



OPULENCE CAUTIOUS PORTFOLIO

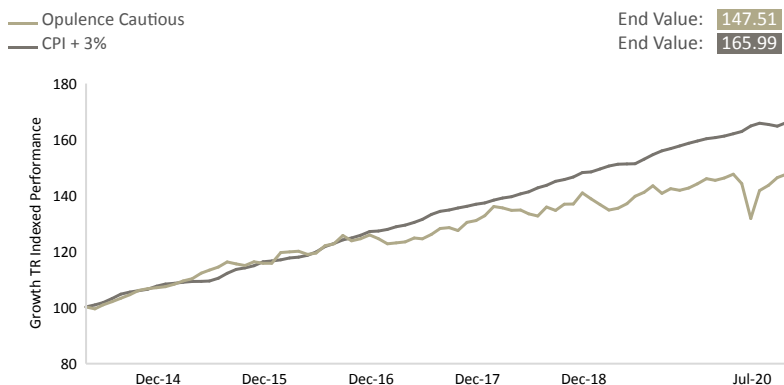
WRAP PORTFOLIO INFORMATION DOCUMENT

31 JULY 2020

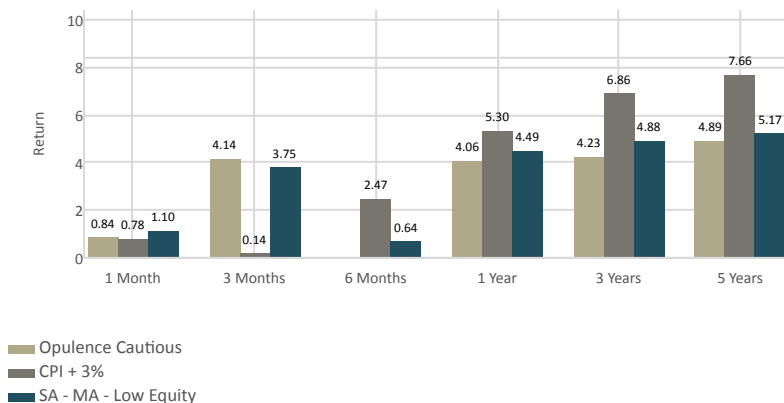
INVESTMENT OBJECTIVE

The Opulence Cautious Model Portfolio is a specialist multi managed prudential portfolio that seeks to provide investors with income and stable capital growth. The portfolio will be managed in compliance with prudential investment guidelines for retirement funds in South Africa to the extent allowed for by the Act.

PERFORMANCE (Net of Fees)



TRAILING RETURNS



Performance numbers before fund start date are back tested.

HIGHEST AND LOWEST MONTHLY RETURNS PER CALENDAR YEAR

Year	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
High	1.94	2.90	2.49	2.44	3.32	1.46	3.62	2.64	3.26	-
Low	-1.89	-1.52	-0.81	-1.52	-0.62	-0.69	-2.32	0.05	-0.27	-

PORTFOLIO HOLDINGS

Asset Allocation	Value	Top Holdings	Value
SA Bond	34.22	Nedgroup Inv Stable A2	13.88
SA Equity	18.86	Nedgroup Inv Core Guarded B	13.19
SA Cash	16.10	Coronation Balanced Defensive P	13.11
Offshore Equity	14.69	Amplify SCI Defensive Balanced A1	12.92
Offshore Bond	4.30	Allan Gray Stable C	12.42
SA Property	3.80	BCI Best Blend Cautious C	12.10
Offshore Cash	3.64	Prudential Inflation Plus B	11.50
SA Other	1.38	PSG Stable E	5.45
Offshore Unit Trust	1.00	Ninety One Cautious Managed H	5.43
Offshore Property	0.93		
Offshore Other	0.66		
SA Unit Trust	0.05		

FUND INFORMATION

Portfolio Manager: Opulence Asset Management
Launch date: 01 May 2015
Benchmark: CPI + 3%
Regulation 28: This portfolio is managed in accordance with Regulation 28.

Portfolio management fee: 0.50% (Excl. VAT)

The TER's of the underlying funds may differ from platform to platform and can be obtained from the particular LISP's quote.

PLATFORM AVAILABILITY

Glacier
Momentum Wealth

RISK PROFILE



Low | Low - Medium

- This portfolio has low or no equity exposure, resulting in far less volatility than more aggressive mandated portfolios and in turn the probability of a long-term capital loss is much less likely. However, expected potential long term investment returns could be lower over the medium to long term.
- Where the asset allocation contained in this MDD reflect offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to default and interest rate risks.
- Therefore, it is suitable for short to medium term investment horizons.

