

# Dynasty Ci Wealth Accumulator Fund

January 2024



## INVESTMENT OBJECTIVE

The objective of this portfolio is to provide investors with long-term capital growth through investments in a diversified portfolio of equity securities and non-equity securities.

The Fund may from time to time invest in listed and unlisted financial instruments, in order to achieve the Fund's investment objective.

## PORTFOLIO MANAGER

Dynasty Asset Management (Pty) Ltd (FSP No. 20722) is an investment management operation which specialises in portfolio construction and multi-managed portfolios. The Dynasty Investment Committee is comprised of a number of investment specialists each having an excess of 25 years' experience in the financial services industry.

In order to enhance Dynasty's investment process Dynasty has appointed Analytics Consulting to consult to the Dynasty Investment Committee on an advisory basis. Analytics Consulting is one of the leading investment consulting operations in South Africa.

## INVESTMENT COMMENTARY

Global equity markets were largely positive in January, with the S&P and MSCI World gaining 1.7% and 1.2%, respectively, in dollars. This was on the back of an exceptionally strong bounce in November and continued market strength through December, translating into very pleasing returns over rolling three- and twelve-month periods.

The select global Funds/instruments to which we have both direct and indirect exposure were also mostly positive for the month after their strong relative returns in November and December. The performances of the various funds across the risk spectrum, measured over different time frames ended 31 January 2024, and reported in USD, are summarised below:

Offshore Holdings	Month	1 Year	3 Year	5 Year
Global Accumulator Fund B	1.36%	13.42%	3.73%	
Global Preserver Fund B	0.95%	9.41%	1.95%	
Ninety One Global Franchise Fund	1.24%	11.58%	6.49%	10.43%
Fundsmith Equity Fund	2.36%	17.33%	4.90%	10.99%
iShares World Equity Index Fund	1.57%	17.48%	6.35%	10.06%
iShares MSCI World Quality Factor ETF	1.97%	21.72%	9.23%	12.35%
Smithson Investment Trust	-1.44%	1.49%	-8.76%	3.98%

1. Commentary Source: Dynasty Asset Management

2. Performance Source Infront, for the period ending 31 January 2024

3. 5 Year track record not yet available for Global Funds. Three and Five Year figures annualised.

The JSE ALSI declined by 3.0% over the month in rand terms, and with the local currency depreciating by 2.1% against the dollar, this led to a negative return of -5.1% from this index for January as measured in USD. The degree of underperformance of the local bourse relative to global markets since January 2023 has continued to widen.

Dynasty's domestic Wealth Accumulator Fund managed to outperform the ALSI in January as a result of its offshore weighting, yet this was only able to partly offset the negative performance of the JSE.

In this environment we continue to gain comfort from our bias towards quality global businesses that have the ability to increase their earnings despite the known global uncertainties. This could see them outperform their benchmarks in what may be a year that yields more moderate returns versus the strong returns experienced in 2023.

Our offshore bias initiated on local portfolios for South African clients will also afford a measure of protection against domestic economic and political pressures that are likely to prevail during the course of the year.

## ANNUALISED PERFORMANCE

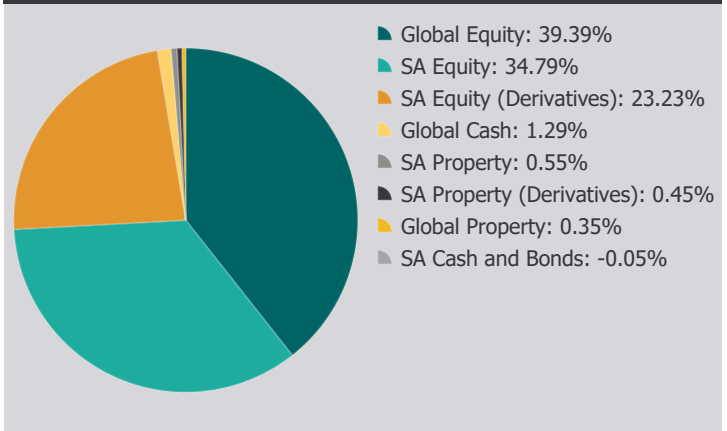
	1 year	3 year	5 year	10 year	Since Inception
Dynasty Ci Wealth Accumulator Fund	4.51%	9.07%	10.42%	7.41%	9.11%
Benchmark	-2.61%	10.50%	10.61%	8.72%	10.72%
Lowest 1 year rolling return					-9.59%
Highest 1 year rolling return					34.37%

This document is a Minimum Disclosure Document (MDD) which contains key information about this portfolio. This MDD will be updated on a monthly basis. Sources: Performance sourced from Morningstar and Portfolio Analytics Consulting, for the periods ending at the month end date of this MDD, for a lump sum using NAV-NAV prices with income distributions reinvested. CPI for all urban areas sourced from Factset. Asset Allocation and Top 10 holdings data compiled by Global Investment Reporting SA ("GIRSA").

