

NewFunds Value Equity ETF

Minimum Disclosure Document - 30 June 2021



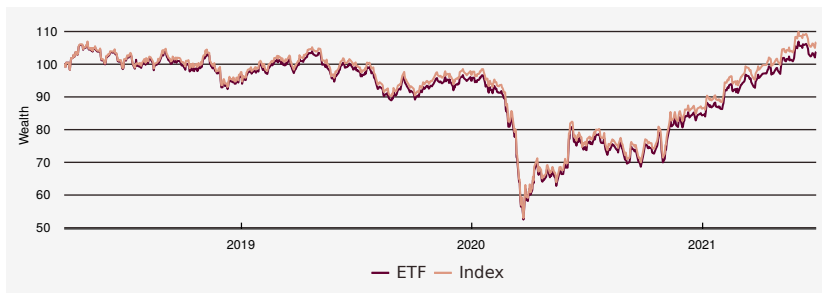
Portfolio objectives

The NewFunds Value Equity ETF ("the Portfolio") is aimed at providing Investors with diversified exposure to 30 highly liquid constituents securities in the South African equity market that exhibit value characteristics (low price-to-earnings and price-to-book ratios) in their performance by tracking the Absa Wits Risk-Controlled SA Value Index ("the Value Index"), where the constituent security's weights in the Value Index are determined by applying an equal risk contribution weighting scheme.

The Value Index was created by Absa Bank Limited ("Absa") in collaboration with Wits University using their Findata@Wits® database. The ETF is total return in nature therefore all dividends and income received in the Portfolio is reinvested at each income distribution date.

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	8.29	8.54	-0.25
YTD	23.01	23.53	-0.53
1 Year (Ann.)	40.63	41.93	-1.31
3 Years (Ann.)	0.82	1.66	-0.85
5 Years (Ann.)	-	-	-
Full Period (Ann.)	1.13	2.02	-0.88

Risk statistics

Statistic	ETF (%)
Risk (Ann.)	23.03
Max. Drawdown	-50.79
Best Month	15.27
Worst Month	-25.79
Best Annual Return	59.60
Worst Annual Return	-39.35

Income distributions

Month	Gross (cents per unit)	Net (cents per unit)
April 2021	7.74	6.20
January 2021	0.80	0.65
October 2020	3.94	3.15
July 2020	6.76	5.43

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	Absa Alternative Asset Management (Pty) Ltd
Asset Administrator and Pricing House	Maitland Fund Services (Pty) Ltd
Market Maker	Absa Bank Limited
Trustees	Standard Chartered Bank
Benchmark Index	Absa Wits Risk-Controlled SA Value Index
Index Calculation Agent	S&P Dow Jones Indices
ASISA Fund Category	South African - Equity - General
Exchange	JSE
JSE Code	NFEVAL
ISIN	ZAE000252466
Base Currency	ZAR
Portfolio Listing Date	26 March 2018
Net Asset Value	R186 300 031
NAV per Security	R10.23
Securities Issued	18 218 416
Dividend Frequency	Mar, Jun, Sep & Dec
Gross Dividend Yield	1.88%
Fund Valuation	17h00
Rebalance Frequency	May & Nov
Price Information	aiss.absa.africa

Monthly returns table - last 5 years

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2021	2.4	5.6	5.1	2.4	6.9	-1.1	-	-	-	-	-	-
2020	-3.1	-12.1	-25.8	13.2	0.7	7.9	0.3	-4.3	3.7	-4.7	15.3	4.6
2019	3.4	0.4	-1.6	3.7	-6.1	2.1	-2.8	-4.5	-0.1	2.6	0.8	0.6
2018	-	-	0.5	5.2	-4.7	0.5	-0.2	2.5	-3.8	0.6	-7.3	4.2

Investor benefits

Diversification: Investors obtain diversified exposure to a basket of SA equity securities.

Liquidity: Absa Capital Securities (Pty) Ltd act as market maker 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.