Medium | Medium - High

- This portfolio holds 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. The probability of losses is higher than that of a low risk portfolio, but less than a high-risk portfolio and the expected potential long term investment returns could therefore be lower than a high-risk portfolio due to lower equity exposure, but higher than a low 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.
- Therefore, it is suitable for medium term investment horizons.

High

- This portfolio holds more equity exposure than any other risk profiled portfolio and therefore tend to carry higher volatility due to high exposure to equity markets.
- Expected potential long term returns could be higher than other risk profiles and in turn the risk of potential capital losses is higher.
- Where the asset allocation contained in this MDD reflect offshore exposure, the portfolio is exposed to currency risks.
- Therefore, it is suitable for long term investment horizons.

Opulence Cautious

Risk - 1 Year

Time Period: 01/8/2019 to 31/07/2020

Annualised Return	4.06
Max Draw Down	-10.75
Information Ratio	-0.09
Sharpe Ratio	0.05
Best Month	04-2020
Worst Month	03-2020
Max Draw Down Recovery	0



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MARKET COMMENTARY

July 2020, turned out to be a golden month for global investors, as the gold price rose above the \$2000 mark for the first time since 2011. Key support factors were the weaker US-dollar and abundant liquidity. Linked to this pro-cyclical-trade the MSCI EM USD index (July's regional golden star), rose by 9.02%, whilst DM equities gained by 4.81%. (MSCI World USD index). Other notable drivers of performance included optimism around a COVID-19 vaccine, second-quarter earnings that were not as dire as forecast, and expectations for another round of fiscal stimulus in the US. These factors were enough to overcome a resurgence of COVID-19 cases and the sharp slowdown in economic activity. US equities led performance within the DM sphere, as the S&P 500 rallied by 5.6%. Robust quarterly earnings from internet mega-cap provided constructive fundamental support. However, economic data showed that the US Q2 GDP fell sharply and the dollar weakened. The Fed left its key policy-interest-rate unchanged but reiterated a very cautious outlook. The FED stated that it remains ready to provide further policy accommodation as needed as it hopes for the best, but plans for the worst. The Fed, also added that more fiscal policy support was essential given the gravity and prolonged impact of the virus-driven shock to the economy. The MSCI Europe USD index rose by 3.87%. The start of the Q2 corporate earnings season saw some better-than-expected numbers, particularly from technology and industrial stocks. However, economic data confirmed the severity of the downturn in activity during the second quarter. Towards the end of the month, there were fears over rising numbers of Covid-19 infections in some European countries, and some travel restrictions were re-imposed, which hampered investment sentiment. July's regional golden star, EM equities gained higher in July, despite an acceleration in new cases of Covid-19 in certain EM countries, and an escalation in US-China tensions. The continued recovery in economic data, amid ongoing monetary and fiscal support, boosted sentiment. Also, the fixed income indices had a positive month, as high yield credit experienced its best month since 2011 as investors decided a higher yield was worth the risk. EM currencies benefited from a broad decline in the US dollar, which fell 4% against a basket of currencies. Locally, the JSE All Share Index gained by 2.55%, pushed higher by impressive gains from the resources sector on the back of strong gold and precious metals prices. On the local economic landscape, the SARB announced a 25-bps rate cut, bringing the SARB's total rate cuts YTD to 3.0%, with the repo rate now at 3.5% – its lowest level since the early 1970s. The rate cut was fueled by depressing domestic aggregate demand which has been confirmed recently by SA's headline consumer price inflation (CPI) slowing down to 2.1% YoY in May, its lowest level since Sep 2004.

