

# NewFunds S&P Namibia Bond ETF

Minimum Disclosure Document - 30 June 2022

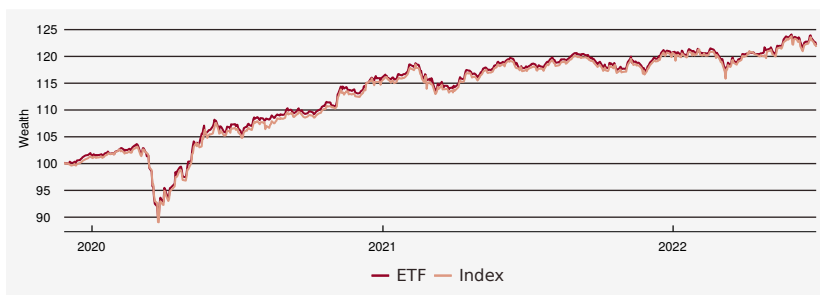


## Portfolio objectives

The Portfolio has been established with the intention of allowing an Investor to obtain market exposure to the Top 10 largest Sovereign Bonds issued by the Government of the Republic of Namibia. The Portfolio will track and replicate the total return version of the S&P Namibia Sovereign Bond 1+ year Top 10 Index in local currency of the Republic of Namibia, an index whereby each constituent bond has a maturity of greater than or equal to 12 months. The index is created and maintained by S&P Dow Jones Indices, and is a subset of the full Namibia Sovereign Bond Index. The Portfolio will replicate the performance of the index in local currency, rebalance monthly in line with the Index, and reinvest all income received by the Portfolio into the constituents securities of the index thereby increasing the net asset value of the Portfolio. The Portfolio will be listed on both the Namibian Stock Exchange (NSX) and Johannesburg Stock Exchange (JSE) as an Exchange Traded Fund (ETF), and can be traded throughout any trading day at prevailing market prices.

## Performance and statistics

### Cumulative wealth chart



Source: Absa CIB. The ETF and Index has been rebased to 100 on the listing date.

### Returns table

Period	ETF (%)	Index (%)	Diff.
3 Months	1.47	1.56	-0.08
YTD	1.12	0.89	0.23
1 Year (Ann.)	3.34	3.52	-0.18
3 Years (Ann.)	-	-	-
5 Years (Ann.)	-	-	-
Full Period (Ann.)	8.01	7.89	0.12

### Risk statistics

Statistic	ETF (%)
Risk (Ann.)	9.47
Max. Drawdown	-13.38
Best Month	7.18
Worst Month	-10.14
Best Annual Return	23.37
Worst Annual Return	3.34

### Income distributions

Month	Gross (cents per unit)	Net (cents per unit)
May 2022	37.87	37.87
January 2022	37.15	37.15
October 2021	38.70	38.70
July 2021	38.52	38.52

Annualised return is the weighted average compound growth rate over the period measured. Performance is calculated using the NAV of the Portfolio and represents only past performance. An individual's performance may differ to that of the portfolio as a result of initial fees, brokerage, actual investment date, dividend withholding tax and income reinvestment date. The reinvestment of income is assumed to be effected on actual distributed amount net of withholding taxes; and on distribution payment date.

## Portfolio details

Manager	NewFunds (RF) (Pty) Ltd
Asset Manager	NewFunds (RF) (Pty) Ltd
Asset Administrator and Pricing House	Maitland Fund Services (Pty) Ltd
Market Maker	Absa Bank Limited and Cirrus Securities (Pty) Ltd
Trustees	Standard Chartered Bank
Benchmark Index	S&P Namibia Sovereign Bond 1+ Year Top 10 Index
Index Calculation Agent	S&P Dow Jones Indices
ASISA Fund Category	Regional - Interest Bearing - Variable Term
Exchange	JSE / NSX
JSE Code	NFNAMB
NSX Code	NFNAMA
ISIN	ZAE000276770
Base Currency	ZAR
Portfolio Listing Date	29 November 2019
Net Asset Value	R342 318 195
NAV per Security	R16.75
Securities Issued	20 432 246
Utilisation Rate	3% <sup>5</sup>
Dividend Frequency	Mar, Jun, Sep & Dec
Gross Dividend Yield	9.09%
Fund Valuation	17h00
Rebalance Frequency	Monthly
Price Information	aiss.absa.africa

## Monthly returns table - last 5 years

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2022	0.1	-0.7	0.3	0.8	1.8	-1.0	-	-	-	-	-	-
2021	0.6	-1.0	-0.9	1.4	2.4	-0.6	1.1	1.0	-1.4	-1.0	0.4	2.2
2020	0.6	1.0	-10.1	7.2	6.9	0.6	1.4	0.7	0.5	1.0	2.0	2.6
2019	-	-	-	-	-	-	-	-	-	-	0.0	1.6

## Investor benefits

**Diversification:** Investors obtain diversified exposure to a basket of Namibian Sovereign Debt securities.

**Easy market access:** Investors can access difficult to reach markets.

**Liquidity:** Absa Capital Securities (Pty) Ltd and Cirrus Securities (Pty) Ltd act as market makers and provide daily liquidity on the ETF.

