

# Succession Balanced Fund

April 2023



**SUCCESSION FINANCIAL PLANNING**  
Advisory Services (PTY) Ltd  
Licensed Financial Services Provider FSP 41158

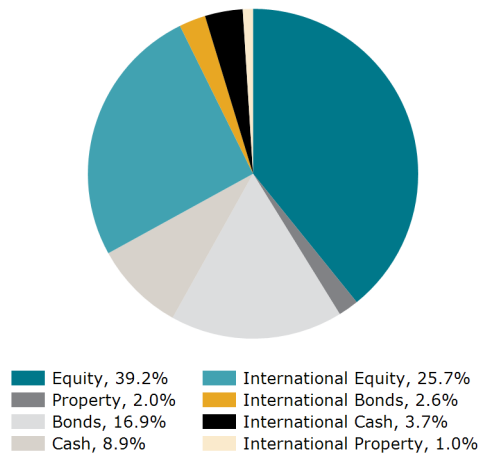
## FUND DETAILS

<b>Fund Category</b>	SA Multi Asset High Equity
<b>Benchmark</b>	Avg SA Multi Asset High Equity
<b>Risk Profile</b>	Moderate Aggressive
<b>Launch Date</b>	09 March 2020
<b>Fund Size</b>	R 110 million

## FUND OBJECTIVE

The fund aims to provide a high level of capital growth over the long term. Investors in this fund are prepared to tolerate high fluctuations in the value of their investment over the short term. The fund will be diversified across all major asset classes with a bias towards equities (maximum of 75%). The fund is compliant with Regulation 28 of the Pension Funds Act, 1956.

## ASSET ALLOCATION



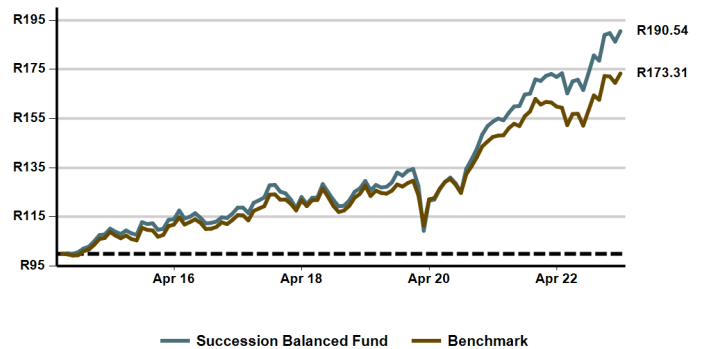
## INVESTOR PROFILE

This fund is suitable for investors looking for:

- High level of capital growth
- Able to tolerate high levels of volatility

## CUMULATIVE PERFORMANCE SINCE LAUNCH

Indicative value of R100 invested at launch of strategy, after fees.



PERFORMANCE (%)	FUND	BENCHMARK
1 Month	2.30	2.26
3 Months	0.82	0.61
6 Months	9.84	9.49
1 Year	10.84	8.43
2 Years (annualised)	11.34	8.39
3 Years (annualised)	16.16	12.38
5 Years (annualised)	9.14	7.32
Since Launch	7.65	6.49

For illustrative purposes only and based on the historic performance of the SFP multi-managed strategy.

## MANAGER SELECTION (%)

Amplify SCI Balanced	10.20	Fairtree Equity Prescient	6.80
Amplify SCI Flexible Equity	8.30	Nedgroup Global Equity Feeder	3.80
Bateleur Flexible Prescient	6.50	PSG Flexible	10.30
Centaur BCI Flexible	7.40	Satrix Balanced Index	14.10
Coronation Balanced Plus	8.30	SI:MM Cash	10.60
Coronation Global Optimum Growth	4.60	Truffle SCI Flexible	9.10

## FEES (% INCL. VAT)

Annual fund management fee	0.30%
Total Expense Ratio (TER)	1.49%
Total Cost Ratio (TCR)	0.25%
Total Investment Charges (TER + TC)	1.74%

The TER was incurred as expenses relating to the administration of the Financial Product. The TC was incurred as cost relating to the buying and selling of the assets underlying the Financial Product. The TIC was incurred as cost relating to the investment of the Financial Product. The 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.

The TER shown is based on the highest fee tier where applicable and is calculated as at 30 September 2022.

