

Fund Objective

The Pan-African IP Income Hunter Fund aims to provide investors with a higher level of income than a pure income fund, while minimising risk and ensuring capital stability. The investment manager will actively 'hunt' for the best rates of income / income generating instruments within the investment universe, to achieve the funds objective.

Fund Universe

To achieve this objective, the securities normally to be included in the portfolio will comprise a combination of global bonds, interest bearing securities, including loan stock, preference shares, equity securities, listed property securities, semi-gilts, debentures, debenture bonds and notes, money market instruments, and other non-equity securities, in line with the objective of the portfolio and assets in liquid form. Interest bearing instruments in a currency other than the Republic of South Africa, may only be included in this portfolio, if they comply with a credit rating of investment grade by the credit rating agencies approved by the Registrar, or if they comply with other regulations published by the Registrar, provided further that if the grading of an instrument differs between the rating agencies, the lower grading will apply. The weighted average duration of non-equity securities in the portfolio will not exceed two years and exposure to equity securities will be limited to 10%.

Manager Commentary

The portfolio has had yet another sterling performance in the month of June, generating a net positive return of 1.03%, resulting in a 0.45% relative outperformance to the benchmark. The portfolio's 1-3 Year Fixed Rate bucket delivered 1.66% vs 0.93% from All BOND INDEX (ALBI), whilst the 3-7 year bucket returned 2.1% vs 1.96 relative to the ALBI. The Inflation-Linkers contributed 1.51% vs the Inflation-Linked Index (CILI) return of 0.41%.

Furthermore, the portfolio held just over 40% in floating rate securities which helped immunize the modified duration. A bull steeping of the yield curve was observed in the month of June, where short-term bonds rates fell faster than longer-term bonds. This has helped boost portfolio returns significantly.

Inflation remains sticky to the down side at 4.5% and we believe a rate cut should further boost portfolio return in the short term.

Fund Information

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|-------------------------------|---|
| Portfolio Manager: | Pan-African Asset Management (Pty) Ltd |
| Inception Date of Fund: | 01-Aug-2012 |
| Inception Date of Class: | 01-Aug-2012 |
| Benchmark: | 3 Months JIBAR |
| Classification: | South African – Multi Asset – Income |
| Regulation 28 compliant: | Yes |
| Income distribution: | Quarterly |
| Date of income distributions: | 31 Mar, 30 Jun, 30 Sept, 31 Dec |
| Date of income payment: | 2nd day of the following month or the next business day if the 2nd does not fall on a business day. |
| Min. lump sum investment: | R10,000 |
| Min. monthly investment: | R1,000 |
| Risk profile: | Low |
| JSE code: | PAIH |
| ISIN Number: | ZAE000167862 |

Portfolio Income in Cents Per Unit (cpu)

| Income Distribution | Sept 2018 | Dec 2018 | Mar 2019 | Jun 2019 |
|---------------------|-----------|----------|----------|----------|
| Class A | 26.4842 | 38.4541 | 32.6114 | 31.4420 |

Fund Size and Units in Issue

| | |
|---------------------------|----------------|
| Fund Size | R 46 968 496 |
| | Class A |
| Units in Issue | 4 369 843 |
| Class Size | R 46 968 496 |
| NAV Price as at Month End | 1 074.83 |

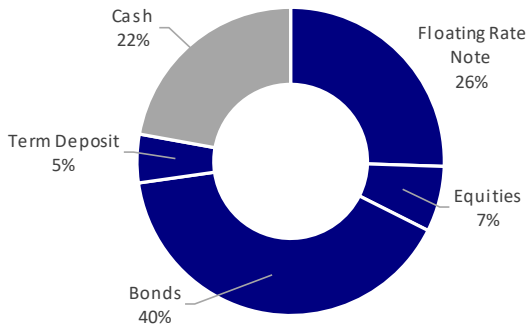
Total Expense Ratio (TER) and Transaction Costs (TC): Apr 2016 — Mar 2019 (3 Yrs Rolling %)

| TER and TC Breakdown | Class A |
|-------------------------------|---------|
| Total Expense Ratio (TER) | 0.75% |
| Annual Service Fee | 0.60% |
| Performance Fees | n/a |
| Other costs excluding TC | 0.05% |
| VAT | 0.10% |
| Transaction Costs (incl. VAT) | 0.03% |
| Total Investment Charge (TIC) | 0.78% |

