



OPULENCE BALANCED PORTFOLIO

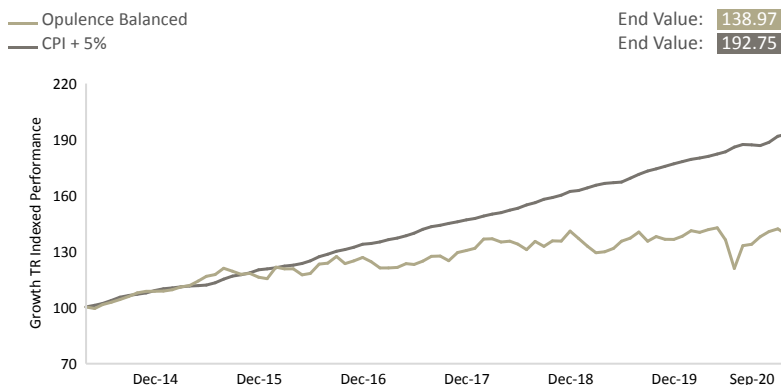
WRAP PORTFOLIO INFORMATION DOCUMENT

30 SEPTEMBER 2020

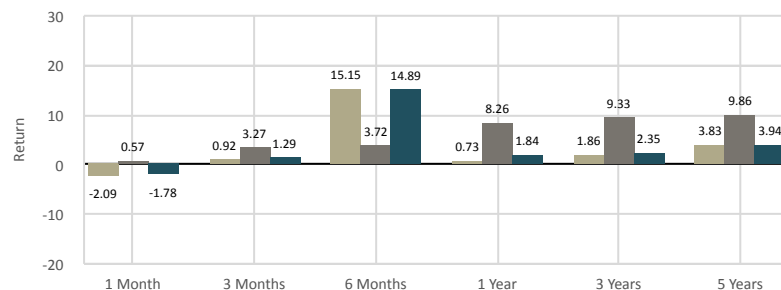
INVESTMENT OBJECTIVE

The Opulence Balanced Model Portfolio's strategy is to provide investors with a well-diversified multi-managed prudential portfolio that aims to produce high long-term total return through diversification of asset managers and investment styles. The portfolio's equity exposure is limited to a maximum of 75% of the portfolio's net asset value. This fund complies to Regulation 28

PERFORMANCE (Net of Fees)



TRAILING RETURNS



Opulence Balanced
CPI + 5%
SA - MA - High Equity

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 | 2.93 | 3.96 | 3.78 | 4.25 | 5.38 | 2.13 | 6.68 | 3.36 | 6.06 | - |
| Low | -3.52 | -3.02 | -1.96 | -3.00 | -1.75 | -0.84 | -3.38 | -1.18 | -1.14 | - |

PORTFOLIO HOLDINGS

| Asset Allocation | Top Holdings |
|--------------------------|---------------------------------------|
| SA Equity 42.03 | Centaur BCI Balanced B 12.08 |
| Offshore Equity 22.49 | Coronation Balanced Plus P 12.07 |
| SA Bond 15.98 | BCI Best Blend Balanced C 12.01 |
| SA Cash 6.17 | Foord Balanced B2 11.99 |
| Offshore Cash 4.15 | Nedgroup Inv Core Diversified B 11.98 |
| SA Property 3.77 | Satrix Balanced Index B2 11.94 |
| Offshore Bond 1.63 | Ninety One Managed H 11.90 |
| SA Other 1.47 | Allan Gray Balanced C 11.03 |
| Offshore Property 1.06 | PSG Balanced E 5.00 |
| Offshore Unit Trust 0.74 | |
| Offshore Other 0.13 | |

FUND INFORMATION

Portfolio Manager: Opulence Asset Management
Launch date: 01 May 2015
Benchmark: CPI + 5%
Regulation 28: This portfolio is managed in accordance with Regulation 28.

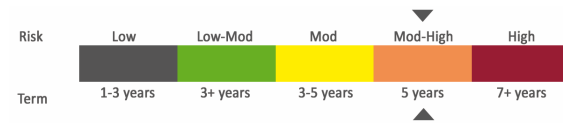
Portfolio management fee: 0.50% (Excl. VAT)

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 - Moderate

- 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.

Moderate | Moderate - 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 Balanced

Risk - 1 Year

Time Period: 01/10/2019 to 30/09/2020

| | |
|------------------------|---------|
| Annualised Return | 0.73 |
| Max Draw Down | -15.31 |
| Information Ratio | -0.42 |
| Sharpe Ratio | -0.09 |
| Best Month | 04-2020 |
| Worst Month | 03-2020 |
| Max Draw Down Recovery | 0 |



OPULENCE BALANCED PORTFOLIO

WRAP PORTFOLIO INFORMATION DOCUMENT | 30 SEPTEMBER 2020



MARKET COMMENTARY

*South African index returns are quoted in rands, while all other return figures are quoted in USD terms.

