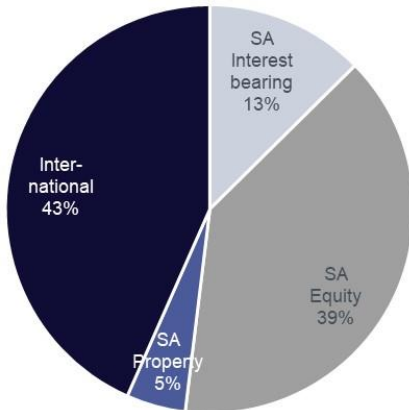


Benchmark Asset Allocation



'International' includes physical commodities

Key Information

ASISA Sector

SA Multi-Asset – High Equity
(Reg.28 compliant)

Composite Benchmark

5% STeFI + 5% ALBI + 40% Capped SWIX
+ 15% SAPY + 35% MXWR

Return Target

CPI+7% over rolling five years

Risk Profile

Medium to High (MH)

Minimum investment

Monthly debit order: R300 p.m.
Lump sum: R5,000 initial
Subsequent investments: R1,000

Portfolio Fees

TER: 0.30% p.a. incl. VAT
TIC: 0.30% p.a. incl. VAT

Portfolio size

R395.5m

Launch date

Jul-2013

Contact Us

etfSA RA Fund – Principal Officer

Mike Brown
mikeb@etfsa.co.za
+27 10 446 0377

Portfolio Manager

Nerina Visser, CFA
nerinav@etfsa.co.za
+27 10 446 0376

Client Liaison

Suzan Ramotshabi
RAfunds@etfsa.co.za
+27 10 446 0374

Website

www.etfsa.co.za

Market Commentary

Global markets experienced a sharp sell-off in February, ending the month at its worst levels, as the combined impact of the spread of the Covid-19 virus, a slump in oil prices, and fears of an accelerated slowdown in economic growth, accentuated the disconnect between recent strong market performance, and deteriorating economic fundamentals. On the local front, the national budget was well received by the market, but was quickly overtaken by negative global factors. The risk of credit rating downgrades has increased, but is largely priced in, as could be seen by the relative performance of bonds (+3%) to equities (-9%). Risk-off sentiment was evident in capital flows into the US, with the dollar strengthening, US bond yields falling to just above 1%, and demand for precious metal commodities. The rand has been the worst performing EM currency YTD, depreciating by 10.6% against the USD. Counterintuitively, despite the risk-off sentiment, the MSCI EM index (-5.3%), supported by the MSCI China index (+1%) outperformed the S&P 500 (-8.4%), highlighting the effectiveness of quick action by the People's Bank of China in response to the Coronavirus.

Portfolio Investment Returns compared to Market Performance

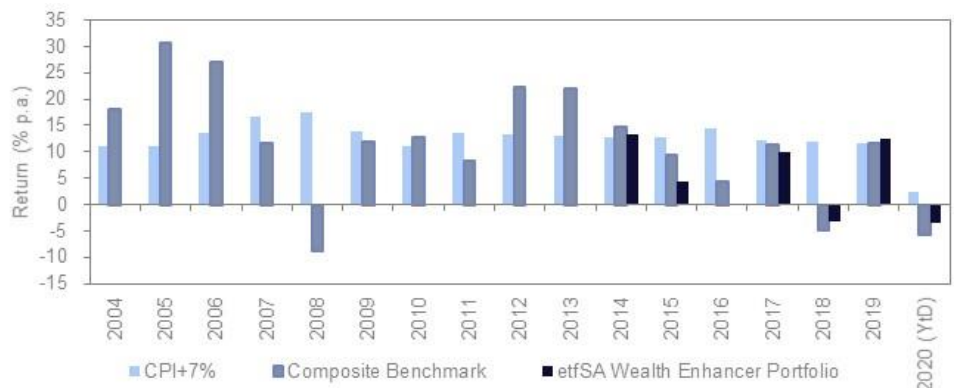
(%)	6m	1yr	3yrs (pa)	5yrs (pa)	10yrs (pa)
Cash - ST Fixed Income Index (STeFI)	3.4	7.1	7.1	7.1	6.5
FTSE/JSE All Bond Index (ALBI)	3.4	8.9	9.1	7.2	8.7
FTSE/JSE Capped SWIX Index (Capped SWIX)	-7.1	-9.6	-1.2	-0.3	9.2
FTSE/JSE SA Listed Property Index (SAPY)	-17.5	-19.1	-10.4	-4.8	8.0
MSCI World Index in ZAR (MXWR)	3.1	13.9	11.5	10.1	14.4
etfSA Wealth Enhancer RA Fund	-0.2	3.1	4.6	3.1	
CPI+7% Model Portfolio	2.0	4.3	3.3	3.0	11.2

Refer to note 1 on back page

Actual Portfolio Holdings

Asset class	Reg. 28 Category	Description	Weight (%)
SA Interest bearing	Cash (max 100%) Debt (max 75%)	Cash	7.6
		NewFunds GOVI ETF	5.0
SA Equity	Equities (max 75%)	CoreShares SA Top50 ETF	9.3
		Satrix INDI25 ETF	4.7
		Satrix RESI10 ETF	4.4
		Ashburton Mid Cap ETF	5.5
		NewFunds Value Equity ETF	4.4
		NewFunds Equity Momentum ETF	5.6
		NewFunds Tgt Vol High Growth Equity ETF	5.5
		SA Property	Immovable Property
Offshore	Foreign exposure (max 30% + 10% in Africa)	iShares MSCI World ESG Enhanced ETF	3.2
		CoreShares Global Dividend Aristocrats ETF	2.8
		Satrix MSCI Emerging Market ETF	4.1
		iShares MSCI China ETF	4.9
		iShares MSCI India ETF	4.3
		AMI Africa ex SA Big50 ETF	2.8
		iShares Global High Yield Corp Bond ETF	2.4
		iShares JP Morgan EM Bond ETF	2.6
		iShares Global Infrastructure ETF	2.5
		Commodities	Physical (max 10%)
NewPalladium ETF	3.8		
Invest Platinum ETF	2.5		

Historical Performance





Portfolio description

The objective of the **etfSA Wealth Enhancer Portfolio** is to offer above-average returns to members with a long-term investment horizon (at least 10 years) and a high tolerance for risk (short term volatility), by following a pro-active allocation to passively managed portfolio building blocks (ETPs) which are expected to offer good investment value in the medium term.

