1nvest Global Government Bond Index Feeder ETF

Fund information update at 28 February 2023

What is the fund's objective?

The objective of the 1nvest Global Government Bond Index Feeder ETF is to track the FTSE Group-of-7 (G7) Index ("the Index") as closely as possible, in South African Rand.

What does the fund invest in?

The fund is a feeder fund and as such it invests in the iShares Global Govt Bond UCITS ETF. This underlying fund tracks the Index and aims to replicate the performance of the Index.

The G7 Government Bond Index includes Canada, France, Germany, Italy, Japan, the United Kingdom, and the United States. This Index covers approximately 85% of the market value of the World Government Bond Index. The Index is rebalanced monthly.

The fund may also hold a small portion in cash instruments to effect efficient portfolio management.

What possible risks are associated with this fund?

Risks include general market conditions and market volatility, country specific risk, default risk, interest rate risk, exchange rate risk, economic and political risk.

Risk rating

Conservative	[✓ Moderately conservative]	Moderate	Moderately aggressive	Aggressive

What is the suggested investment period for this fund?

Minimum period

1 Month	6 Months	1 Year	[✓ 3 Years]	5 Years	7 Years

Who should consider investing in this fund?

- Investors who seek broad exposure to global government bonds in South African Rand;
- Investors who seek global bond exposure without foreign exchange tax clearance;
- Investors who seek a low cost global government bond fund;
- Investors who seek a simple and transparent investment process that invests in liquid, listed securities;
- Investors who seek equity market exposure that blends well with other investment strategies to reduce total costs and diversify risk;
- Investors who are willing to take a medium term view as this fund has a moderately conservative risk profile and investors should expect some volatility in the short term.

Income

Distribution	Net income is calculated and accrued daily and is declared and distributed quarterly.
Declaration	Quarterly, in accordance with the JSE corporate actions timetable.

General fund information

Manager(s)	Ryan Basdeo and Rademeyer Vermaak
Size (NAV)	R 32.60 million
Classification	Global - Interest Bearing - Variable Term
Regulation 28	Does not apply

Index	FTSE G7 Government Bond Index
Methodology	Feeder
Rebalancing	Monthly
Securities Lending Ratio	0.00%

Securities lending can increase returns in a low risk manner. Risks associated with such transactions are borrower default risk. This risk is minimised through all securities lending being fully collateralised and only using reputable counterparties. Exposure of the fund to counterparties is continuously monitored. Manufactured (taxable) dividends could arise from such transactions.

	Class A
Launch	14 March 2018
ISIN number	ZAE000255188
JSE code	ETFGGB

What are the costs to invest in this fund?

Maximum charges including VAT

	Class A
Annual fee	0.205%
Performance fee	N/A

Annual fee - this is a service charge (% based) applicable to each class of a fund, that is levied on the value of your portfolio and includes the fund management fee and administration fee. The fee also includes other charges such as audit, custody and index provider fees that are normally additional permissible deductions. Annual fees are calculated and accrued daily and recovered monthly from the income awaiting distribution in the fund.

This portfolio is an exchange traded fund (ETF). The charges detailed above relate to the portfolio, they do not include the fees for trading on an exchange. Brokerage fees, which are payable when buying or selling an ETF on an exchange, are levied by a broker and may vary depending on the broker used.

Cost ratios (annual) including VAT as at 31 December 2022

	Class A
Based on period from:	01/01/2020
Total Expense	0.40%
Transaction Costs	0.00%
Total Investment Charge	0.40%
1 Year Total Expense	0.40%

Total Expense (TER): This ratio shows the charges, levies and fees relating to the management of the portfolio and is expressed as a percentage of the average net asset value of the portfolio, calculated over the period shown and annualised to the most recently completed quarter. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER should not be regarded as an indication of future TERs.

Transaction Costs (TC): This ratio shows the percentage of the value of the fund incurred as costs relating to the buying and selling of the fund's underlying assets. TC 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.

