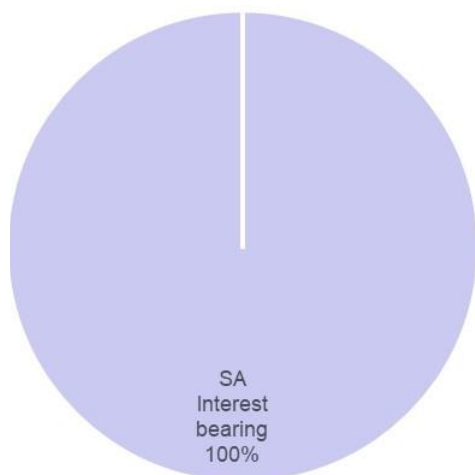


Benchmark Asset Allocation



Key Information

Structure

Prescient Life Policy

Benchmark

STeFI Call Deposit

Return Target

CPI over rolling three years

Risk Profile

Low (L)

Portfolio Fees

Portfolio Management Total Expense Ratio (TER)

0.25% p.a. incl. VAT (maximum)

Reg. 28 Compliant?

Yes

Inception date

August 2016

AUM

R36.8m

Contact Us

etfSA.co.za

Mike Brown

mikeb@etfSA.co.za

+27 10 446 0377

Portfolio Manager

Nerina Visser

nerinav@etfSA.co.za

+27 10 446 0376

Administration

Suzan Ramotshabi

suzanr@etfSA.co.za

+27 10 446 0374

Websites

www.etfSA.co.za

www.etfsara.co.za

Market Commentary

Markets continued to push higher in August, although at a slower pace than the previous month. Interest-bearing assets lagged, but were still positive, despite indications that the SARB may cut interest rates once more before the end of the year, thanks to inflation surprising on the downside. The rand strengthened further, and as global developed markets mostly tread water during the northern hemisphere summer, investments in these markets underperformed in rand terms. By contrast, emerging markets – especially China – continued their strong performance, despite rising tensions with North Korea. This escalation in global geo-political tension, in part resulted in increases in precious metal prices, especially platinum and palladium, whilst agricultural commodity prices continued to fall sharply – this as South Africa achieves a record high maize crop. Resources companies on the JSE thus outperformed both Financials and Industrials, and as many of the mining companies are now considered mid cap shares, these also outperformed large caps, which was hurt by the strong currency. The focus in coming months is expected to return to domestic issues, as the October budget statement and December ANC elective conference, approach.

Portfolio Investment Returns Compared with Market Performance

(%)	6m	1yr	3yrs (pa)	5yrs (pa)	10yrs (pa)
Cash - ST Fixed Income Index (STeFI)	3.7	7.7	7.0	6.3	7.2
CPI		5.8	5.5	5.6	6.2
etfSA Wealth Protector Fund	3.9	7.8	7.0		

Actual Portfolio Holdings

Asset class	Bank and Call Deposits	Weight (%)
SA Interest bearing	ABSA	26.2
	Nedbank	25.9
	Standard Bank	24.5
	Firststrand Bank	18.5
	HSBC Bank Africa	3.6
	Rand Merchant Bank	1.2

Illustrative Performance



Portfolio description

The **etfSA Wealth Protector Portfolio** aims to preserve the purchasing power of assets over time by achieving targeted returns of the level of inflation (as measured by the Consumer Price Index, or CPI) over rolling three year periods, while protecting the initial capital and providing immediate liquidity to investors. The portfolio is invested in short term money market instruments of the highest quality.

The portfolio is suitable for an investor with a very short term investment horizon, or a very risk-averse appetite for investments. The portfolio is well-suited for very conservative investors looking for capital preservation with no additional real return objectives. The portfolio does not pay out dividends – any distributions received from underlying investments are automatically reinvested into the portfolio to allow for additional compounded growth.

Portfolio Construction Strategy

The portfolio construction follows a transparent and rules-based passive portfolio management style. Investment objectives are achieved by adhering to strict risk control measures, including allowable credit exposures according to Reg. 28 criteria. The portfolio invests only in domestic money market assets, i.e. with maximum 12-month duration.

Although the Portfolio does not offer an explicit capital guarantee, the ultra-low risk exposure achieves protection to invested capital. However, negligible portfolio value fluctuations may occur in the short term. Underlying investments are held in money market fund investments to allow for maximum cost benefit to the investor. Distributions received from underlying investments are re-invested into the portfolio immediately when received to maximise total returns and optimise tax efficiency.

About etfSA.co.za

etfSA.co.za is the "Home of Exchange Traded Funds" and is an internet based information and transaction website that provides simple and efficient solutions for investors wishing to discover, understand, manage and profit from the world of Exchange Traded Funds (ETFs).

The **etfSA** range of **Wealth** management portfolios provide investors with investment portfolios that exclusively utilise Exchange Traded Products (ETPs) as the underlying investments.

For more information on etfSA, its transaction platform for ETPs and its tax free, retirement and living annuity investment options, visit the website www.etfsa.co.za or call (010) 446-0371

About the Portfolio Manager

Nerina Visser, CFA

for the **etfSA Portfolio Management Company** (Pty) Ltd
a division of

etfSA Investment Services (Pty) Ltd

a Category II Financial Service Provider
(license number 40107)

Notes:

1. The performance of the **etfSA Wealth Protector Portfolio** represents the performance of the actual portfolio, including all investment cash flows, since inception.
2. All returns quoted are net of fees – that is, after deduction of all expenses as quoted in the Portfolio Management TER. Returns for periods exceeding one year are annualised. All returns are in Rands.
3. The benchmark is the STeFI index as indicated on the first page. The return is an estimate and is displayed as a general guide which is subject to change without notice to investors.
4. All holdings information is based on latest available data. There may be differences in totals due to rounding.

Disclaimer

© 2017 **etfSA.co.za** This investment portfolio is administered by Prescient Life (RF) Limited ("Prescient"), a registered long-term insurer and an authorised financial services provider in terms of the Financial Advisory and Intermediary Services Act (FAIS Act) FSP licence number 44077. The investment manager is etfSA Portfolio Management Company (Pty) Ltd ("etfSA"), an authorised financial services provider in terms of the FAIS Act, FSP licence number 40107. This fact sheet has been compiled to provide factual information on the policy offered and does not constitute advice as defined and contemplated in the FAIS Act. etfSA recommends that financial advice be sought should any party seek to place any reliance on the information contained herein or for purposes of determining the suitability of the products for the investor as mentioned in this document. etfSA and its officers, directors, agents, advisors and employees, including persons involved in the preparation or issuance of this document, may from time to time act as manager or advisors in relation to the securities or investment products which are the subject of this document. All returns are quoted after the deduction of portfolio management fees. Past investment returns are not indicative of future returns and the value of investments will fluctuate over time. Any modelling or back-testing data contained in this document should not be construed as a statement or projection as to future performance. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, Prescient and etfSA do not accept any responsibility for any claim, damages, loss or expense, howsoever arising, out of or in connection with the information in this document, whether by a client, investor or intermediary. etfSA.co.za is the registered trading name of M F Brown, an authorised Financial Services Provider (FSP No 39217). Professional Indemnity Insurance is maintained. etfSA.co.za®, and etfSA The Home of Exchange Traded Funds® are registered trademarks in the Republic of South Africa.