



SKYBLUE BCI CUMULUS MODERATE FUND OF FUNDS (A)

MANAGED BY: SKYBLUE FUND MANAGERS - AUTHORISED FSP 30248

MINIMUM DISCLOSURE DOCUMENT

31 AUGUST 2019

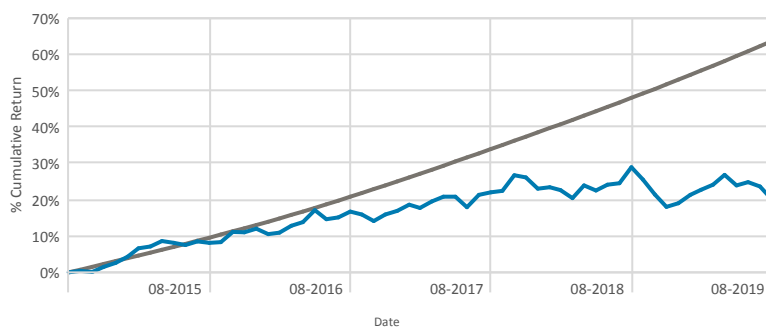
INVESTMENT OBJECTIVE

The primary investment objective of the portfolio is to provide the investor with a moderate level capital growth over the medium to long term.

INVESTMENT UNIVERSE

The provision of capital appreciation over the medium to long term, whilst being mindful of ensuring a measure of capital stability. The fund is Reg 28 compliant and the equity exposure in the fund may range between 0% and a maximum of 75% of the net asset value of the portfolio. The portfolio may from time to time invest in listed and unlisted financial instruments. The manager may include forward currency, interest rate and exchange rate swap transactions.

PERFORMANCE (Net of Fees)



— Skyblue BCI Cumulus Moderate Fund of Funds (A)
— Fund Benchmark

| | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
|-----------------------|--------|---------|---------|----------|-----------------|
| Cumulative (%) | | | | | |
| Fund | -6.92 | 2.82 | 19.99 | 116.81 | 131.99 |
| Fund Benchmark | 10.53 | 35.41 | 63.56 | 153.12 | 226.43 |
| Annualised (%) | | | | | |
| Fund | -6.92 | 0.93 | 3.71 | 8.05 | 7.32 |
| Fund Benchmark | 10.53 | 10.63 | 10.34 | 9.73 | 10.44 |

Inception date: 02 Oct 2007

Annualised return is the weighted average compound growth rate over the period measured.

| Fund | Risk Statistics | | Highest and Lowest | |
|---------------------------|-----------------|---------|---|--------|
| | 1 Year | 3 Years | Calendar year performance since inception | |
| Standard deviation | 7.26% | 6.54% | High | 22.51% |
| Maximum drawdown | -8.42% | -8.42% | Low | -3.25% |

MONTHLY RETURNS

| | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | YTD |
|-------------|------|------|------|-----|------|------|------|------|------|------|------|------|-------|
| 2019 | 1.9 | 1.2 | 1.1 | 2.2 | -2.3 | 0.7 | -0.9 | -2.9 | - | - | - | - | 0.86 |
| 2018 | 0.3 | -0.6 | -1.8 | 2.9 | -1.1 | 1.3 | 0.3 | 3.5 | -2.7 | -3.3 | -2.7 | 0.8 | -3.25 |
| 2017 | 1.5 | -0.7 | 1.5 | 1.0 | 0.1 | -2.4 | 2.8 | 0.6 | 0.3 | 3.5 | -0.5 | -2.5 | 5.24 |
| 2016 | -1.4 | 0.3 | 1.8 | 0.8 | 2.9 | -2.1 | 0.4 | 1.4 | -0.7 | -1.6 | 1.6 | 0.8 | 4.31 |
| 2015 | 1.6 | 2.2 | 0.4 | 1.5 | -0.5 | -0.6 | 0.9 | -0.3 | 0.2 | 2.6 | -0.1 | 0.9 | 9.19 |
| 2014 | -0.3 | 1.5 | 1.5 | 1.4 | 0.8 | 1.3 | 0.5 | -1.0 | 0.4 | -0.2 | 1.3 | 1.1 | 8.59 |

FUND INFORMATION

| | |
|-----------------------------|---|
| Portfolio Manager: | Arno Smit, Kevin Sutcliffe |
| Launch date: | 02 Oct 2007 |
| Portfolio Value: | R 426 048 940 |
| NAV Price (Fund Inception): | 100 cents |
| NAV Price as at month end: | 165.09 cents |
| JSE Code: | MBIC |
| ISIN Number: | ZAE000103339 |
| ASISA Category: | SA - Multi Asset - High Equity |
| Fund Benchmark: | SteFI composite + 3% p.a. |
| Minimum Investment Amount: | None |
| #Monthly Fixed Admin Fee: | R10 excl. VAT on all direct investor accounts with balances of less than R100 000 |
| Valuation: | Daily |
| Valuation time: | 08:00 (T+1) |
| Transaction time: | 14:00 |
| Regulation 28: | Yes |
| Date of Income Declaration: | 28 February/31 August |
| Date of Income Payment: | 2nd working day of Mar/Sep |