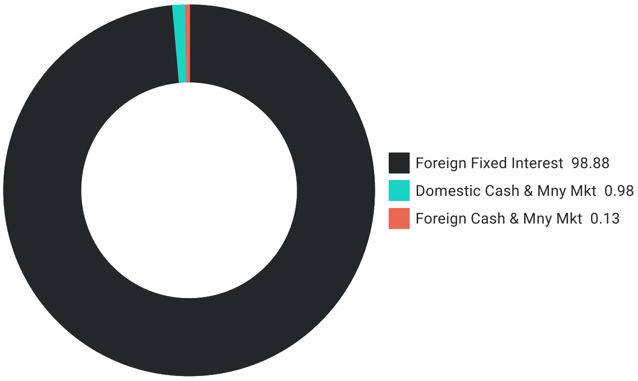
Total Investment Charges (TIC): This ratio is simply the sum of the TER and TC, showing the percentage of the value of the fund incurred as costs relating to the investment of the fund. It should be noted that performance figures account for all costs included in the TIC ratio, so you should not deduct the TIC from performance figures, the performance is already net of the TIC.

Holdings

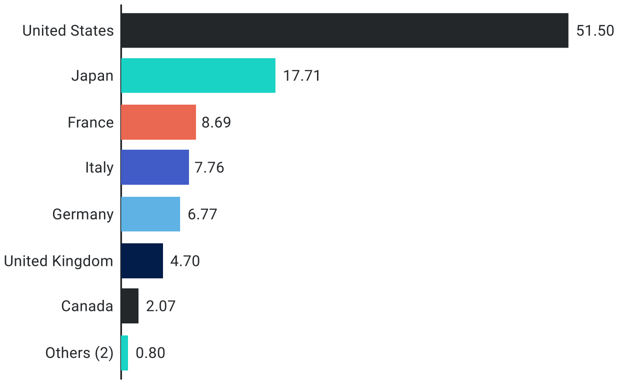
Holdings (%)

iShares Global Govt Bond UCITS ETF	99.03
Domestic Cash	0.97

Asset allocation (look through) (%)



Country allocation (look through) (%)



Top holdings (look through) (%)

Treasury Note (Old) (US91282CFF32)	0.48
US Govt Treasury Note (US91282CCS89)	0.48
Treasury Note (US91282CDJ71)	0.48
US Govt Treasury Note (Otr) (US91282CEP23)	0.48
US Govt Treasury Note US91282CDY49	0.45
Treasury Note (US91282CCB54)	0.45
US Govt Treasure Note (US91282CAE12)	0.45
US Govt Treasury Note Otr US91282CBL46	0.45
US Govt Treasury Note US91282CAV37	0.44
US Govt Treasury Note US912828Z781	0.40

Performance and Income

Class A Launch: 14 March 2018

Benchmark: FTSE G7 Government Bond Index

Returns (%)	1yr	2yrs	3yrs	4yrs	Launch
Class A					
Class	0.42	-2.23	-2.07	3.28	6.19
Benchmark	0.79	-1.90	-1.74	3.64	6.29
Benchmark ($)	-15.62	-10.86	-6.66	-2.99	-2.73
Currency ($/R)	19.49	10.17	5.46	6.84	9.28

Returns (%) shown are cumulative for all periods shorter than or equal to 1 year and annualised for all periods greater than 1 year.

Statistics (%)	1yr	2yrs	3yrs	4yrs	Launch
Tracking Error	0.55	0.53	0.82	0.88	0.77
Class A					
Positive Months	7	12	16	22	29
Max Gain	9.50	13.20	18.95	44.09	75.81
Max Drawdown	-8.30	-14.82	-27.88	-27.88	-32.49
Highest	0.42	0.63	40.67	40.67	40.67
Lowest	-12.37	-21.70	-21.70	-21.70	-21.70

Highest - this reflects the highest 12 month return during the period.
Lowest - this reflects the lowest 12 month return during the period.
Tracking Error - calculated at portfolio level.

Amount declared (cents per unit)	
	Class A
19 April 22	13.91
18 October 22	30.00
In last 12 months	43.91
In 2022	43.91

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Quarterly update at 31 December 2022

Who are the investment managers?

1NVEST Fund Managers (Pty) Ltd, FSP 49955, an authorised Financial Services Provider under the Financial Advisory and Intermediary Services Act 2002, manage the investments of the fund.

The fund is run by the 1nvest team which specialises in the manufacture of index and factor products for individual and institutional investors. Investors who seek a simple, transparent and cost-effective investment solution can invest in index products that meet their financial goals.