The winds of August gave way to a harsh September, as some key economies faced a second wave of Covid cases, which forced fresh restrictions in some regions. Despite trepid statistics, global economic activity continued with its upward trajectory partly supported by favourable base effects. On the other hand, investor confidence took a descent, as the impending US Presidential election continued to inch its way to the spotlight while the UK made headlines after the EU threatened legal action when they (UK) threatened to rewrite some previously agreed terms of their divorce accord. These tensions resulted in a stronger US dollar against most developed economies, particularly the British pound (-4.39%). Emerging market currencies generally managed to hold up as major EM currencies like the Brazilian real (+2.14%) and Russian ruble (+5.05%) ended the month stronger. The South African rand (+1.09%) was no exception, strengthening against most DM currencies. Locally, markets were a mixed bag, however the global trend continued to play off in our local sectors. SA domiciled sectors like Mid-caps(1.31%) and Small-caps(0.78%) held up well in a month where the S&P500 lost 3.8% and the FTSE UK was down 5.03%. Unsurprisingly – especially given a firmer rand, Rand Hedge stocks struggled to keep up, as the Industrials25 index fell by -1.68%, while Financials delivered an impressive +3.36%. SA Resources were the biggest laggard for the month; this was on the back of Brent crude oil falling 9.6%, making the S&P 500 Energy sector the worst performer for September (-14.5%). The Fed, once again, took centre stage as they announced their revised monetary policy framework of targeting average inflation (willingness to accept an overshoot in inflation until average inflation over a specified back-ward looking period is aligned to their targeted inflation rate of 2,0%). This policy revision came as a relief to the stock market, as the change in guidance guarantees lower rates for longer, as monetary policy focuses more on tackling the US unemployment rate and resuscitating inflation, which has been illusive for a while. Emerging markets fared slightly better than developed markets for the month (MSCI EM -1.58% vs. MSCI World -3.41%), however regionally, it was the Chinese market that took the biggest knock (MSCI China H (-5.24%). With the US election less than 40 days away, the array of contentious issues in the news appears to be rising.

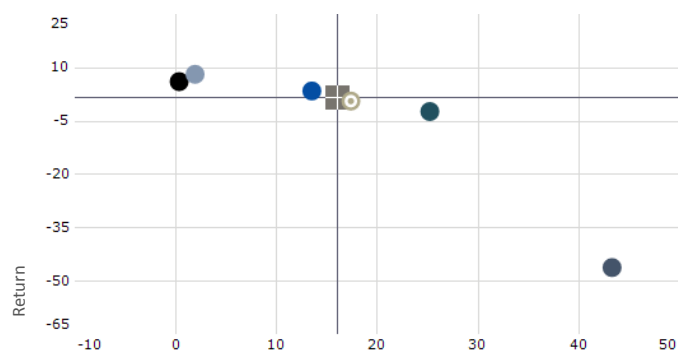
MONTHLY RETURNS

| | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | YTD/YEAR |
|-------------|-------|-------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|----------|
| 2020 | 0.68 | -4.56 | -11.26 | 10.13 | 0.55 | 3.03 | 2.01 | 1.04 | -2.09 | - | - | - | -1.82 |
| 2019 | 1.40 | 2.93 | 1.23 | 2.39 | -3.52 | 1.85 | -1.07 | -0.04 | 1.25 | 2.16 | -0.63 | 1.06 | 9.18 |
| 2018 | 0.33 | -1.15 | -2.23 | 3.39 | -1.98 | 2.22 | -0.09 | 3.96 | -2.82 | -3.02 | -2.65 | 0.41 | -3.88 |
| 2017 | 1.69 | -0.36 | 1.46 | 2.07 | 0.12 | -1.96 | 3.50 | 0.85 | 0.90 | 3.78 | 0.12 | -1.28 | 11.26 |
| 2016 | -2.70 | 0.66 | 4.25 | 0.40 | 2.90 | -3.00 | 1.19 | 1.47 | -1.80 | -2.70 | 0.01 | 0.22 | 0.61 |
| 2015 | 2.21 | 2.18 | 0.82 | 2.87 | -1.32 | -1.38 | 0.42 | -1.75 | -0.68 | 5.38 | -0.76 | 0.03 | 8.06 |

RISK REWARD - 1 YEAR

Peer group average: SA - MA - High Equity

Time Period: 01/10/2019 to 30/09/2020



Standard Deviation

Opulence Balanced

STeFI Composite ZAR

FTSE/JSE All Share SWIX TR ZAR

SA - MA - High Equity

FTSE/JSE All Bond TR ZAR

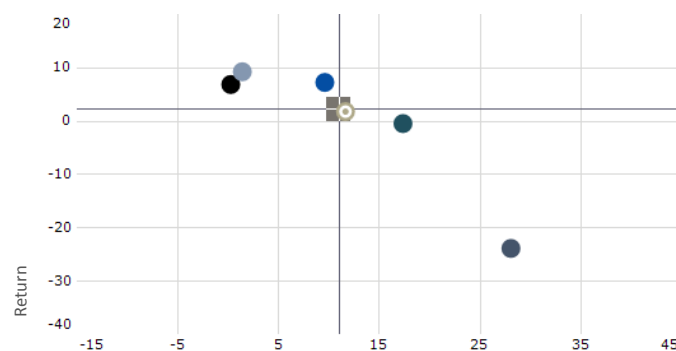
FTSE/JSE SA Listed Property TR ZAR

CPI + 5%

RISK REWARD - 3 YEAR

Peer group average: SA - MA - High Equity

Time Period: 01/10/2017 to 30/09/2020



Standard Deviation

Opulence Balanced

STeFI Composite ZAR

FTSE/JSE All Share SWIX TR ZAR

SA - MA - High Equity

FTSE/JSE All Bond TR ZAR

FTSE/JSE SA Listed Property TR ZAR

CPI + 5%

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.