Income Distribution (cpu)

| 28 Feb 2018 | 31 Aug 2018 | 28 Feb 2019 | 31 Aug 2019 |
|-------------|-------------|-------------|-------------|
| 3.11 | 2.94 | 4.01 | 2.68 |

FEE STRUCTURE

| | |
|-----------------------------|---|
| Annual Service Fee: | 1.15% (Incl. VAT) |
| Initial Advisory Fee (Max): | 3.45% (Incl. VAT) |
| Annual Advice Fee: | 0 - 1.15% (if applicable) |
| Initial Fee: | 0.00% (Incl. VAT) |
| Performance Fee: | 10% of excess above benchmark over a rolling 2 year period, capped at 2% p.a. |

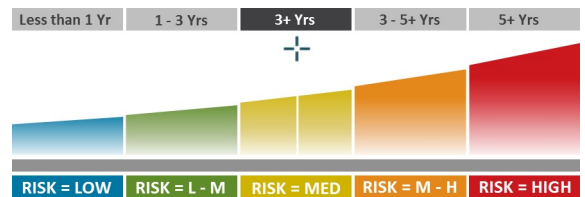
* Total Expense Ratio (TER): Jun 19 : 2.11% (PY: 2.06%)

Performance fees incl in TER: Jun 19 : 0.00% (PY: 0.00%)

Portfolio Transaction Cost: Jun 19 : 0.25% (PY: 0.29%)

Total Investment Charge: Jun 19 : 2.36% (PY: 2.35%)
All Values (Incl. VAT)

RISK PROFILE



Medium Risk

- This portfolio has a balanced exposure to various asset classes. It has more equity exposure than a low risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a low risk portfolio, but less than a high-risk portfolio.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to equity as well as default and interest rate risks.
- The portfolio is suitable for medium term investment horizons.
- The probability of losses is higher than that of a low risk portfolio, but less than a high-risk portfolio and moderate long term investment returns are expected.

BOUTIQUE
+ COLLECTIVE
INVESTMENTS

PORTFOLIO HOLDINGS

| Asset Allocation (%) | As at 31 Jul 2019 | Top Holdings (%) | As at 31 Jul 2019 |
|----------------------|-------------------|---------------------------------------|-------------------|
| Domestic Equity | 49,85 | Skyblue BCI Solar Flexible FoF | |
| Domestic Bonds | 16,32 | Absa Prime Equity C | |
| Domestic Property | 13,37 | Nedgroup Inv Growth R | |
| Offshore Equity | 7,23 | Nedgroup Inv Property A1 | |
| Domestic Cash | 5,55 | Saffron SCI Opportunity Income C1 | |
| Offshore Bonds | 4,53 | Mazi Asset Management Prime Equity B1 | |
| Offshore Property | 2,20 | Satrix Dividend Plus Index B1 | |
| Offshore Cash | 0,63 | Investec Diversified Income A | |
| Africa Bond | 0,17 | Satrix Bond Index B1 | |
| Africa Equity | 0,03 | Bridge Diversified Preference Share | |
| Other | 0,12 | | |

INFORMATION AND DISCLOSURES

Risks

Where foreign securities are included in the portfolio there may be additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information. Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors.

*** Total Expense Ratio (TER)**

Please note: A higher TER ratio 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 are a necessary cost in administering the Fund and impacts Fund 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 Fund, the investment decisions of the investment manager and the TER. The prior year ("PY") TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 31 August 2018, whilst the underlying portfolios' ratio and cost calculations are based upon their most recent published figures, being 30 June 2019.

Effective Annual Cost:

Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at www.bcis.co.za.

#Monthly Fixed Admin Fee: R10 excl. VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

Fund

| * Total Expense Ratio (TER) | Transactional Cost (TC) | Total Investment Charge (TER & TC) |
|---|--|--|
| 2.11% | 0.25% | 2.36% |
| Of the value of the Fund was incurred as expenses relating to the administration of the Fund. | Of the value of the Fund was incurred as costs relating to the buying and selling of the assets underlying the Fund. | Of the value of the Fund was incurred as costs relating to the investment of the Fund. |

FAIS Conflict of Interest Disclosure

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instances portfolios invest in other portfolios which form part of the BCI Scheme. These investments will be detailed in this document, as applicable.

Investment Manager

Skyblue Fund Managers (Pty) Ltd is an authorised Financial Service Provider FSP 30248.

- Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website www.bcis.co.za.
- Valuation takes place daily and prices can be viewed on our website (www.bcis.co.za) or in the daily newspaper.
- Actual annual performance figures are available to existing investors on request.
- Upon request the Manager will provide the investor with portfolio quarterly investment holdings reports.

Management Company Information

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Custodian / Trustee Information

The Standard Bank of South Africa Limited
Tel: 021 441 4100



DISCLAIMER

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