Ryan Basdeo

BCom, CAIA, MBA (Wits), Registered Securities Trader

Head of Index Portfolio Management

Rademeyer Vermaak

MEng (Electronic - Cum Laude), CFA

Head of Portfolio Management

Commentary

Fund review

The fund performed in line with the Feeder Fund and the index over the quarter.

Market overview

December 2022 closed off a year of losses with the global equity indices in the red for the 8th consecutive month. For the most part of the year, global monetary policies tightened, but Q4 2022 saw resilience in equity markets where the MSCI World returned 9.77%, the MSCI EM at 9.70%, and the MSCI EMEA Index rose 5.51%. Despite a spike in Covid cases, China announced its intention to abandon the zero-Covid policy and began reopening the economy, spurring hopes for renewed manufacturing activity from one of the world's largest economies. In South Africa, the effects of loadshedding continued to weigh on the productivity of South Africans, especially small businesses and households. This was exacerbated by the resignation of Eskom's CEO, unsettling confidence of an abating of instabilities in the entity's management. In Q4 2022, local indices showed encouraging performance, with the Top 40 returning 17.11%, All Share at 15.16% and the Capped SWIX gaining 12.22%. Looking at the fixed income and currency markets, the ALBI gained 5.68%, while the STeFI returned 1.57% but the ZAR strengthened by 5.80% relative to the USD.

Looking ahead

From a US perspective, 2022 ended on a lighter note with the US inflation print continuing to decline m/m absolute terms for the 6th consecutive month. The latest inflation print dropped by 0.1% y/y and was in-line with expectations at 6.5% and notably lower that the year high of 9.1% seen in June 2022. Arguably, this could be an early sign of the effectiveness of the Fed's restrictive monetary policy stance over the course of 2022. The likelihood of a softer interest rate hike in the first FOMC for 2023 has therefore increased. Should this trend persist, equities will likely fall back into favour. On the other hand, US politics around the government funding and the debt ceiling currently poses a potential material risk as the parties prepare to ramp up for increased political activity in 2023. In emerging markets, the Chinese market is yet to find a break. Though the abandonment of the zero-Covid policy points to an optimistic future, the latest exports data paint a different picture. Particularly, exports fell for the third consecutive month in December 2022, falling by a significant 10%. In local, we continue to battle the direct and indirect implications of protracted electricity woes as we contend with Stage 6 loadshedding. Whilst we are still wrestling with the aftermath of the high inflation prints of 2022, which resulted in high interest rates, NERSA's approval of Eskom's tariff increases seemingly adds insult to injury. Particularly, electricity tariffs will increase by 18.7% and 12.7% for the 2023/24 and 2024/2025 financial years, respectively. The consequences of these shock increases will likely contribute significantly to higher inflation prints coupled with further tightening of monetary policy during 2023. Political uncertainty persists in the background, with the incumbent party's landscape and outlook showing signs of fragmentation thus putting it in a precarious position.

The commentary gives the views of the portfolio manager at the time of writing. Any forecasts or commentary included in this document are not guaranteed to occur.

Change in allocation of the fund over the quarter

Asset type	Q4 2022	Q3 2022	Change
Domestic Cash & Mny Mkt	0.49	0.32	0.17
Foreign Cash & Mny Mkt	0.13	1.12	-0.99
Foreign Fixed Interest	99.38	98.56	0.82

The portfolio adhered to its portfolio objective over the quarter.

Fund classes

Class	Type	Price (cpu)	Units	NAV (Rand)
A	Retail	7,797.32	389,419.00	30,364,234.18

All data as at 31 December 2022.
Units - amount of participatory interests (units) in issue in relevant class.

1nvest Global Government Bond Index Feeder ETF

Important information update at 28 February 2023

Disclosures

Collective Investment Schemes in Securities (CIS) are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to future performance. CIS are traded at ruling prices and can engage in borrowing and scrip lending.

The 1nvest Global Government Bond Index Feeder ETF is a portfolio of the STANLIB ETF Collective Investment Scheme (the Scheme).