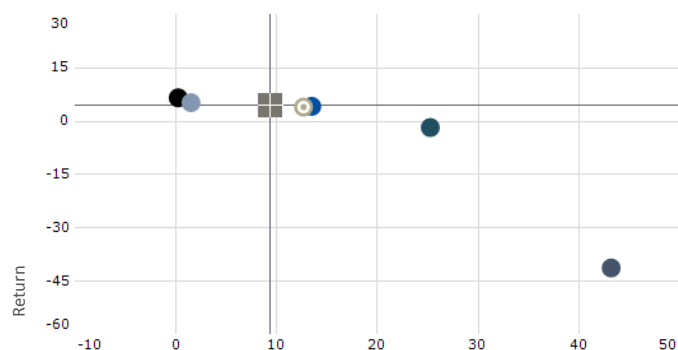
MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD/YEAR
2020	0.94	-2.27	-8.68	7.59	1.33	1.91	0.84	-	-	-	-	-	0.93
2019	1.22	1.94	1.01	1.66	-1.89	1.19	-0.41	0.58	1.05	1.27	-0.40	0.57	8.01
2018	0.09	-1.02	-0.58	2.42	-0.90	1.66	0.05	2.90	-1.52	-1.48	-1.42	0.47	0.56
2017	1.13	-0.23	1.28	1.68	0.24	-0.81	2.31	0.49	1.32	2.49	-0.36	-0.66	9.15
2016	-0.95	0.40	2.22	0.54	2.44	-1.52	0.61	1.09	-1.06	-1.48	0.27	0.29	2.79
2015	1.81	0.96	0.99	1.59	-0.62	-0.50	1.18	-0.48	0.01	3.32	0.21	0.19	8.93

RISK REWARD - 1 YEAR

Peer group average: SA - MA - Low Equity

Time Period: 01/8/2019 to 31/07/2020



Standard Deviation

Opulence Cautious

STeFI Composite ZAR

FTSE/JSE All Share SWIX TR ZAR

SA - MA - Low Equity

FTSE/JSE All Bond TR ZAR

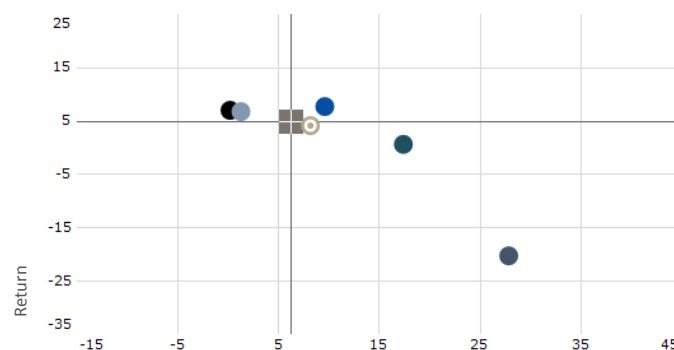
FTSE/JSE SA Listed Property TR ZAR

CPI + 3%

RISK REWARD - 3 YEAR

Peer group average: SA - MA - Low Equity

Time Period: 01/8/2017 to 31/07/2020



Standard Deviation

Opulence Cautious

STeFI Composite ZAR

FTSE/JSE All Share SWIX TR ZAR

SA - MA - Low Equity

FTSE/JSE All Bond TR ZAR

FTSE/JSE SA Listed Property TR ZAR

CPI + 3%

DISCLAIMER

Managed by: Opulence Asset Management. Authorised Financial Service Provider, FSP Number 48738.

The fund allocation (above) indicates the holdings of the model portfolio, also referred to as wrap portfolios. The portfolio holdings are quantitatively and qualitatively assessed on a quarterly basis by the independent investment committee. Where any of the above funds are not available on any particular Linked Investment Service Provider (LISP) platform, an appropriately comparable replacement fund is selected by the investment committee. Due to the possible fund composition variations resulting from such comparable replacements, the actual overall asset allocation, fees and returns may differ across platforms. Periodic portfolio rebalancing is initiated by the investment committee to realign strategic allocations whilst taking specific account of the intended risk and return profiles of the portfolios as well as capital gains tax and cost effects. Past performance is not indicative of future performance and for the historical return purposes above it was assumed that before the launch date of the portfolio, the portfolio's holdings and asset allocation remained static during the entire back tested period. The capital or the return of a portfolio is not guaranteed. A wrap fund is a portfolio consisting of a number of underlying investments wrapped into a single product. Wrap funds are not legal CIS funds of funds as the wrap fund itself is not a collective investment portfolio, but is simply a collection of separate collective investment portfolios and money market accounts. With a wrap fund the investor has direct ownership of the underlying investments. Wrap funds are not regulated by the Collective Investment Schemes Control Act and do not have a separate legal status. They are regulated by the same legislation that applies to Linked Investment Services Providers (LISPs), namely the Stock Exchanges Control Act and the Financial Markets Control Act. Investors should take note that any changes made within a wrap fund can trigger capital gains tax.

The portfolio's performance numbers are based on a master portfolio tracked in the Morningstar Direct system. These performance numbers are net of all underlying managers TER's, but gross of the portfolio management, LISP and advice fees.

FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor has to disclose any conflict of interest as well as all fees received relating to your investment in writing to you.

