



FNB WORLD GOVERNMENT BOND EXCHANGE TRADED FUND



Minimum Disclosure Document as at 31 March 2024.
The MDD covers the purposes of providing a general investor report.

Investor profile

The FNB World Government Bond ETF is suitable for investors seeking exposure to investment grade sovereign bonds across developed and emerging markets. By investing directly in the underlying securities of the index, the ETF delivers a return which is a combination of capital growth and income. The income component is distributed to investors quarterly.

Investment objectives and strategy

The FNB World Government Bond ETF provides investors with cost efficient exposure to the global bond market by tracking the FTSE World Government Bond Index (WGBI). The WGBI measures the performance of fixedrate, local currency, investment grade sovereign bonds. It consists of countries that meet specific criteria for market size, credit quality, and barriers to entry. The FNB World Government Bond ETF invests in the underlying bonds directly and not via any synthetic exposures. It is managed on an optimized basis, which considers country exposure, maturity bucket exposure, duration and convexity versus the benchmark to ensure trading efficiencies are realized. The fund has exposure to international bonds and as a result risks include, but are not limited to; currency risk, general market conditions and market volatility, economic and political risk.

Key facts

Risk profile



Low Low to moderate Moderate Moderate to high High

General Information

| | |
|-----------------------|---|
| Fund classification | Global Interest Bearing - Variable Term |
| Launch Date | 13 March 2018 |
| Fund size | 476.23 million |
| Net asset value (NAV) | 742.54 cents per unit |
| Units in issue | 64 135 369 |
| Benchmark | FTSE World Government Bond Index |
| Domicile | South Africa |
| Reporting currency | Rand |
| Pricing | Daily Available on website |
| Income distributions | Quarterly |
| Rebalancing frequency | Monthly |
| Tracking strategy | Optimisation |
| JSE code | FNBWGB |
| ISIN | ZAE000303137 |
| Regulation 28 | No |
| Management company | FNB CIS Manco (Pty) Ltd |
| Investment manager | Ashburton Fund Managers (Proprietary) Limited |
| Fund Manager(s) | Ashburton Indexation |
| Trustee and address | Standard Chartered Bank 4 Sandown Valley Crescent, Sandton, 2196 Website: www.standardchartered.com |

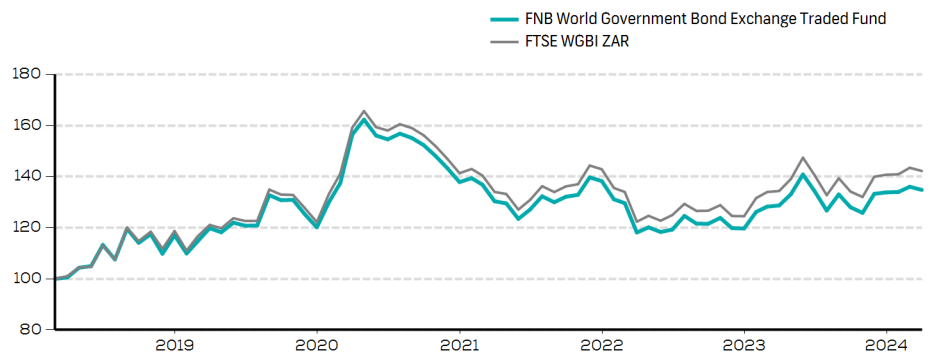
| Fee Structure (%) | 1 Yr | 3 Yr |
|--------------------------------|-------|-------|
| Annual Management fee* | 0.39% | 0.39% |
| Total expense ratio (TER) | 0.52% | 0.54% |
| Transactions charges (TC) | 0.00% | 0.00% |
| Total investment charges (TIC) | 0.52% | 0.54% |

* No performance fees are charged.
* All figures are INCLUSIVE of VAT, unless otherwise stated.
* All TERs & TCs are as at 31 Dec 2023.

Please speak to your financial advisor or contact us for more information:

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Website: www.fnb.co.za/share-investing/exchange-traded-funds.html

Cumulative return for 10 years



Source: Morningstar®, Ashburton Fund Managers

All performance numbers are net of all fees and expenses. The above is purely for illustrative purposes. The above portfolio performance is calculated on a NAV basis and does not take any initial fees into account. For reinvesting funds, income is reinvested on reinvestment date. Actual investment performance will differ based on the initial fees applicable, the actual investment date, the date of reinvestment of income and dividend withholding tax. Past performance is not necessarily an indication of future performance. Benchmark returns are converted at the fund foreign exchange rate.

| Return (%) | Fund | Benchmark | Tracking Difference | Fund statistics | Fund |
|-----------------|-------|-----------|---------------------|---------------------|-------|
| YTD | 0.71 | 1.06 | -0.33 | Tracking Error 1 Yr | 0.18% |
| 1 Mth | -0.91 | -0.85 | -0.04 | Tracking Error 3 Yr | 0.16% |
| 3 Mths | 0.71 | 1.06 | -0.33 | | |
| 6 Mths | 5.29 | 6.03 | -0.72 | | |
| 1 Yr | 4.73 | 5.84 | -1.10 | | |
| 3 Yr | 1.12 | 2.00 | -0.88 | | |
| 5 Yr | 2.38 | 3.27 | -0.89 | | |
| Since inception | 5.05 | 5.99 | -0.94 | | |

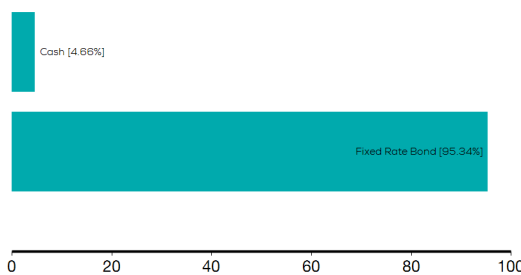
Source: Morningstar®

Returns include the re-investment of distributions and are net of fees. Returns over 12 months have been annualised.