**Transparency:** The Portfolio holdings, investment methodology, constituent details and net asset value information is available to investors daily.

**Lower cost:** ETFs have a lower fee structure.

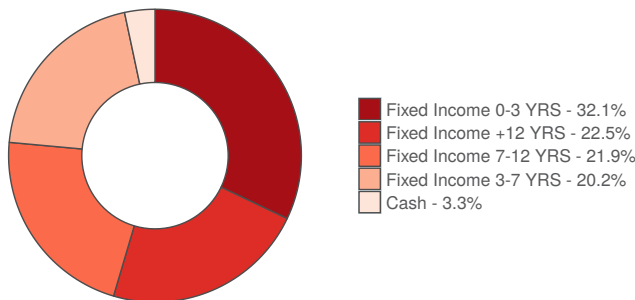
**Investor protection:** ETFs are fully backed by the underlying securities.

**Traded like a share:** ETFs are Unit Trust Portfolios which trade on the JSE and NSX.

**Regulation:** NewFunds ETFs are registered as Collective Investment Schemes and regulated by the Financial Sector Conduct Authority.

## Exposure

### Portfolio asset allocation



Source: Absa CIB.

## Top 10 portfolio holdings

Name	Type	Weight (%)
Gc23 8.85% 151023	0-3 YRS	12.24
Gc30 8% 150130	7-12 YRS	12.22
Gc27 8% 150127	3-7 YRS	10.37
Gc24 10.50% 151024	0-3 YRS	10.34
Namigb 8.5% 150426	3-7 YRS	9.84
Namigb 9% 150432	7-12 YRS	9.66
Gc25 8.50% 150425	0-3 YRS	9.50
Namigb 9.5% 150735	+12 YRS	8.65
Namigb 9.8% 151040	+12 YRS	7.26
Namigb 9.5% 150737	+12 YRS	6.59
Total:		96.67

### Legal disclaimer

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## Portfolio details (cont.)

Management Fee	0.11% <sup>1</sup>
Annualised TER	0.11% <sup>2</sup>
Annualised Transaction Charges	0.00% <sup>3</sup>
Annualised Total Investment Charges	0.11% <sup>4</sup>

### Notes

1. Management fee is the fee which the manager charges for managing the portfolio and is inclusive of VAT. Where the TER is lower than the management fee, the Manager has subsidized or waived allowable expenses. Such subsidies and waivers are not guaranteed perpetually and a higher TER may incur in the future.
2. The Total Expense Ratio (TER) is expressed as a percentage of the daily NAV calculated over a rolling 3 year annualised period.
3. The Transaction Cost of the Portfolio is expressed as a percentage of the daily NAV and is calculated over a rolling 3 year annualised period.
4. The Effective Annual Cost (EAC) measure is a combined sum of the TER and Transaction costs. The fees above are as at 30 June 2022.
5. Scrip Lending - The portfolio does engage in scrip lending.

## Glossary of terms

**Annualised Return** - The weighted average compound growth rate over the period being measured.

**Annualised Risk** - A measure of how much the investment return varies from its average over time.

**Constituent Security** - A stock which is part of a larger portfolio.

**Drawdown** - A measure of the deterioration of the portfolio from its historical peak (highest level of the fund), measured since the relevant reference point.

**Exchange Traded Funds (ETF)** - A listed instrument listed on the JSE whereby the investor essentially owns a proportionate share of the underlying investments held by the Portfolio.

**Net Distribution** - Accrued income and dividends less portfolio expenses, which is distributed to investors.

**Portfolio Risk** - A measure of the risk inherent in a portfolio incorporating individual stock volatility as well as the covariance structure of stocks in the portfolio.

**Scrip Lending** - The lending of securities from one party (being the holder of the securities) to another party (the borrower). The borrower provides collateral for the securities borrowed.

**Total Expense Ratio (TER)** - This is the total costs associated with managing and operating an investment (excluding financial planning). These costs consists primarily of management fees and other operational expenses such as audit and custody fees. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.

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