The fund is ideal for investors who are self-employed or already contributing to an employer's retirement fund and would like to make additional savings for retirement.

The portfolio is suitable for an investor with a long-term investment horizon – it is designed to provide maximum growth in capital with a high targeted real return. The portfolio is well-suited for risk-tolerant investors with real return objectives, seeking long term wealth creation, who in terms of their liabilities, must earn investment returns more than inflation.

Although the portfolio aims to add an element of protection to invested capital, it does not offer capital or performance guarantees, therefore and portfolio value fluctuations may occur in the short term. Intra-period (between rebalancing) the effective asset class weights can drift around the optimised strategic asset allocation levels, within pre-defined tolerance limits.

Top 10 Holdings – Weight (%)

SA Equities (ex REITs) 47.1		Overall portfolio 28.3	
Share	Weight	Security	Weight
Naspers -N	8.9	NewGold ETF	4.5
Anglo American	7.4	NewPalladium ETF	3.8
BHP Group	6.5	Naspers -N	3.5
Richemont	5.7	Anglo American	2.9
BAT	4.9	BHP Group	2.6
Capitec	3.2	AfricaPlatinum ETF	2.5
Implats	3.1	JSE Trustees (cash)	2.4
BidCorp	2.7	Richemont	2.2
Sibyane-Stillwater	2.4	BAT	1.9
Anglo-Ashanti	2.4	USD CASH	1.9

About etfSA

etfSA is the “Home of Exchange Traded Funds” and is an internet-based information and transaction website that provides simple and efficient solutions for investors wishing to discover, understand, manage and profit from the world of Exchange Traded Funds (ETFs).

The **etfSA Retirement Annuity Fund** (certificate of registration 12/8/38021) provides investors with retirement annuity funds that exclusively utilise Exchange Traded Products (ETPs) as the underlying investment.

For more information on etfSA, its transaction platform for ETPs and its Retirement Annuity Funds, visit the website www.etfsa.co.za or contact the call centre on 010 446 0374.

About the Portfolio Manager

Nerina Visser, CFA

for the **etfSA Portfolio Management Company** (Pty) Ltd
a division of

etfSA Investment Services (Pty) Ltd

a Category II Financial Service Provider
(license number 40107)

Notes:

1. The performance of the **Model Portfolio** represents the theoretical performance of the optimised strategic asset allocation without the impact of actual investment cash flows. The performance of the **etfSA Wealth Enhancer Portfolio** represents the performance of the actual portfolio, including all investment flows, since inception.
2. All returns quoted are net of fees – that is, after deduction of all expenses as quoted in the Portfolio Management TER. Returns for periods exceeding one year are annualised. All returns are in Rands.
3. The benchmark is a composite benchmark as per the weights and indices as indicated on the first page. The return is an estimate and is displayed as a general guide which is subject to change without notice to investors.
4. All holdings information is based on latest available data. There may be differences in totals due to rounding.

Disclaimer

© 2020 **etfSA.co.za** This document has been approved by etfSA.co.za (“etfSA”). It should not be considered as an offer or solicitation of an offer to sell, buy or subscribe for any securities or investment products. Some of the information contained herein has been obtained from public sources and persons who etfSA believes to be reliable. This document is not guaranteed for accuracy, completeness or otherwise. It may not be considered as advice, a recommendation or an offer to enter into or conclude any transactions. etfSA recommends that financial advice be sought should any party seek to place any reliance on the information contained herein or for purposes of determining the suitability of the products for the investor as mentioned in this document. etfSA and its officers, directors, agents, advisors and employees, including persons involved in the preparation or issuance of this document, may from time to time act as manager or advisors in relation to the securities or investment products which are the subject of this document. etfSA, its sponsors, administrators, contributors and product providers disclaim any liability for any loss, damage, or expense that might occur from the use of or reliance on the data and services provided through this document. Unless expressly stipulated as such, etfSA makes no representation or warranty in this document. The information contained in this document may not be construed as legal, accounting, regulatory or tax advice and is given without any liability whatsoever. Past performance is no guarantee of future returns. Any modelling or back-testing data contained in this document should not be construed as a statement or projection as to future performance. This document is being made available in the Republic of South Africa to persons. All trademarks, service marks and logos used in this report are registered trademarks or service marks of etfSA. etfSA.co.za is the registered trading name of M F Brown, an authorised Financial Services Provider (FSP No 39217). etfSA.co.za is licensed to provide financial services in the following categories: Collective Investment Schemes; Shares and Securities; Retail Pension Fund Benefits; Long-term Insurance, Short-Term deposits; and Friendly Society Benefits. Professional Indemnity Insurance is maintained. etfSA.co.za®, and etfSA The Home of Exchange Traded Funds® are registered trademarks in the Republic of South Africa. The etfSA Portfolio Management Company (Pty) Ltd (Reg No 2012/019954/07), is a division of etfSA Investment Services (Pty) Ltd (Reg. No. 2006/001083/07), an authorised financial services provider (FSP No 40107), Block 4, 3 Anerley Rd, Parktown, 2196, South Africa.