

## TSB Balanced 27four Fund

### RISK PROFILE

Moderate

### RECOMMENDED MINIMUM INVESTMENT TERM

5+ years

### INVESTMENT OBJECTIVE

The TSB Balanced 27four Fund aims to achieve long-term growth that exceeds inflation.

### INVESTMENT STRATEGY

The portfolio manager actively diversifies across various mandated asset classes to take advantage of changing market conditions and manage the funds volatility. This includes exposure to South African and foreign equities, property, bonds, commodities and cash. Derivatives may be used to manage risk.

### WHO IS THIS FUND FOR?

The fund is suitable for investors that would like to achieve moderate-to-high investment growth over the long-term with moderate volatility and relatively stable returns over the short-to-medium term. It is suitable as a stand-alone investment.

### REGULATION 28 COMPLIANCE

The TSB Balanced 27four Fund complies with retirement fund legislation. Therefore, it is suitable as a stand-alone fund in retirement products where Regulation 28 Compliance is specifically required.

### BENCHMARK

South African – Multi-Asset – High Equity Average

### ASISA CATEGORY

South African – Multi-Asset – High Equity

### FUND MANAGER

Ian Katz

### INCEPTION DATE

26 March 2020 (Performance reported from 30 May 2020)

### SIZE OF FUND

R1.3 million

### NUMBER OF PARTICIPATORY INTERESTS

1,179,338.7438

### NET ASSET VALUE PER PARTICIPATORY INTEREST

114.36

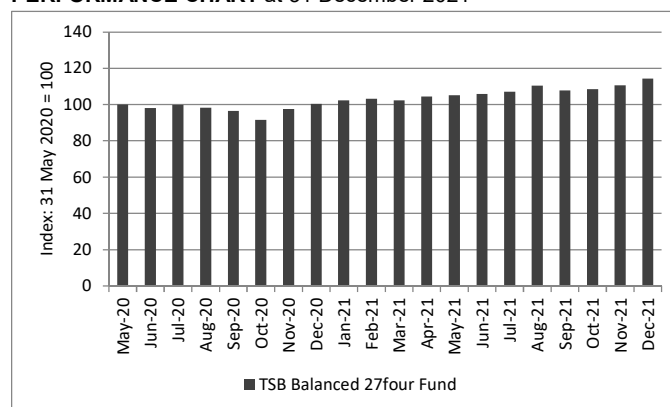
### DISTRIBUTIONS (Annual)

Date	31 March 2021
Dividend	0.00
Interest	0.00
Total	0.00

### ASSET ALLOCATION at 31 December 2021

SA Equities	18.0
Foreign Equities	29.8
SA Listed Property	11.7
SA Bonds	35.8
Commodities	0.0
SA Cash	4.7
Total	100.0

### PERFORMANCE CHART at 31 December 2021\*



The investment performance is for illustrative purposes only.

### PERFORMANCE TABLE at 31 December 2021

	Fund	Benchmark
1 month	3.34%	2.49%
12 months	13.89%	19.34%
Since Inception*	14.36%	31.98%

Sources: Benchmark – IRESS

TSB Balanced 27four Fund – Prescient Fund Services

### RISK STATISTICS

Rolling 1-year return since inception

	Fund	Benchmark
Highest	18.55%	24.27%
Lowest	5.12%	16.33%

## QUARTERLY PORTFOLIO MANAGER COMMENTARY

The TSB Balanced 27four Fund increased moderately by 6.06% over the past quarter (Q4: 2021) and 13.89% over the past twelve months.

Financial market uncertainty and volatility levels remained elevated. Against a backdrop of the uneven global Covid-19 vaccination drive and mutating Coronavirus variants, coupled with concerns centered on global economic uncertainty and geopolitical tensions, global financial asset valuations appear to remain generally elevated.

*The October 2021 IMF World Economic Outlook suggests that “The global economic recovery is continuing, even as the pandemic resurges. The fault lines opened up by COVID-19 are looking more persistent—near-term divergences are expected to leave lasting imprints on medium-term performance. Vaccine access and early policy support are the principal drivers of the gaps. Rapid spread of Delta and the threat of new variants have increased uncertainty about how quickly the pandemic can be overcome. Policy choices have become more difficult, confronting multidimensional challenges—subdued employment growth, rising inflation, food insecurity, the setback to human capital accumulation, and climate change—with limited room to maneuver... The global economy is projected to grow 5.9 percent in 2021 and 4.9 percent in 2022...”*

For the moment, the fund continues to be defensively positioned to tactically accommodate this high level of uncertainty while being mindful of possibly reducing the potential, short-term upside investment performance. Strategically, the portfolio is well positioned and the objective remains to add incremental value through time.

