

# ANCHOR GLOBAL HIGH STREET EQUITY

JANUARY 2024

ANCHOR

NAVIGATING  
CHANGE

## PORTFOLIO PROFILE AND OBJECTIVE

The Global High Street Equity Portfolio seeks to offer investors long-term capital growth through active stock selection within the global developed equity market. The focus is on quality companies with strong global franchises and long-term growth potential. The portfolio might, from time to time, take exchange-traded fund (ETF) positions in high-conviction thematic ideas.

The portfolio is suitable for investors seeking exposure to the global equity market with maximum capital appreciation as their primary goal over the long term. Investors should have a tolerance for short-term market volatility to achieve long-term objectives.

## PORTFOLIO MANAGEMENT

Anchor Private Clients (APC) runs a robust investment process in consultation with Anchor Asset Management. The product of this process is segregated mandates, of which the Global High Street Equity mandate is one. The APC investment process takes inputs from Anchor Asset Management and overlays metrics appropriate for private client portfolio management.

## PORTFOLIO COMMENTARY

The year started on a generally positive note for investors (MSCI World +1.2% MoM), albeit with a somewhat rocky path to that outcome. The first couple of weeks of January saw investors start questioning their optimism around US Federal Reserve (Fed) rate cuts expected in 2024 following a slew of stronger-than-expected US economic data. On the inflation front, US December headline inflation accelerated more than anticipated (3.4% YoY), while core inflation slowed less than expected (3.9% YoY). US 10-year government bond yields pushed higher during the early stages of January as Fed rate cut optimism waned.

Around one-third of S&P 500 companies reported 4Q23 earnings in January, with earnings essentially flat in aggregate vs 4Q22 for those companies reporting. This was c. 6% ahead of expectations for a soft final quarter of 2023 for corporate earnings. Emerging market (EM) equities continued their disappointing run of form into 2024 (MSCI EM -4.6% MoM). Chinese equities were once again the biggest detractor from performance.

The Anchor High Street Model Portfolio returned 1.6% in January, outperforming the benchmark. Technology and related counters drove the performance, with good gains from ASML (+14.9%), Constellation Software (+11.6%) and Fortinet (+10.2%). Consumer-related shares detracted as concerns around the health of the consumer continued.

## PORTFOLIO INFORMATION

### Risk profile:

LOW LOW-MOD MOD MOD-HIGH HIGH

Inception Date July 2012  
Minimum Investments US\$150,000

### Fees (Excl. VAT):

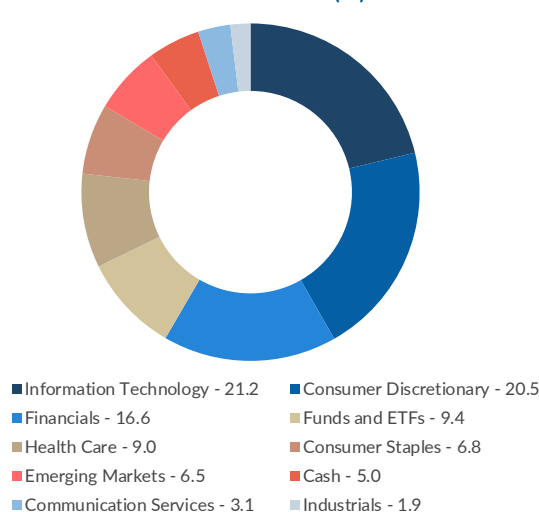
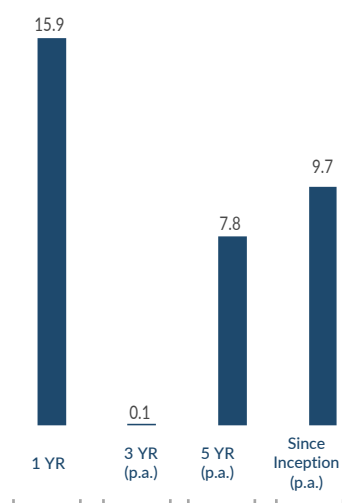
Annual Management Fee 1.25%  
Brokerage Fee Brokerage is exchange dependent

