

ETFSA Model Portfolio Changes

In the continuously shifting economic and market landscape, the importance of flexibility within investment strategies cannot be stressed enough. Recent market conditions have prompted us to review our model portfolios, resulting in some strategic adjustments in weights and allocation. These changes position the ETFSA Model Portfolios with the right balance between consistency and flexibility to ride out the changing market conditions expected over the next three-to-six months.

The market has experienced choppiness, characterised by volatility and uncertainty, largely fueled by factors ranging from geopolitical tensions, to central bank uncertainty. In response, we have carefully analysed economic indicators and market trends to guide our latest portfolio adjustments. Our goal at ETFSA, is to ensure that our investments remain resilient, while being well positioned to potentially capitalise on investment opportunities.

| ETFSA Model Portfolio | Current | | | New | | |
|-----------------------|------------------------------------------------------|--------|------------|---------------------------------------------------|---------|------------|
| | ETF Name | Code | Allocation | ETF Name | Code | Allocation |
| Balanced | Satrix Capped ALL Share ETF | STXCAP | 30% | ETFSA Balanced Foundation Prescient AMETF | ETF SAB | 100% |
| | Satrix GOVI ETF | STXGVI | 20% | | | |
| | 10X Total World Stock Feeder ETF | GLOBAL | 30% | | | |
| | 10X SA Property Income ETF | CSPROP | 20% | | | |
| Income | Satrix GOVI ETF | STXGVI | 30% | Satrix GOVI ETF | STXGVI | 40% |
| | 10X Income AMETF | INCOME | 20% | PortfolioMetrix Active Income Prescient AMETF | PMXINC | 20% |
| | Satrix TRACI 3 Month ETF | STXTRA | 30% | Prescient Income Provider Feeder AMETF | PIPETF | 20% |
| | 10X SA Property Income ETF | CSPROP | 20% | 10X SA Property Income ETF | CSPROP | 20% |
| Equity | Satrix Capped ALL Share ETF | STXCAP | 20% | Satrix Capped ALL Share ETF | STXCAP | 25% |
| | 10X Total World Stock Feeder ETF | GLOBAL | 20% | 10X Total World Stock Feeder ETF | GLOBAL | 25% |
| | Satrix FINI ETF | STXFIN | 20% | FNB MidCap ETF | FNB MID | 25% |
| | Satrix Quality South Africa ETF | STXQUA | 20% | | | |
| | Satrix Nasdaq 100 Feeder ETF | STXNDQ | 20% | Satrix Nasdaq 100 Feeder ETF | STXNDQ | 25% |
| International | 10X Total World Stock Feeder ETF | GLOBAL | 30% | 10X Total World Stock Feeder ETF | GLOBAL | 40% |
| | 1 Invest ICE US Treasury Short Bond Index Feeder ETF | ETFUSD | 20% | Reitway Global Property Diversified Prescient ETF | RWDVF | 20% |
| | Sygnia Itrix S&P 500 ETF | SYG500 | 30% | Sygnia Itrix S&P 500 ETF | SYG500 | 20% |
| | 1 Invest MSCI EM Asia Index Feeder ETF | ETFEMA | 20% | 1 Invest MSCI EM Asia Index Feeder ETF | ETFEMA | 20% |

ETFSA Model Portfolios

| ETFSA Model Portfolio | Commentary |
|-----------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Balanced | We replaced the four individual ETF holdings with a single ETF which provides multi-asset, balanced diversification across local and global markets. This enhanced efficiency allows us to drop the model portfolio fee for this model to 0%, as no additional management of the portfolio is required. |
| Income | The expected downturn in the interest rate cycle allows for re-positioning to better return and income opportunities. |
| Equity | The shift in this portfolio is marginally in favour of global equities, as the stronger Rand allows for better entry levels. In the local part of the portfolio, we've locked in profits achieved in the financial sector and move to capture a broader spectrum of the SA market. |
| International | The expected imminent cuts in interest rates allow us to introduce further diversification by switching from short term bonds to global property, diversified beyond traditional real estate. We also tilt exposure marginally in favour of global equities outside of the US. |

These adjustments are rooted in our commitment to provide proactive and considered portfolio management. Our approach remains focused on balancing risk and reward, aiming to deliver consistent returns while safeguarding against downside risk.

Should you require any assistance with regards to the ETFSA Model Portfolios, please do not hesitate to contact us on 010 446 7892 or email hub@etfsa.co.za.

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