## CONTACT DETAILS

Atterbury Estate Block 6, 19 Frikkie de Beer Street, Menlyn, 0018. Tel: +27 (12) 348-2559 Email: admin@sfpadvice.co.za  
Succession Financial Planning Advisory Services (Pty) Ltd (FSP) Licence No. 41158

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## MANAGER COMMENT

The year 2023 started with unpleasant economic effects - from the unending interest rate increases, inflation rate, a continuation of geopolitical tensions and the ongoing local energy crisis. These issues continued into April and have since caused uncertainty amongst investors across the world.

Global equity markets were in positive territory, with the MSCI World Index increasing 1.75% month-on-month (in US dollars) and 4.86% month-on-month (in rands) in April. The Dow Jones increased 2.57% with the FTSE 100 Index increasing at 3.35% month-on-month. Global Bonds increased 0.44% month-on-month and Global Property rose 1.93%. The MSCI Emerging Markets Index declined -1.11% in April, with the S&P 500 increasing 1.56%. The Gross Domestic Product (GDP) in the United States rose at a 1,1% annualised pace in Q1 2023.

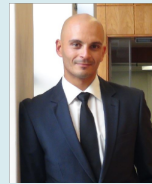
While most of the large banks delivered reassuring earnings that settled investor fears, First Republic Bank was the latest mid-cap US regional bank to become a casualty of the mini banking crisis. It reported a 41% year-on-year drop in Q1 2023 deposits and a plan to cut 25% of its employees in order to pursue strategic options.

Oil started the month strongly, rallying on a surprise announcement of supply cuts by the Organisation of the Petroleum Exporting Countries (OPEC) before reversing gains on the prospect of weakening demand from slowing economic activity. Industrial metals were generally weaker, with iron ore at -12% month-on-month, while gold gained 1.1% month-on-month. The US dollar was weaker against the euro and British pound but stronger against the Japanese yen, which was weighed down by uncertainty around the way forward for Japanese monetary policy.

The JSE had a strong month in April, with the FTSE/JSE Capped SWIX All Share Index increasing 3.38% month-on-month. This was amongst the best performing indices in the emerging market space. Around 35% of the JSE's April performance came from the gold miners, at 17% month-on-month, making this the best-performing industry on the JSE for the second consecutive month (41% month-on-month in March), despite an April gold price rally of only 1.1% month-on-month (in US dollar terms). Industrials increased 3.20%, with Resources at 4.18% month-on-month, Property at 5.36% month-on-month, Financials at 3.31% month-on-month, and Cash at 0.61% month-on-month. Naspers and Prosus weighed on the JSE's performance, delivering -1% month-on-month in aggregate, despite outperforming their largest investment, Tencent, at -8% month-on-month in rand terms. Food inflation peaked at 14,4% during April. This is the highest level since March 2009.

South African 10-year government bond yields drifted higher in April, ending the month at 11.4%, their highest level since late 2022, on news of President Cyril Ramaphosa possibly stepping down. This stems from the events surrounding the theft of foreign currency from his Phala Phala game farm, which rattled foreign investors. The drift higher in local bond yields came despite a gentle environment for global bond yields in April.

## PORTFOLIO MANAGER



### Wade Witbooi

BCom Business Management PGDip Financial Planning

Wade joined Sanlam Multi Managers in May 2016 as a retail portfolio manager within the investment team and is currently working under supervision.

Wade started his career at Glacier by Sanlam on their graduate trainee programme in 2010 and for the first two years worked within their communication centre and operations team, as well as their investment administration departments where he acquired a thorough understanding of the financial adviser market.

In 2012 he joined the Glacier Research team as an investment analyst focussing on manager research within the retail asset management landscape. Wade then joined Sanlam Investments Retail in May 2014 as a retail investments analyst within their Strategy and Client Solutions team, focussing on investment research, industry trend analysis, product positioning, and distribution support.

## MANAGER INFORMATION

Sanlam Multi Manager International (SMMI) (Pty) Ltd

## PHYSICAL ADDRESS

55 Willie van Schoor Avenue, Bellville, 7530  
Postal Address: Private Bag X8, Tygervalley, 7536  
Website: [www.sanlaminvestments.com](http://www.sanlaminvestments.com)

## POSTAL ADDRESS

Private Bag X8, Tygervalley, 7536

## WEBSITE

[www.sanlaminvestments.com](http://www.sanlaminvestments.com)

## CONTACT DETAILS

Tel: +27 (21) 950-2500  
Fax: +27 (21) 950-2126  
Email: [siretail@sanlaminvestments.com](mailto:siretail@sanlaminvestments.com)