## MONTHLY RETURN

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2024	1.6%												1.6%
2023	8.9%	-2.7%	6.3%	2.8%	-1.4%	4.4%	2.6%	-4.7%	-4.3%	-3.2%	9.4%	5.1%	24.3%
2022	-6.6%	-6.7%	0.1%	-10.9%	-0.2%	-8.2%	8.1%	-5.5%	-8.5%	5.0%	7.0%	-3.7%	-28.0%
2021	-0.7%	4.4%	0.1%	4.0%	-0.4%	3.1%	0.7%	1.7%	-5.4%	4.9%	-4.8%	2.3%	9.5%
2020	-1.1%	-6.6%	-11.4%	11.3%	4.1%	3.5%	4.5%	8.3%	-3.7%	-1.4%	10.5%	5.5%	23.0%
2019	8.4%	2.4%	3.1%	6.2%	-5.5%	6.5%	-0.1%	-3.1%	0.4%	2.0%	3.1%	2.9%	28.7%
2018	4.4%	-3.8%	-1.5%	1.4%	-1.6%	-1.2%	2.6%	1.9%	0.3%	-5.3%	0.0%	-7.3%	-10.1%
2017	2.7%	4.1%	2.1%	3.5%	3.1%	0.9%	2.0%	-0.6%	0.9%	2.5%	1.8%	1.9%	27.9%
2016	-5.2%	-0.7%	6.4%	-1.4%	1.9%	-3.1%	3.9%	-0.4%	0.8%	-2.6%	0.9%	1.5%	1.5%
2015	-1.9%	5.9%	-0.9%	1.9%	2.2%	-1.0%	3.4%	-5.3%	-1.5%	6.8%	-1.0%	-1.0%	7.2%
2014	-4.9%	5.3%	0.3%	0.6%	2.0%	2.6%	-3.2%	3.1%	-1.3%	0.8%	2.2%	-0.3%	6.8%
2013	7.9%	-0.9%	2.5%	4.8%	-0.8%	-4.4%	3.8%	-2.0%	0.1%	3.5%	4.9%	1.3%	22.1%
2012							5.0%	1.0%	4.0%	-1.1%	2.3%	2.4%	14.2%

## PORTFOLIO PERFORMANCE (%)

## ASSET ALLOCATION (%)



## TOP-TEN HOLDINGS (%)

UBS Emerging Market Note	6.5
Boston Scientific	6.5
Constellation Software	5.2
JPMorgan Chase	5.2
Microsoft	5.2
Sanlam Anchor Global Equity Fund	4.7
Scottish Mortgage	4.6
Yum! Brands	4.4
Citigroup	4.3
ASML Holding	4.0

## DISCLAIMER

This portfolio can be structured in a segregated portfolio or housed in an offshore endowment. The fund may use gearing from time to time. The returns quoted on this model portfolio are indicative and calculated gross of all fees, brokerage and costs. Consequently, individual client portfolio returns may differ to the returns quoted due to this factor, timing, tax implications, client preferences, portfolio manager discretion and whether we receive cash or shares to seed investments and portfolio manager discretion around weightings of shares. Past performance is not necessarily an indication of future performance. The Portfolio Manager does not guarantee the

capital or the return of a portfolio. The forecast or commentary are not guaranteed to occur. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this factsheet Anchor Capital (Pty) Ltd 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 factsheet, whether by a client, investor or intermediary. Investors are encouraged to first obtain independent professional investment, legal and taxation advice before acting on any advice as given in this factsheet. Performance figures quoted are from Morningstar and Anchor, as at the date of this document. Anchor Capital (Pty) Ltd is an authorised Financial Service Provider with FSP NO: 39834.