

INVESTMENT OBJECTIVE

The **Anchor BCI Global Flexible Income Fund** aims to achieve a higher return than US dollar term bank deposits.

INVESTMENT PHILOSOPHY

The Anchor BCI Global Flexible Income Fund is a global flexible income portfolio with the objective of achieving a higher return than US dollar fixed term bank deposits. Investments to be acquired for the portfolio may include equity securities, property securities, property related securities, interest-bearing securities and instruments, non-equity securities, money market instruments, preference shares and assets in liquid form. The portfolio may also invest in participatory interests and other forms of participation in portfolios of collective investment schemes, registered in South Africa and other similar schemes operated in territories with a regulatory environment which is, to the satisfaction of the manager and trustee, of a sufficient standard to provide investor protection at least equivalent to that in South Africa and which is consistent with the portfolio's primary objective. The portfolio's maximum equity exposure will be limited to 10% of the portfolio's net asset value. The portfolio may from time to time invest in listed and unlisted financial instruments, in order to achieve the portfolio's investment objective. The manager may only include forward currency, interest rate and exchange rate swap transactions for efficient portfolio management purposes.

FUND INFORMATION

Risk profile:

LOW LOW-MOD MOD MOD-HIGH HIGH

Inception Date	14 Sep 2020
Benchmark	110% of 3 month USD LIBOR rate
Fund Classification	Global Multi Asset Income
Distributions	Semi-annual Declaration Date: 30 Jun/31 Dec
Fees (Incl. VAT):	
Annual Management Fee	0.75%
Total Expense Ratio (TER)	-
Portfolio Value	R99.02 mn
Unit Price	99.01 cpu

RISK PROFILE: MODERATE

- This portfolio holds exposures to bonds which have credit and interest rate risks. We consider the risk to be higher than a low risk equity portfolio, but less than that of a high risk portfolio. In turn, the expected volatility is higher than a low-risk portfolio, but less than that of a high risk portfolio.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- This portfolio is exposed to potential default and interest rate risks.
- The portfolio is suitable for medium-term investment horizons.
- The probability of losses is higher than that of a low-risk portfolio, but less than a high-risk portfolio and moderate long term investment returns are expected.

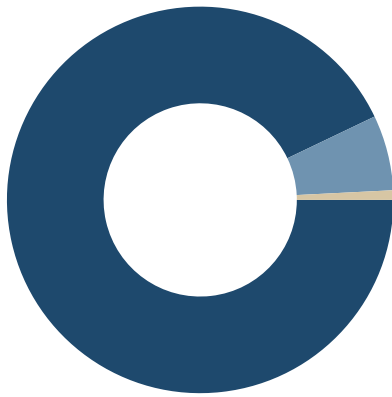
FUND PERFORMANCE SINCE INCEPTION

Performance will be shown once the required regulatory period has passed (12 months after inception date).

FUND PERFORMANCE AT 31 OCT 2020 (%)

Performance will be shown once the required regulatory period has passed (12 months after inception date).

ASSET & SECTOR ALLOCATION AT 31 OCT 2020 (%)



Offshore Bonds - 92.9 Offshore Cash - 6.3 Local Cash - 0.8

FUND MANAGER



Nolan Wapenaar

INFORMATION & DISCLOSURES

ISIN Number ZAE000288833

Distributions

INVESTMENT MANAGER

Anchor Capital (Pty) Ltd is an authorised Financial Services Provider FSP 39834.

- Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website (www.bcis.co.za)
- Valuation takes place daily and prices can be viewed on our website (www.bcis.co.za) or in the daily newspaper.
- Actual annual percentage figures are available to existing investors on request.
- Upon request the Manager will provide the investor with quarterly portfolio investment holdings reports.