Fund statistics are calculated for up to a maximum of 10 years of the fund or since the inception.

Fund NAV and benchmark performance are converted to South African Rands using the WM/Reuters foreign exchange rates as taken daily at 4:00 PM London Time.

Asset allocation %



Source: Ashburton Fund Managers

Largest holdings %

| | |
|--------------------------|-------|
| UNITED STATES OF AMERICA | 46.14 |
| JAPAN | 11.94 |
| GERMANY | 8.16 |
| ITALY | 7.54 |
| GREAT BRITAIN | 5.13 |
| FRANCE | 5.03 |
| SPAIN | 3.26 |
| SGP | 2.17 |
| BELGIUM | 1.62 |
| CANADA | 1.54 |



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Monthly Performance History

| Year | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| 2024 | 0.12 | 1.51 | -0.91 | | | | | | | | | | 0.71 |
| 2023 | 5.43 | 1.63 | 0.36 | 3.40 | 5.82 | -4.65 | -5.64 | 5.00 | -3.77 | -1.73 | 5.93 | 0.43 | 11.82 |
| 2022 | -5.15 | -1.15 | -8.87 | 1.72 | -1.52 | 0.81 | 4.48 | -2.44 | -0.03 | 1.88 | -3.24 | -0.12 | -13.42 |
| 2021 | 1.12 | -1.84 | -4.73 | -0.65 | -4.66 | 2.95 | 4.09 | -1.77 | 1.67 | 0.55 | 5.16 | -1.05 | 0.28 |
| 2020 | 8.18 | 5.69 | 13.87 | 3.74 | -3.85 | -0.95 | 1.45 | -1.11 | -1.77 | -2.85 | -3.19 | -3.79 | 14.71 |

Source: Morningstar®

Income distribution

| Distribution Period | Dividend distribution (cpu) | Interest distribution (cpu) | Reit income (cpu) | Total distribution (cpu) |
|---------------------|-----------------------------|-----------------------------|-------------------|--------------------------|
| Jan 2024 | | 0.00 | 2.00 | 2.00 |
| Oct 2023 | | 0.00 | 2.15 | 2.15 |
| Jul 2023 | | 0.00 | 3.30 | 3.30 |
| Apr 2023 | | 0.00 | 2.52 | 2.52 |

Source: Finswitch, Ashburton Fund Managers

Statement of changes of Maturity Buckets

| | Current Quarter (%) 31 Mar 2024 | Previous Quarter (%) 31 Dec 2023 | (%) Change from Previous to Current Quarter |
|---------|------------------------------------|-------------------------------------|---|
| +12YRS | 54.61 | 54.86 | -0.25 |
| 1-3YRS | 26.84 | 29.57 | -2.73 |
| 3-7YRS | 6.54 | 5.72 | 0.82 |
| 7-12YRS | 8.82 | 9.61 | -0.79 |
| Cash | 3.19 | 0.24 | 2.95 |
| Total | 100% | 100% | |

Source: Ashburton Investments

The above meet the criteria for the display of a statement of changes in the composition of the portfolio.

The fund adhered to the policy objectives as stated in the Supplemental Deed in terms of its allowed investments.

Definitions

| | |
|---------------------------------|---|
| Total return: | Total return accounts for two categories of return: income and capital appreciation. Income includes interest paid by fixed income investments, distributions or dividends. Capital appreciation represents the change in the market price of an asset. |
| NAV (net asset value): | This is the total value of assets in the portfolio less any liabilities, divided by the number of shares outstanding. |
| TER (total expense ratio): | This is a measure of the total costs associated with managing and operating an investment fund. These costs consist primarily of management fees and additional expenses such as trustee and custody fees, auditor fees and other operational expenses. The total cost of the fund is divided by the fund's total assets to arrive at a percentage, which represents the TER. |
| Transaction costs: | Total costs incurred by the investor in buying and selling the underlying assets of a financial product and is expressed as a percentage of the daily NAV calculated on an annualised basis. These costs include brokerage, VAT, and trading costs. |
| Annualised return: | This is the average rate earned by the investment over a year in the period measured. |
| Tracking error: | A measure of the amount of risk that is being taken in excess of the benchmark (tracking error is used where applicable). |
| Total investment charges (TIC): | It is the sum of the Total Expense Ratio (TER) and the Transaction Cost (TC). |
| Highest & Lowest Return: | The highest and lowest rolling twelve-month performance of the portfolio since inception. |
| Sharpe Ratio: | The ratio of excess return over the risk-free rate divided by the total volatility of the portfolio. |
| Sortino Ratio: | The ratio of excess return over the risk-free rate divided by the downside deviation of the portfolio. |
| Standard Deviation: | The deviation of the return of the portfolio relative to its average. |
| Drawdown: | The greatest peak to trough loss until a new peak is reached. |
| Information ratio: | The information ratio measures the risk-adjusted performance of a portfolio relative to a benchmark. |

Disclaimer

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