Over the past quarter, equity exposure increased by 5.7% to 47.8%. This comprised a reduction of South African equity exposure by 0.6% to 18.0% and an increase in foreign equity exposure by 6.2% to 29.8%. SA listed property exposure reduced marginally by 1.5% to 11.7% and SA bond exposure also reduced by 2.9% to 35.8%. There is currently no direct exposure to commodities. Cash increased by 1.3% to 4.7%.

While we expect both the high level of uncertainty in the investment environment and the high level of financial market volatility to persist, we will continue to invest to achieve strong long-term, risk-adjusted performance for investors.

## DISCLAIMER

*Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. 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 TER's. During the phase in period TER's do not include information gathered over a full year. Transaction Costs (TC) is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts Fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, investment decisions of the investment manager and the TER. The Manager retains full legal responsibility for any third-party-named portfolio. Where foreign securities are included in a portfolio there may be potential constraints on liquidity and the repatriation of funds, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks; and potential limitations on the availability of market information. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by 27four Collective Investments by or before 13:00 (SA), to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut off time 27four Collective Investments shall not be obliged to transact at the net asset value price as agreed to. Money market Funds are priced at 1pm all other Funds are priced at either 3pm or 5pm depending on the nature of the Fund. Prices are published daily and are available on the 27four Collective Investments website. Performance has been calculated using net NAV to NAV numbers with income reinvested.*

*Portfolio performance figures are calculated for the relevant class of the portfolio. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request. For any additional information such as fund prices, brochures and application forms please go to [www.tsbsec.co.za](http://www.tsbsec.co.za).*

## OTHER DETAILS & GLOSSARY

**Annualised performance:** Annualised performance shows longer term performance rescaled to a 1-year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

**Highest & Lowest return:** The highest and lowest returns for any 1 year over the period since inception have been shown.

**NAV:** The net asset value represents the assets of a Fund less its liabilities.

<b>Fund Auditor</b>	BDO
<b>ISIN CODE</b>	ZAE000285888

### MINIMUM INVESTMENTS

Lump sum	R5000
Monthly or ad hoc	R300

### TOTAL EXPENSES

The Total Expense Ratio (TER) is a historical measure of the costs deducted from the funds value over the prior rolling 12 month period. The TER is affected by various factors and is therefore not necessarily an accurate indication of the future TER.

Date	30 September 2021
Management Fee	1.20% + VAT
Total Expense Ratio (TER)	4.04%
Transaction Costs (TC)	0.26%
<b>Total Investment Charges (TER + TC)</b>	<b>4.28%</b>

## CONTACT DETAILS

### Management Company:

27four Collective Investments (RF) (Pty) Ltd, Registration number: 2015/291620/07 **Physical address:** Physical address : Building 2, Ground Floor, Cavendish Links , 1 Cavendish Street Claremont, Cape Town, 7708 **Postal address:** PO Box 44467, Claremont, 7735 **Telephone number:** +27 11 442 2464 **E-mail address:** [info@27four.com](mailto:info@27four.com)

### Trustee:

Nedbank Investor Services **Physical address:** 2<sup>nd</sup> Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709 **Telephone number:** +27 11 534 6557 **Website:** [www.nedbank.co.za](http://www.nedbank.co.za)

The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002).

### Investment Manager:

TSB Securities (Pty) Limited, Registration number: 1969/013227/07 is an authorised Financial Services Provider (FSP number 18047) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (N0.37 of 2002). Please be advised that there may be representatives acting under supervision.

<b>Physical address:</b>	Parc Nicol, Building 1, 3001 William Nicol Drive, Bryanston, Johannesburg
<b>Postal address:</b>	PO Box 67753, Bryanston, 2021
<b>Telephone number:</b>	011-375-1000
<b>Website:</b>	<a href="http://www.tsbsec.co.za">www.tsbsec.co.za</a>

*This document is for information purposes only and does not constitute or form part of any offer to issue or sell or any solicitation of any offer to subscribe for or purchase any particular investments. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable directly or indirectly to the use of or reliance upon the information.*