measurement periods are linked to a higher variance in returns (see table below left).

Adherence to Fund Policy Objective

The Fund has adhered to its Policy Objective, as stated in the Supplemental Deed, in all respects during the quarter. There are no unresolved breaches to report from prior periods.

Total Investment Charge (TIC) % 09.2021 09.2020 09.2019

Cordatus Balanced Fund Class A 1	1.08	1.22	1.14
Cordatus Balanced Fund Class A 2	1.48	1.63	1.55

Income Distribution (cpu) 03.2021 03.2020 03.2019

Cordatus Balanced Fund Class A 1	3.21	3.56	4.20
Cordatus Balanced Fund Class A 2	2.76	3.12	3.76

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