

CHIRON REALFIN MULTI ASSET FLEXIBLE FUND

30 SEPTEMBER 2021

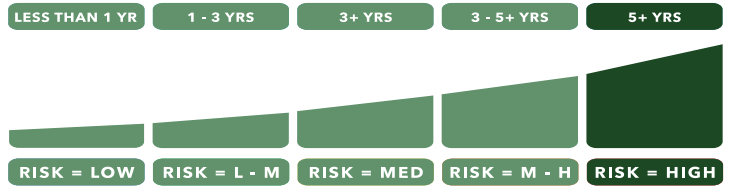
GENERAL INFORMATION

Investment Manager	Chiron Asset Management Proprietary Limited
Management Company	RealFin Collective Investment Schemes (RF) Proprietary Limited ("RCIS")
Inception Date	15 August 2019
CIS Establishment Date	19 March 2019
Fund Class	Class A1
JSE Code	CHRFFA
ISIN Number	ZAE000277109
NAV Price (CPU)	13,073.0058
Fee Class Units	398,028.62
Fund AUM	R 57.758 million
Fund Category	South Africa - Multi Asset - Flexible Fund
Structure	Registered SA CIS in Securities
Minimum Investment	R 50,000
Additional Lump Sum	R 5,000
Risk Profile	High
Benchmark	CPI + 2%
Subscriptions	Daily
Redemptions	Daily
Portfolio Currency	ZAR
Portfolio Valuation	15h00 each day
Transaction Cut-Off Time	14h00 each day
Initial Fee	-
Annual Management Fee	0.50% (ex VAT)
Annual Performance Fee	N/A
Underlying TIC*	0.01%
Transaction Costs (TC)*	0.32%
Total Expense Ratio (TER)*	1.13%
Total Investment Charge (TIC)*	1.46%
Income Distribution	First day of March and September each year
Value Distributed (CPU)	5.2538 - 01 September 2021
Administrator	Realfin Fund Services Proprietary Limited
Trustee	FirstRand Bank Limited (acting through its RMB Trustee Services Division)
Auditor	Price Waterhouse Coopers

* TER, TC and TIC as at 2021.09.30

** Pricing available on Finswitch daily

RISK RATING



High

- Generally these portfolios hold more equity exposure than any other risk profiled portfolios and therefore tend to carry higher volatility.
- Expected potential long term returns could be higher than other risk profiles, in turn potential losses of capital could be higher.

INVESTMENT OBJECTIVE

The portfolio aims to deliver absolute returns in excess of the return of the Consumer Price Index ("CPI") + 2% on a rolling 12 month basis.

INVESTMENT STRATEGY AND MANDATE

The Fund will invest in a combination of equity and non-equity securities, preference shares, property, convertible stock, money market and assets in liquid form, both local and offshore. The fund can invest more than 75% of the market value of the portfolio in equity securities at any given time. The returns may be volatile, particularly over the short to medium term.

MARKET COMMENTARY

For the first six months of the fund's existence, market conditions did not favour our portfolio positioning. The Rand weakened, growth outperformed value, emerging markets underperformed developed economies, passive strategies outperformed active. Covid then exposed the market's weaknesses and risks.

The twelve-months to end September 2021 have brought about a definite shift in conditions. The fund achieved a 63% return, beating the benchmark (17,8% return) by a healthy 45%, placing it among the top funds in the country, beating the top publicly ranked equity fund by 9%. A few factors have resulted in this outperformance:

- Local shares have displayed remarkable resilience.
- Naspers and Prosus fell by 17% and 23% respectively, over the twelve-month measurement period (41% and 42% from the high to the low). We held very little in these shares.
- The rotation from the resource to industrial sector was well timed as resource shares gave up much of their gains from the previous five years.
- Holdings in small and medium sized companies delivered superior annualised returns – companies like: Nampak (+193%); Novus (+177% ignoring the 50c dividend they paid); Gemfields (+140%); Hulamin (+136%); KAP (102%); Massmart (98%); and Caxton (133%).
- Some of the large companies we hold also produced solid returns: MTN (154%); Sasol (130%); Investec (103%).
- Our preference for companies that are well priced relative to their valuation paid off as there was a definite switch to value.
- Covid lock down and the civil unrest were obstacles to the continued sales growth that had come to be expected from the index heavy-weight and momentum shares. Price momentum started to fade and disappoint for the likes of: Anheuser-Busch (-6%); British American Tobacco (-12%); Mediclinic (2%); Mondi (1.8%); Kumba (-1.8%); Discovery (5%); Growthpoint (12%); Vodacom (14%) to name a few.

