

Nedgroup Investments Bravata Worldwide Flexible Fund

Class A

June 2017



ASSET ALLOCATION RANGE

RISK RATING



Risk reward profile

Equity and property investments are volatile by nature and subject to potential capital loss. For credit and income instruments, while unlikely, capital loss may also occur due to an event like the default of an issuer. The portfolio may be subject to currency fluctuations due to its international exposure.

GENERAL INFORMATION

ASISA category

Worldwide Multi Asset Flexible

Benchmark

Inflation + 5% over rolling 3 years

Investment manager

Aylett & Co. (Pty) Ltd is authorised as a Financial Services Provider under the Financial Advisory and Intermediary Services Act (FSP No. 20513).

Inception date

03 October 2005

Appropriate term

Minimum 3 - 5 years

Market value

R 969 Million

Income distributions

Frequency: Annually

December 2016: 0.24 cpu

Previous 12 months: 0.24 cpu

Fees and charges (excluding VAT)

Initial fees 0.00%
Annual management fee 1.50%

Total expense ratio 2.00%
Transaction costs 0.07%
Total investment charges² 2.07%

Please Note:

Differences may exist due to rounding

CONTACT

Client Services Centre
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Fax 0861 119 733

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

Portfolio profile

The portfolio is suitable for investors looking for a balanced exposure to both domestic and international assets, with maximum capital appreciation as their primary goal. This portfolio will typically display lower volatility than a general equity portfolio.

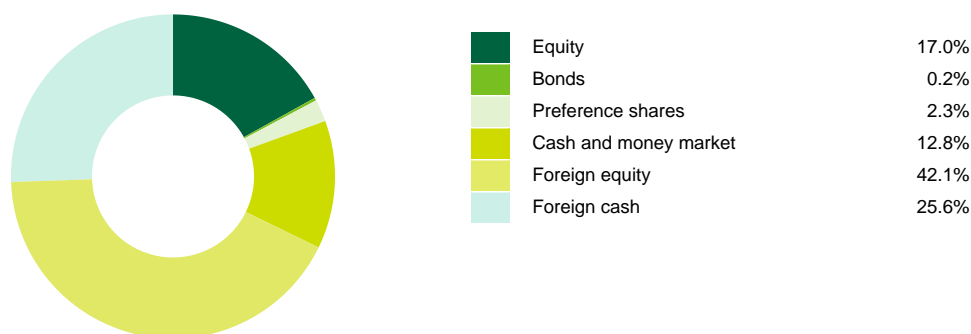
Performance¹

Period	Portfolio	Benchmark
1 year pa	3.5%	10.7%
3 Years pa	9.0%	10.7%
5 Years pa	16.2%	11.0%
7 Years pa	14.5%	10.8%
10 Years pa	10.3%	11.5%
Lowest 1 year return	-16.9%	
Highest 1 year return	47.7%	

Risk

Period	Portfolio	ALSI
Volatility [5 years]	11.0%	10.5%

Portfolio structure



Top 10 holdings

Share	Percentage
Berkshire Hathaway - B	7.9
Transaction Capital Ltd	5.9
International Business Machines	3.4
Bank of New York Mellon	3.2
Melco International Development	3.0
Tsogo Sun Holdings Ltd	2.4
RECM & Calibre Ltd Pref Share	2.3
Walmart Stores	2.1
Royal Bafokeng Platinum Ltd	2.1
Pargesa Holding S.A	2.1
Total	34.4

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. Inclusive in the TER of the fund, a performance fee of 0.21% of the net asset value of the Fund was recovered. 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 01/04/2014 and ending 31/03/2017

ASSET ALLOCATION RANGE

Investment manager commentary

Aylett & Co

“Use your eyes and plagiarise” can be attributed to one of the better fund managers, Nils Taube, who would cast his eye across the globe, look at a successful industry in one region and look for something similar in another. At present, I have spent some time traveling across the globe and in a similar vein it strikes me that the world is getting more and more depressed driven mainly by political sentiment, rising interest rates in the US and waning commodity prices. Interestingly enough, the stock markets are not reflecting the negative sentiment. One region, South Africa, is. If one looks past the major indices many stocks have come off significantly.

Our list of South African stocks that we find attractive is growing. These are stocks we know very well, business models that are robust and have withstood many challenges. Pessimism is rampant in South Africa and consumer sentiment is waning. The political landscape is contributing to this negative sentiment. Local stocks are reflecting this sentiment and prices are down significantly. We are increasingly adding these stocks to portfolios managed by Aylett and Co.

It is a difficult environment to invest in, but as usual these are the best times to invest provided you have followed a proven investment philosophy. We are very excited about the opportunities that are presenting themselves. It will not take much for these companies to produce above average normal earnings. In the meantime, we need to make sure the companies we invest in, can deal with the changing environment, and can withstand uncertainty in the markets they operate, until it normalises.

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

Certain Nedgroup Investments unit trust funds apply a performance fee. For the Nedgroup Investments Flexible Income Fund and Nedgroup Investments Stable Fund, it is calculated daily as a percentage (the sharing rate) of total positive performance, with the high watermark principle applying.

For the Nedgroup Investments Bravata World Wide Flexible Fund it is calculated monthly as a percentage (the sharing rate) of outperformance relative to the fund's benchmark, with the high watermark principle applying. All performance fees are capped per fund over a rolling 12-month period. 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

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For further information on the fund please visit: www.nedgroupinvestments.co.za

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Write to us

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