## INFORMATION DISCLOSURE

ASISA Classification	South African - Equity - General
Risk Profile	High
Benchmark	FTSE/JSE All Share Index
Equity Exposure	The Fund will have equity exposure of between 80% and 100% at all times.
Foreign Exposure	Up to 45%
Fund Size	R 291.7 million
Total Expense Ratio	Class A2: 1.21%, Class B2: 1.16%
Transaction Cost	Class A2: 0.12%, Class B2: 0.12%
Total Investment Charge	Class A2: 1.33%, Class B2: 1.28%
Calculation Period	1 Oct 2020 to 30 Sep 2023

## ASSET ALLOCATION



Asset allocations are one month lagged.

## UNDERLYING HOLDINGS

Index Swap - SA Equity	23.68%
Global Accumulator Fund	20.64%
Dynasty Ci Global Accumulator Feeder Fund	20.24%
Ci Alpha Fund	14.83%
Coronation Top 20 Fund	13.99%
Satrix ALSI Index Fund	6.83%
Ci Diversified Income Fund	3.92%
Global Cash	0.52%
SA Cash	-4.65%

# Dynasty Ci Wealth Accumulator Fund

January 2024



## INFORMATION DISCLOSURE

Launch Date	01 October 2010	Income Declaration Dates	30 June and 31 December
Opening NAV Price	100.00 cents per unit	Previous 12 Months Distributions (cents per unit)	29/12/2023: (A2) 10.09, 30/06/2023: (A2) 7.16 29/12/2023: (B2) 6.53, 30/06/2023: (B2) 4.76
Initial Fee	Class A2, Class B2: 0%	Income Reinvestment / Pay-out Dates	2nd working day in July and January
Initial Advisory Fee	Maximum 3.45% (incl VAT)	Transaction Cut-off Time	14:00
Annual Service Fee	Class A2: 0.805%; Class B2: 0.748% (incl VAT)	Valuation Time	17:00
Annual Advisory Fee	Maximum 1.15% (incl VAT)	Frequency of Pricing	Our daily NAV prices are published on our website and in the national newspaper

## ADDITIONAL INFORMATION

### FAIS Conflict of Interest Disclosure

The annual fees for the A2 class include a fee up to 0.345% payable to Dynasty; a fee up to 0.230% payable to Ci Collective Investments; and a fee up to 0.230% payable to Analytics Consulting. The annual fees for the B2 class include a fee up to 0.345% payable to Dynasty; a fee up to 0.173% payable to Ci Collective Investments; and a fee up to 0.230% payable to Analytics Consulting. All fees stated are inclusive of VAT. Please note that in most cases where the Financial Services Provider (FSP) is a related party to the portfolio manager, the FSP/distributor may earn additional fees other than those charged by the portfolio manager. It is the FSP's responsibility to disclose such additional fees to the investor. The Dynasty funds may obtain exposure to various asset classes by investing in another Dynasty portfolio, in which Dynasty does not earn an investment management fee.

Dynasty aggregates foreign investments within the Dynasty global portfolio range. The portfolio may therefore be invested in the Dynasty Investment Management International offshore portfolios from time to time. Dynasty Investment Management International and SIP may earn an annual investment advisory fee of up to 0.4% on all such investments. Dynasty does not charge any annual management fee in South Africa against the value of investments that are placed in the Dynasty Investment Management International offshore portfolios.

### Characteristics

This is a general equity portfolio which means that the portfolio will invest in selected shares across all industry groups as well as across the range of large, mid and smaller market capitalisation shares, with the aim of producing a risk/return profile that is comparable with the risk/return profile of the overall JSE equities market. The portfolio will invest a minimum equity exposure of 80% and offers medium to long-term capital growth as its primary investment objective. This portfolio may, at the discretion of the portfolio manager, invest up to 45% of the assets outside of South Africa.

### Risk Reward Profile: High

Typically, the lower the risk, the lower the potential return and the higher the risk, the higher the potential return. There is no guarantee that returns will be higher when investing in a portfolio with a higher risk profile. The risk profile for this portfolio is rated as high, as it invests between 80% and 100% in equity securities, both locally and abroad.

## RISKS

### Market Risk

Equity markets are volatile and the price of equities fluctuate based on a number of factors such as changes in the economic climate, general movements in interest rates and the political and social environment which will also affect the value of the securities held in the unit trust, thereby affecting the overall value of the unit trust.