Fee Structure

| | Class A |
|--------------------------------|---------|
| Annual Service fee (excl. VAT) | 0.60% |
| Performance Fee | n/a |

Asset Allocation as at 30 June 2019



Data Source : INET/IRESS

Top Holdings as at 30 June 2019

- ABSA Group Ltd
- Firststrand Bank Ltd
- Grindrod Bank Ltd
- Investec Bank Ltd
- Namibia Republic (Govt)
- Old Mutual Life
- Sasfin Bank Ltd
- Standard Bank Ltd
- Zambezi Platinum RF Ltd

***Performance—Net of Fees**

* Returns History above one year are annualised

| Cumulative (%) | 1 Month | 3 Months | 6 Months | YTD | 1 Year | 2 Years | 3 Years | 5 Years | Since Inception |
|----------------|---------|----------|----------|-------|--------|---------|---------|---------|-----------------|
| Fund | 0.99% | 2.90% | 5.80% | 5.80% | 11.81% | 22.87% | 35.53% | 58.39% | 82.12% |
| Benchmark | 0.58% | 1.76% | 3.55% | 3.55% | 7.23% | 15.00% | 23.75% | 40.73% | 55.70% |

| Annualised (%) | 1 Month | 3 Months | 6 Months | YTD | 1 Year | 2 Years | 3 Years | 5 Years | Since Inception |
|----------------|---------|----------|----------|-----|--------|---------|---------|---------|-----------------|
| Fund | n/a | n/a | n/a | n/a | 11.81% | 10.85% | 10.66% | 9.63% | 9.05% |
| Benchmark | n/a | n/a | n/a | n/a | 7.23% | 7.24% | 7.36% | 7.07% | 6.61% |

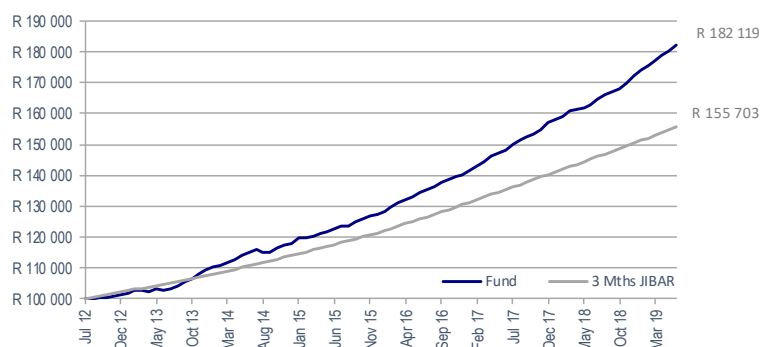
| Monthly Performance | Year | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|---------------------|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Fund | 2019 | 1.06% | 0.92% | 0.81% | 1.17% | 0.71% | 0.99% | | | | | | | 5.80% |
| Benchmark | 2019 | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | | | | | | | 3.55% |
| Fund | 2018 | 0.60% | 0.69% | 1.00% | 0.45% | 0.18% | 0.67% | 1.24% | 0.69% | 0.66% | 0.67% | 1.01% | 1.29% | 9.54% |
| Benchmark | 2018 | 0.59% | 0.59% | 0.57% | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | 0.58% | 7.21% |

Risk Statistics

| Risk Metrics | Fund | Benchmark |
|----------------------------------|--------|-----------|
| Volatility* | 1.49% | 0.24% |
| Tracking Error* | 1.44% | |
| Information Ratio | 1.69 | |
| Current Yield | 10.22% | |
| Beta | 1.86 | |
| Sharpe Ratio* | 1.55 | |
| Highest Annual Return (Jul-2014) | 12.05% | |
| Lowest Annual Return (Jul-2013) | 3.34% | |
| Alpha* | 2.30% | |

* Annualised

Growth of a R 100 000 Invested since Inception



Volatility is a statistical measure of the dispersion of returns for a given security or market index.