CONTACT INFORMATION

MANAGEMENT COMPANY

RealFin Collective Investment Schemes (RF) Pty Ltd	
Registration Number	2013/170284/07
Physical Address	1st Floor, 4 Silverwood Close, Steenberg Office Park, Tokai, Cape Town, 7945
Postal Address	Suite 25, Private Bag X16, Constantia, 7848
Telephone Number	+27 21 701 3777
Email Address	clientservices@realfin.co.za
Website	www.realfin.co.za

INVESTMENT MANAGER

Chiron Asset Management Pty Ltd	
Registration Number	2012/100923/07
Physical Address	Regent Hill Office Park, Cnr Leslie & Turley Roads, Lonehill, Johannesburg, Gauteng
Telephone Number	011 702 8100
Email Address	chiron@wealthmanagement.co.za
FSP Number	44276

TRUSTEE

FirstRand Bank Ltd (RMB Trustee Services Division)	
Physical Address	Cnr Jeppe & Simmonds Streets, 3 First Place, Mezzanine Floor, Bank City, Johannesburg, 2001
Telephone Number	+27 87 577 8730
Email Address	trusteeservices@rmb.co.za
Website	www.rmb.co.za

MONTHLY RETURNS (NET OF FEES)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD	BM
2019								-0.09%	-0.85%	1.29%	-1.96%	0.67%	-0.97%	1.72%
2020	-6.70%	-10.48%	-16.64%	15.25%	-4.26%	9.68%	-2.30%	1.23%	-2.17%	-1.68%	13.41%	7.58%	-2.18%	5.03%
2021	4.17%	8.25%	3.83%	4.71%	1.37%	-0.91%	1.87%	3.47%	4.44%				35.56%	5.84%

ASSET ALLOCATION	%
Cash & Cash Collateral	4.02%
SA Equity (Long)	94.92%
SA Money Markey Funds	1.06%

RETURN ANALYSIS	FUND	BM ¹
1 Month Return	4.44%	0.39%
3 Month Return	10.08%	2.15%
12 Month Return	62.63%	6.79%
Since Inception (Annualised)	13.40%	5.83%
Since Inception (Cumulative)	31.33%	13.07%
Highest Annual Return (12 Month Rolling)	64.49%	7.05%
Lowest Annual Return (12 Month Rolling)	-8.46%	4.79%

RISK ANALYSIS	FUND	BM
Gain Periods	15	21
Loss Periods	11	2
Best Month	15.25%	1.44%
Worst Month	-16.64%	-0.44%

IMPORTANT INFORMATION

RealFin Collective Investment Schemes (RF) Proprietary Limited ("RCIS") is registered and approved by the Financial Sector Conduct Authority (FSCA) as a manager of Collective Investment Schemes approved in terms of the Collective Investment Schemes Control Act. 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. The information contained in the MDD does not constitute financial advice as contemplated in terms of the Financial Advisory and Intermediary Services Act, and should be read in conjunction with the RCIS Fund Information Document which can be found on the RCIS website www.realfin.co.za. 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.