### Currency Risk / Foreign Exchange Risk

This risk is associated with investments that are denominated in foreign currencies. When the foreign currencies fluctuate against the South African Rand, the investments face currency gains or losses.

### Concentration Risk

Unit Trusts pool the assets of many investors and use the proceeds to buy a portfolio of securities. There are regulations in place which limit the amount that a unit trust may invest in securities, thereby spreading the risk across securities, asset classes and companies.

### Liquidity Risk

This relates to the ability of the unit trust to trade out of a security held in the portfolio at or near to its fair value. This may impact on liquidity and in the case of foreign securities, the repatriation of funds.

### Credit Risk

Credit risk arises where an issuer of a non-equity security or a swap is unable to make interest payments or to repay capital. The Fund may be exposed to credit risk on the counterparties in relation to instruments such as cash, bonds and swaps that are not traded on a recognised exchange. The possibility of the insolvency, bankruptcy or default of a counterparty with which the Fund trades such instruments, could result in losses to the Fund.

### Total Return Swaps Risk

This portfolio may invest in total return swaps. Total return swaps are unlisted instruments issued by a bank to provide the return of a specific index. Therefore, the equity exposure in this portfolio is derived through the total return swap and not by physically holding the equities in the portfolio. The value of the instrument is directly linked to the performance of the basket of assets per the index and will fluctuate in line with the daily market movements.

### Inflation Risk

The risk of potential loss in the purchasing power of your investment due to a general increase of consumer prices.

### Political Risk

The risk that investment returns could suffer as a result of a country's political changes or instability in the country. Instability could come from changes in the country's government, policy makers or military.

### Tax Risk

This risk relates to any change to tax laws or to the interpretation of existing tax laws which has an impact on the manner in which unit trusts are taxed.

### Compliance Risk

This refers to the risk of not complying with the legislation, regulations, prescribed investment limits and internal policies and procedures by the manager or the portfolio manager.

This document is not intended to address the personal circumstances of any Financial Services Provider's (FSP's) client nor is it a risk analysis or examination of any client's financial needs. 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. Different classes of units apply to this portfolio and are subject to different fees and charges. A schedule of fees and charges is available on request from Ci. Ci does not provide any guarantee either with respect to the capital or the return of the portfolio. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. International Investments may include additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information. The portfolio may be closed from time to time in order to manage it more efficiently in accordance with its mandate. The Dynasty portfolios are portfolios established and administered by Ci, and Dynasty Asset Management (Pty) Limited has been appointed to manage and market the portfolios. Dynasty is an indirect shareholder of Ci. As an indirect shareholder, Dynasty may earn dividends from time to time and participation in any dividends may be linked to the revenue generated by Ci from the Dynasty portfolios, and from any other Ci portfolios. Ci retains full legal responsibility for this co-named portfolio. Additional information on the portfolio may be obtained, free of charge, directly from Ci. Ci is a Non-Voting (Ordinary) Member of the Association for Savings & Investment SA (ASISA).

Total Expense Ratio (TER): The above TER % has been annualised and indicates the percentage of the value of the portfolio which was incurred as expenses relating to the administration of the portfolio over the rolling 3 year period or since fund inception, on an annualised basis. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER's cannot be regarded as an indication of future TER's. Transaction Cost (TC): The above TC % has been annualised and indicates the percentage of the value of the portfolio which was incurred as costs relating to the buying and selling of the assets underlying the portfolio. Transaction Costs are a necessary cost in administering the portfolio and impacts portfolio 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 portfolio, investment decisions of the investment manager and the TER. Total Investment Charge is the TER plus TC which indicates the percentage of the value of the portfolio which was incurred as costs relating to the investment of the portfolio. A FX fee of up to 0.05% (incl. VAT) on any FX transactions may be payable to Dynasty in addition to the annual fees referred to above. Performance quoted is for lump sum investment with income distributions, prior to deduction of applicable taxes, included. NAV to NAV figures have been used. The annualised return is the return of the performance period re-scaled to a period of one year. Performance is calculated for the portfolio and individual investor performance may differ as a result of initial fees, actual investment date, date of reinvestment and dividend withholding tax.

FSP: Dynasty Asset Management (Pty) Limited is authorised under the Financial Advisory and Intermediary Services Act, 2002 (act 37 of 2002), FSP no. 20722

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Trustee: FirstRand Bank Limited Tel: (011) 371 2111.

ISIN - CLASS A2 : ZAE000183711

[www.dynasty.co.za](http://www.dynasty.co.za)

Performance through Process™

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