

QUARTERLY RISK REPORT



Definitive RCIS Income RHF

31 December 2019

VALUE AT RISK

Value at risk (VAR) is a statistical measure of a fund's financial risk over a specific period. The VAR of the Fund is calculated using historical data to determine the maximum potential loss over a month, 99% of the time. Such loss is expressed as a percentage of the Fund's net asset value.

Mandate Limit	20.00%
Value at Quarter End	0.81%
Maximum for the Quarter	1.07%

LIQUIDITY

The Fund's redemption period remained unchanged. Liquidity stress testing was conducted throughout the quarter to assess the Fund's ability to meet its repurchase requests in varying market conditions. Stress scenarios included increasing investor repurchase levels and decreasing liquidity of the Fund's underlying assets.

COLLATERAL ASSETS

Collateral is the placement of an asset with a counterparty in order to secure an obligation. At quarter end, the value of assets encumbered as collateral was Rnil.

Re-hypothecation is the re-use of collateral by the prime broker. Re-hypothecation of the Fund's assets is prohibited.

PORTFOLIO STRESS TESTING

Portfolio stress testing was conducted throughout the quarter to assess the Fund's sensitivity to stressed market conditions. Stress scenarios were created by simulating the impact of historic financial crises.

LEVERAGE

Leverage is a strategy used to increase the Fund's exposure beyond the capital employed. The Fund achieves leverage by borrowing funds, using short positions and engaging in derivative transactions.

COUNTERPARTY CREDIT EXPOSURE

Counterparty credit exposure represents the potential loss the Fund would experience in the event a counterparty defaults on its obligations and is expressed as a percentage of the Fund's net asset value.

The Fund's primary counterparties are disclosed below.

FirstRand Bank Limited	29.26%
ABSA Bank Limited	18.44%
Nedbank Limited	17.37%
Standard Bank of South Africa Limited	13.85%
Land & Agricultural Development Bank of SA	4.79%

CONTACT INFORMATION

MANAGEMENT COMPANY

RealFin Collective Investment Schemes (RF) Pty Ltd
+27 21 701 3777
clientservices@realfin.co.za
www.realfin.co.za

INVESTMENT MANAGER

Definitive Asset Management Pty Ltd
+27 21 674 4167
info@definitivecm.com
www.definitivecm.com

TRUSTEE

FirstRand Bank Ltd
+27 87 577 8730
trusteeservices@rmb.co.za
www.rmb.co.za

DISCLAIMER

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. This document provides information with regards to certain risk metrics of the fund. For more information you are referred to the fund's MDD which is available at www.realfin.co.za or upon request. 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.