

# GTC Wealth Accumulator Fund of Funds

## Minimum Disclosure Document



September 2015

### Investment mandate and objective

The equity based portfolio incorporates value and core equity investment managers within a multi-manager solution that aims to outperform the FTSE/JSE Shareholders Weighted Index (SWIX) over a three year period. The value bias implies the use of qualitative and quantitative techniques to identify and invest into good quality companies trading at discounted prices. This combination of investment managers integrates risk management strategies to provide consistent returns with reduced volatility.

**Investment features:** Defensive equity strategy  
Down-weighted resource sector exposure (SWIX benchmark)  
Manager allocations based on risk adjusted investment strategy

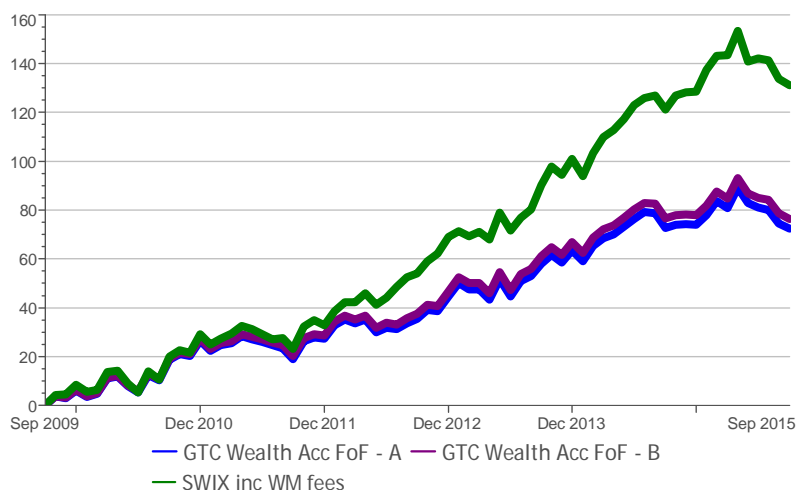
### Risk Profile of the Fund

High Risk

### Fund Facts

Multi Manager:	GTC
Fund Classification:	SA General Equity
Investment Managers:	Coronation, Prudential, GTC, 36One, Prescient and Sanlam.
Benchmark:	AF MM Index Return
Auditors:	KPMG Inc
Management Company:	GTC Management Company
Administrators:	Global Independent Administrators
Inception Date:	1 October 2009
Trustee:	Societe General
Fund Size:	R132 470 159
Target Return:	AF MM Index Return +3%
Income declarations:	28 February & 31 August
Income distribution:	First day of following month
Value Distributed:	March 2015: 0.000 September 2015: 0.000
NAV & dealing prices:	Class B: R 1.7452
Valuation:	Priced a day in arrears
Fees:	Class A 1.14% Class B 1.14%
Annual Management fee:	1.14%
General Expenses:	0.72% 0.64%

### Cumulative performance since inception (%)



### Performance history (%)

	1 Year	3 Years*	5 Years*	Since Inception
GTC Wealth Accumulator FoF Class A'	-0.11	8.39	7.74	9.50
GTC Wealth Accumulator FoF Class B'	-0.09	8.66	8.13	9.92
Benchmark - FTSE/JSE SWIX <sup>2</sup>	4.50	14.46	13.99	14.97

<sup>2</sup>Stated performance is after fees have been deducted

\*Annualised

<sup>1</sup>Lump sum investment performances quoted.

<sup>3</sup>Income distributions not included in the performance calculation.

<sup>4</sup>Performance is calculated for the portfolio; individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax.

### Performance fees

Performance fees are absolute return based, which implies that performance fees are only accrued on positive performances above an adjusted cash benchmark.

### Fund Base Fee

Base fees were 1.87% (Class A) and 1.78% (Class B)

### Equity performance fees

Absolute based performance fee - 20% of outperformance of Alexander Forbes MM +3% (Capped at 2%).

Performance fees of 1.64% (Class A) and 1.63% (Class B) were levied on the fund due to outperformance of the benchmark.

### Total Expense Ratio (TER)

A Total Expense Ratio (TER) is a measure of a portfolio's assets that are relinquished as operating expenses. The total operating expenses are expressed as a percentage of the average value of the portfolio. Included in the TER is the proportion of costs that are incurred by the performance component, fee at target, trading costs (including brokerage, VAT, STT, STRATE and insider trading levy) and other expenses. These are disclosed separately as percentages of the net asset value. A higher TER ratio 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. The Total TER was therefore 3.41% (Class B).