Tracking error is a measure of the risk in an investment portfolio that is due to active management decisions made by the portfolio manager; it indicates how closely a portfolio follows the index to which it is benchmarked.

Information ratio, is a measure of the risk-adjusted return of a portfolio. In this case, it measures the active return of the manager's portfolio divided by the amount of risk that the manager takes relative to the benchmark.

Sharpe Ratio is a measure for calculating risk-adjusted return. It is the average return earned in excess of the risk-free rate per unit of total risk. The greater a portfolio's Sharpe ratio, the better its risk-adjusted performance has been (i.e. a higher return with a contained risk profile, where the portfolio manager is not taking excessive risk to achieve those returns).

Beta is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole.

Alpha is a measure of the active return on an investment. It represents the excess returns of a fund relative to the return of a suitable benchmark.

Contact Information

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| Investment manager | Pan-African Asset Management (Pty) Ltd |
| FSP | 620 |
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| Contact number | (011) 463-0300 |
| Fax number | (011) 463-0299 |
| Email address | info@pam-asset.co.za |
| Website | http://www.pam-asset.co.za |
| Custodian / Trustee | The Standard Bank of South Africa Limited |
| Management Company | IP Management Company (RF) (Pty) Ltd |
| Address | 1st Floor Mariendahl House, Newlands on Main, Newlands, Cape Town 7700 |
| Contact number | (021) 673-1340 |
| Email address | clientservices@ipmc.co.za |

Disclaimer and Disclosures

Collective Investment Schemes are generally medium to long term investments. The value of participatory interests or the investment may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from the manager. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The Manager retains full legal responsibility for the fund, regardless of Co-Naming arrangements. Transaction cut off time is 14:30 daily. Each portfolio may be closed for new investments. Valuation time is 15:00 (17h00 at quarter end). Prices are published daily and available newspapers countrywide, as well as on request from the Manager. IP Management Company (RF) Pty Ltd is the authorised Manager of the Scheme – contact 021 673 1340 or clientservices@ipmc.co.za. Standard Bank is the trustee / custodian – contact compliance-IP@standardbank.co.za. Additional information including application forms, the annual report of the Manager and detailed holdings of the portfolio as at the last quarter end are available, free of charge, from clientservices@ipmc.co.za. IP Management Company is a member of ASISA. A statement of changes in the composition of the portfolio during the reporting period is available on request. The performance is calculated for the portfolio. The individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax.

The portfolio may include foreign investments and the following additional risks may apply: liquidity constraints when selling foreign investments and risk of non-settlement of trades; macroeconomic and political risks associated with the country in which the investment is made; risk of loss on foreign exchange transactions and investment valuation due to fluctuating exchange rates; risk of foreign tax being applicable; potential limitations on availability of market information which could affect the valuation and liquidity of an investment. All of these risks could affect the valuation of an investment in the fund.

The total expense ratio (TER) was incurred as expenses relating to the administration of the financial product. Transaction costs (TC) relate to the buying and selling of the assets underlying the financial product. Total Investment Charge (TIC) is the value of the financial product incurred as costs relating to the investment of the financial product. 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 TER's. Transaction Costs are a necessary cost in administering the financial product and impacts the financial product returns. It should not be considered in isolation as returns may be impacted by many other factors over time such as market returns, the type of financial product, the investment decisions of the investment manager and the TER.

Annualised returns is the weighted average compound growth rate over the performance period measured. Fund returns shown are based on NAV-NAV unit pricings calculated from INET / IRESS for a lump-sum returns is the weighted average compound growth rate over the performance period measured. Fund returns shown are based on NAV-NAV unit pricings calculated from INET / IRESS for a lump-sum investment with income distribution reinvested (after fees and cost). Performance numbers and graphs are sourced from Global Investment Reporting (Pty) Ltd.

The Effective Annual Cost (EAC)

The EAC is a standard industry measure which has been introduced to allow you to compare the charges you incur and their impact on the investment returns over specific periods. You can contact clientservices@ipmc.co.za or call us on (021) 673-1340 for an Effective Annual Cost disclosure statement. Please visit <http://www.ipmc.co.za/effective-annual-cost> to address the EAC illustrator.