DISCLOSURES

- Collective Investment Schemes are generally medium-to long-term investments.
- The **Chiron Realfin Multi Asset Flexible Fund** should be considered an investment with a time horizon of longer than a year.
- The value of participatory interests (units) may go down as well as up.
- Past performance is not necessarily a guide to future performance.
- Where different classes of participatory interests apply to certain Portfolio's, they would be subject to different charges.
- Collective investments are traded at ruling prices and can engage in borrowing and scrip lending.
- A schedule of fees and charges and maximum commissions, is available on request from RCIS.
- RCIS does not provide any guarantee in respect to the capital or the return of the portfolio.
- RCIS may suspend repurchases for a period, subject to regulatory approval, to await liquidity.
- RCIS may borrow up to 10% of the market value of the portfolio where insufficient liquidity exists in a portfolio, or where assets cannot be released to withdraw or cancel participatory interests.
- RCIS reserves the right to close the fund to new investors if we deem it necessary to limit further inflows in order for it to be managed in accordance with its mandate.
- Forward pricing is used.
- In terms of the Collective Investment Schemes Control Act, No.45 of 2002 (CISCA), RMB Custody and Trustee Services (A division of FirtRand Bank Limited) has been appointed by RCIS as the Trustee of **Chiron Realfin Multi Asset Flexible Fund**.
- The portfolio is valued at 15H00 each day.
- Investment and Redemption Instructions will be processed according to: The transaction cut-off time as well as the Subscription and Redemption guidance stipulated within the General Information section of the Minimum Disclosure Document.
- Any capital gain realised on the disposal of a participatory interest in a collective investment scheme is subject to Capital Gain Tax (CGT).
- A money market portfolio is not a bank deposit account. The price of a participatory interest is a marked-to-market value. The total return to the investor is made up of interest received and any gain or loss made on any particular instrument, in most cases the return will merely have an effect of increasing or decreasing the daily yield. In the case of abnormal losses it can have the effect of reducing the capital value of the portfolio. Excessive withdrawals from a money market portfolio may place the portfolio under liquidity pressure and in such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed.
- Where foreign securities are included in a portfolio, this may impose potential constraints on liquidity and the repatriation of funds. The portfolio can be impacted by macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks and potential limitations on the availability of the market information. Fluctuations or movements in exchange rates may cause the value of underlying offshore investments to go up or down.
- A Fund of Funds Portfolio only invests in other portfolio's of collective investment schemes which levies its own charges, which could result in a higher cost structure for these portfolios.
- RealFin Collective Investment Schemes (RF) Proprietary Limited has entered into a co-naming agreement with and delegated the investment management function to **Chiron Asset Management Pty Ltd (FSP 44276)**
- RCIS retains full legal responsibility for **Chiron Realfin Multi Asset Flexible Fund** and performs Risk Management oversight.
- Application forms can be obtained via the RCIS website www.realfin.co.za and any additional information can be requested from RCIS at manco@realfin.co.za
- The RCIS complaints policy is available on the RCIS website www.realfin.co.za
- RCIS has a Conflict of interest policy, Protection of Personal Information Policy and Treating Clients Fairly Policy which is available on request.
- RCIS reserves the right to redeem an investors full remaining participatory interests, if after a redemption the value of an Investors investment falls below **R 25,000.00**

TRANSACTION CUT-OFF TIMES

In order for a **daily Investment Instruction** to be processed, the Investment form needs to be sent **before 14h00** for your Investment form to be processed on the **current business day ("Cut Off Date")**. Your funds need to be reflecting in our bank account **before 14h00 ("Cut Off")** for your investment to be transacted at the current day's price. Proof of payment must be sent to clientservices@realfin.co.za. Any funds received after the Cut Off time, shall be retained by the Manager in a separate account and shall be invested on the following business day.

In order for your participatory interests in the portfolio to be redeemed at the current days' price ("**Redemption Date**"), your **Redemption instruction** must be submitted to RCIS **before 14h00** on the Redemption Date. If your withdrawal date occurs on a non-business day, you will receive the next business day's price. All redemptions must be submitted in writing and will be executed following receipt and acceptance of such instruction. Please note in the case of a daily traded fund, redemption settlements may take up to **14 business days**.

Investors wishing to redeem units amounting to more than 5% of the total market value of the relevant portfolio must provide the manager with at least 7 business days' written notice of such redemption. If this notice is not received by the manager, the manager may treat such withdrawal as only having taken place on the 7th business day after such instruction is received. However, where the amount to be redeemed exceeds 10% of the total market value of the portfolio, the parties shall determine the actual date of withdrawal through mutual agreement between them.

PERFORMANCE CALCULATION

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. Performance has been calculated using NAV to NAV figures with actual portfolio ongoing fees taken into account. Income is reinvested at the reinvestment date. Different classes of participatory interests apply to these portfolio's and are subject to different fees and charges. Actual Investment performance will differ based on the initial advice fee, ongoing advice fee, investment date, the date of reinvestment of distributions and dividend withholding tax. Initial advice fees have not been taken into account. Cumulative performance figures are calculated using lump sum investment amounts. Income distributions, prior to the deduction of applicable taxes, are included in the performance calculation. Performance calculations are available on request from RCIS.

PERFORMANCE FEES

Performance fees shall be calculated separately for each class at each Valuation Point. Performance fees are accrued and are payable at the end of the relevant Performance Fee Measurement Period. The calculation is based on whether the respective Class has achieved a return greater than the Fee Hurdle and where applicable, above the high watermark. A detailed description of how performance fees are calculated and applied for this portfolio is available on request from RCIS.

TER

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. Calculations are based on actual data where possible and best estimates where actual data is not available.

TC

Transaction Costs are a necessary cost in administering the Financial Product and impacts Financial Product returns. It should not be considered in isolation as returns may be impacted by many factors over time including market returns, the type of Financial Product, the investment decisions of the investment manager and the TER.