\* as at June 2015

### Performance performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Cummulative
Class B 2015	2.26	3.10	-1.46	4.50	-3.23	-0.97	-0.53	-2.93	-1.31				-0.88
Class B2014	-2.72	3.94	1.97	0.95	1.81	1.81	1.56	-0.18	-3.35	0.80	0.12	-0.12	6.55
Class B 2013	3.82	-1.58	0.01	-2.82	5.94	-4.61	4.34	1.46	3.28	2.33	-1.87	3.21	13.73

\*\*The stated performance is after fees have been deducted

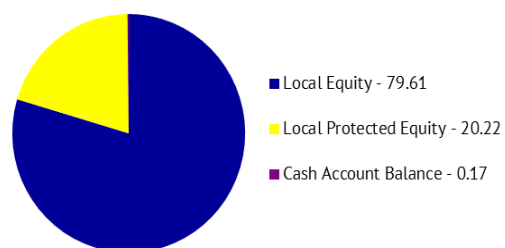
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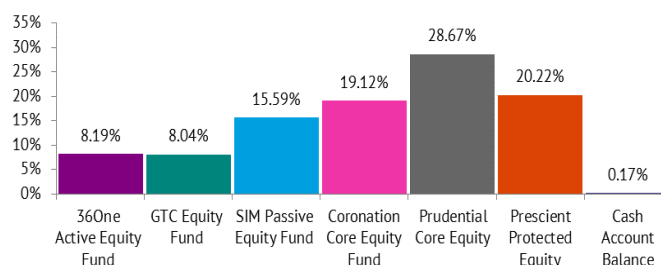
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### Asset class exposure



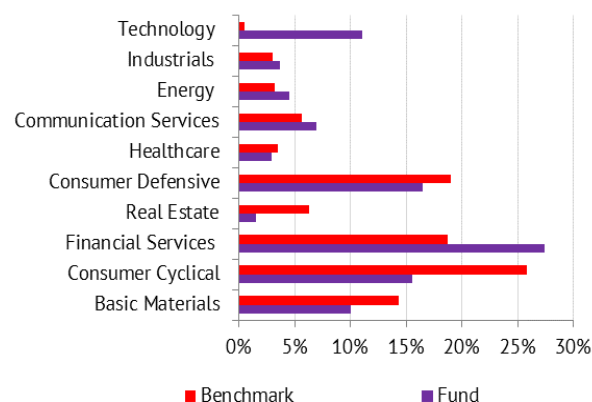
### Investment manager weighting



### Top 10 equity holdings

	% of equity
Naspers Ltd	8.67
British American Tobacco PLC	4.53
Sasol Ltd	4.37
Firststrand Ltd	4.06
Standard Bank Group Ltd	3.80
Mtn Group Ltd	3.74
Old Mutual Plc	3.67
Woolworths Holdings Ltd	2.85
SABMiller Plc	2.76
Steinhoff International Holdings Ltd	2.67
Total	41.13

### Equity sector breakdown



### Risk statistics (%)

Tracking Error	3.43
Portfolio Volatility	9.73

### Portfolio commentary

Global markets sold off over the quarter on the back of concerns around a Chinese economic slowdown coupled with a potential US rate hike pushing the MSCI World 8.9% lower. Emerging Markets fared worse, with the MSCI EM index falling a whopping 18.5% as commodity faced economies came under immense pressure as their currencies fell dramatically in the risk off environment. Within the developed markets, Japan fell 11.7% as the Yen rallied against the dollar. Europe loss 8.7%, the UK 10% while the US fell 6.7%. Global bonds rose 1.9% as US rate hike decisions was put on hold on the back of a slowing global economy.

Locally the All Share Index fell 2.1% over the quarter, with the Resource sector falling 16.7% in line with global counterparts. Glencore came under tremendous pressure despite a capital restructure with the company losing 30% in a day. Financials fell 1% while Industrials bucked the trend posting a 0.8% gain as rand hedge stocks once again offered respite. The bond market saw a fall in yields in line with global markets, with the All Bond Index closing up 1.4%. Property rallied 6.2%, reversing Q2's losses. The South African Reserve Bank MPC maintained key interest rates at their meeting citing a global slowdown and domestic inflation moderating. Expectations are that inflation will remain within the inflation targeted range, breaching in Q1 2016.

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