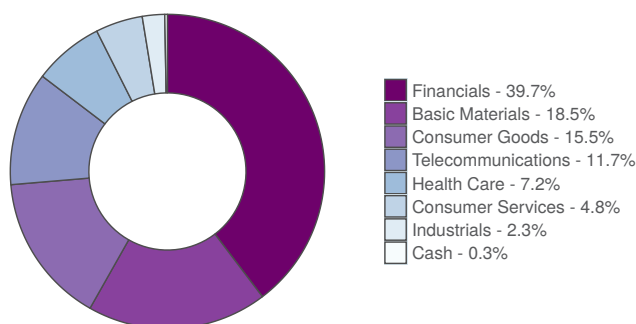
Investor protection: ETFs are fully backed by the underlying securities.

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

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 (%)
Astral Foods Limited	Consumer Goods	8.40
Telkom Sa Soc Limited	Telecommunications	6.75
Sanlam Limited	Financials	5.47
Standard Bank Group Ltd	Financials	5.14
Pan African Resources Plc	Basic Materials	4.40
Brit America Tobacco	Consumer Goods	4.19
Aspen Pharmacare Hld	Health Care	4.02
a e c i Limited	Basic Materials	3.77
Nedbank Group Ltd	Financials	3.67
Vodacom Group	Telecommunications	3.23
Total:		49.04

Legal disclaimer

NewFunds (RF) Proprietary Limited ("NewFunds") is a registered and approved NewFunds Collective Investment Scheme in Securities (NewFunds CIS) under the Collective Investment Schemes Control Act 45 of 2002. The information contained in this document is provided for information purposes only and does not constitute (i) financial advice as contemplated in terms of the Financial Advisory and Intermediary Services Act, 37 of 2002; or (ii) any other financial, investment, trading, tax, legal, accounting, retirement, actuarial or other professional advice or service whatsoever ("advice") or (iii) provide the basis of any credit, financial or other evaluation. It does not purport to be a prospectus for any security, financial product, transaction or service nor is it deemed appropriate and/or suitable for any particular investment, investor's objectives or financial circumstances. This document is neither an offer to sell nor a solicitation of an offer to buy any of the products and, while every effort is made to ensure the information contained herein is complete and accurate, any pricing and other information included herein is indicative only and is not binding as such on Absa Bank Limited and NewFunds (collectively "the Promoters"). Accordingly, the information contained herein merely contains a description of certain facts as at the date hereof and investors are advised to carry out their own independent investigation and appraisal and seek their own advice prior to making any decision or taking action based on information contained herein. The Promoters disclaim any liability for any direct, indirect or consequential damage or losses that may be suffered as a result from using or relying on the information disclosed. Investors are advised that not all risks and issues related to the products are disclosed and therefore, Investors should familiarize themselves with the products and the risks and issues related to or associated with them. Collective Investments Schemes in Securities ("CIS") are generally medium to long term investments where the investor essentially owns a "proportionate share" (in proportion to the participatory interest held in the fund) of the underlying investments held by the fund. The value of participatory interests may fluctuate as a result of market moves, associated external factors and risks, and past performance is not generally a guide to future performance. Any information on past financial returns, modelling or back-testing cannot be guaranteed nor does NewFunds guarantee with respect to the capital or return of any portfolio of NewFunds CIS. Listed CIS products are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges is available from NewFunds upon request.

Absa Bank Limited Reg No 1986/004794/06, an Authorised Financial Services Provider (FSP 72), Registered Credit Provider Reg No NCRCP7. NewFunds (RF) Proprietary Limited registration number 2005/034899/07. This document was published on 08 July 2021.

Portfolio details (cont.)

Management Fee	0.50% ¹
Annualised TER	0.50% ²
Annualised Transaction Charges	0.00% ³
Annualised Total Investment Charges	0.50% ⁴

Notes

- 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.
- The Total Expense Ratio (TER) is expressed as a percentage of the daily NAV calculated over a rolling 3 year annualised period.
- 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.
- The Effective Annual Cost (EAC) measure is a combined sum of the TER and Transaction costs.
- Scrip Lending - The portfolio does not engage in scrip lending at this stage.
- The fees above are as at 30 June 2021.

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.

Contact us

Absa NewFunds Index & Structured Solutions

Tel: 0861 345 223

Email: etpmanagers@absa.africa

Website: aiss.absa.africa

Absa Stockbrokers & Portfolio Management

Tel: 0860 050 403

Email: equities@absa.co.za

Website: www.absastockbrokers.co.za

Absa Online & AIMS Investment Plan

Tel: 0860 000 005

Email: aimsenquiries@absa.co.za