The manager of the Scheme is STANLIB Collective Investments (RF) (Pty) Limited (the Manager). The Manager is authorised in terms of the Collective Investment Schemes Control Act, No. 45 of 2002 (CISCA) to administer Collective Investment Schemes (CIS) in Securities. Liberty is a full member of the Association for Savings and Investments of South Africa (ASISA). The Manager is a member of the Liberty Group of Companies. The manager has a right to close a portfolio to new investors in order to manage the portfolio more efficiently in accordance with its mandate. The Manager does not provide any guarantee either with respect to the capital or the return of a CIS portfolio. A schedule of fees and charges and maximum commissions is available on request from the Manager.

The trustee of the Scheme is Absa Bank Limited.

The investments of this portfolio are managed, on behalf of the Manager, by 1NVEST Fund Managers (Pty) Ltd, an authorised financial services provider (FSP), FSP No. 49955, under the Financial Advisory and Intermediary Services Act (FAIS), Act No. 37 of 2002.

Prices are calculated and published on each working day, these prices are available on the Manager’s website (www.stanlib.com) and in South African printed news media. This portfolio is valued at 17h00. Forward pricing is used.

This portfolio is permitted to invest in foreign securities. Should the portfolio include any foreign securities these could expose the portfolio to any of the following risks: 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.

This portfolio is an Exchange Traded Fund registered as a CIS (CIS-ETF), it is listed on an exchange and may therefore incur additional costs. Participatory interests in a CIS-ETF cannot be purchased directly from the Manager. A CIS-ETF is subject to exchange listing requirements and settlement cycles for equities and all trading in a CIS-ETF is through an exchange. It may take a few days longer to receive the proceeds of a sale of a CIS-ETF than would be the case for a CIS.

This portfolio is a Feeder Fund portfolio. A Feeder Fund portfolio is a portfolio that invests in a single portfolio of a collective investment scheme, that levies its own charges, which could result in a higher fee structure for the Feeder Fund.

This portfolio is a third party named, incubator portfolio. The Manager retains full legal responsibility for this portfolio. A third party named, incubator portfolio is a portfolio bearing the name of the financial services provider (FSP), who intends to apply to the Registrar to be approved as a manager within three years after the Registrar has approved the portfolio, and where the FSP, under an agreement with the Manager, undertakes financial services of a discretionary nature, as contemplated in the Financial Advisory and Intermediary Services Act, Act No. 37 of 2002 (FAIS), in relation to the assets of the portfolio. 1NVEST Fund Managers (Pty) Ltd, an authorised FSP, FSP No. 49955, FAIS, is the third party manager of this portfolio.

The FSP is a related party to the Manager, the FSP may earn additional fees other than those charged by the Manager. It is the responsibility of the FSP to disclose additional fees to the investor. This document is not advice, as defined under FAIS. Please be advised that there may be representatives acting under supervision.

All performance returns and ranking figures quoted are shown in ZAR and are based on data sourced from Morningstar or Statpro and are as at 28 February 2023.

Annualised return figures are the compound annualised growth rate (CAGR) calculated from the cumulative return for the period being measured. These annualised returns provide an indication of the annual return achieved over the period had an investment been held for the entire period. Actual annual figures are available on request from the Manager.

Portfolio performance figures are calculated for the relevant class of the portfolio, for a lump sum investment, on a NAV-NAV basis, with income reinvested on the ex-dividend date. Individual investor performance may differ due to initial fees, actual investment date, date of reinvestment of income and dividend withholding tax. Portfolio performance accounts for all costs that contribute to the calculation of the cost ratios quoted, all returns quoted are after these costs have been accounted for.

Statistics - Positive Months: the number of individual 1 month periods during the specified time period where the return was not negative; Max Gain: the maximum gain in a trough-to-peak incline before a new trough is attained, quoted as the percentage between the trough and the peak. It is an indicator of upside risk over a specified time period (quoted for all periods of 1 year or longer); Max Drawdown: the maximum loss in a peak-to-trough decline before a new peak is attained, quoted as the percentage between the peak and the trough. It is an indicator of downside risk over a specified time period (quoted for periods of 1 year or longer, where no value is shown no loss was experienced); Highest and Lowest: the highest and the lowest 1 year return (%) that occurred during the specified time period (quoted for all relevant classes launched 1 year or more prior to current month end date).

Additional information about this product including, but not limited to, brochures, application forms and annual or quarterly reports, can be obtained free of charge, from the Manager and from the Manager’s website (www.stanlib.com).

Contact details

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