SUBSCRIPTIONS

Valuation time	15h00
Transaction cut-off time	14h00
Payment reference	Initials and Surname
Minimum investment amount	None*

Please send proof of deposit to fax (011) 263 6152 or e-mail instructions@bci-transact.co.za

*Fixed Administration Fee: R15 excluding VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

MANAGEMENT COMPANY INFORMATION

Boutique Collective Investments (RF) (Pty) Ltd,
Catnia Building Bella Rosa Village, Bella Rosa Street, Belville, 7530
Tel: 021 007 1500/1/2 | 021 914 1880 | Fax: 086 502 5319
Email: clientservices@bcis.co.za | www.bcis.co.za

FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/ managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instance portfolios invest in other portfolios which forms part of the BCI Schemes. These investments will be detailed in this document, as applicable. Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at www.bcis.co.za.

DISCLAIMER

Boutique Collective Investments (RF) (Pty) Ltd ("BCI") is a registered Manager of the Boutique Collective Investments Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002 and is a full member of the Association for Savings and Investment SA. Collective Investment Schemes in securities are generally medium to long term investments. The value of participatory interests may go up or down and past performance is not necessarily an indication of future performance. The Manager does not guarantee the capital or the return of a portfolio. Collective Investments are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees, charges and maximum commissions is available on request. BCI reserves the right to close the portfolio to new investors and reopen certain portfolios from time to time in order to manage them more efficiently. Performance figures quoted for the portfolio are from Morningstar, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested and do not take any upfront manager's charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax. Investments in foreign securities 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. Should the portfolio invest into another Anchor BCI co-named portfolio, the investing fund will be reimbursed for any net investment management fees incurred by the investment so that there is no additional fee payable to Anchor. Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is a current yield and is calculated daily. Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of BCI/ the Manager's products.

TOP TEN HOLDINGS AT 31 OCT 2020 (%)

Standard Chartered - 2023 Bond	6.9
Standard Bank - 2024 Bond	6.9
FirstRand Bank - 2023 Bond	6.8
Offshore Cash	6.3
Credit Agricole - 2026 Bond	4.2
AES - 2045 Bond	4.1
HCA - 2025 Bond	3.8
Lloyds Banking Group - 2025 Bond	3.7
Capital One - 2026 Bond	3.6
General Motors - 2024 Bond	3.6

FUND MANAGER COMMENTARY AT 31 OCT 2020

This portfolio is a little over a month old and is now essentially fully invested. We are pleased to have accumulated a portfolio of corporate bonds that are, broadly speaking, BBB rated. The portfolio yield of 2.65% in US dollar terms should deliver a decent US dollar return for investors over time, without having taken on too much risk.

This CIS is priced in South African rand, however, we manage the portfolio in US dollar and we should therefore think about the risk and returns of the portfolio in US dollar terms. In this regard, we have seen a slight risk-off stance in markets, towards month-end, act as a handbrake on the portfolio's returns.

We returned 0.1% for the month, when measured in US dollar. This is slightly below our target monthly return required to achieve between a 2% and 2.4% US dollar return p.a. We are, however, comfortable with the portfolio and we remain patient for bonds to generate the yield that we are expecting.

FEE DETAILS

	Class B
Initial Fees (BCI) (Incl. VAT)	0%
Advisory Fee (Max) (Incl. VAT)	0%
Ongoing Advisory Fee (Max) (Incl. VAT)	1.15%
Annual Management Fee (Incl. VAT)	
Class B	0.75%
Performance Fee	None
TER and Transaction Cost (Incl. VAT)	
Basic	-
Portfolio Transaction Cost	-
Total Investment Charge	-

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 TER's. Transaction Costs are a necessary cost in administering the Fund and impacts Fund returns. The TIC should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, the investment decisions of the investment manager and the TER. The TER and Transaction cannot be determined accurately because of the short life span of the Fund. Calculations are based on actual data where possible and best estimates when actual data is not available.

CUSTODIAN / TRUSTEE INFORMATION

The Standard Bank of South Africa Ltd
Tel: 021 441 4100

BOUTIQUE
+ COLLECTIVE
INVESTMENTS