

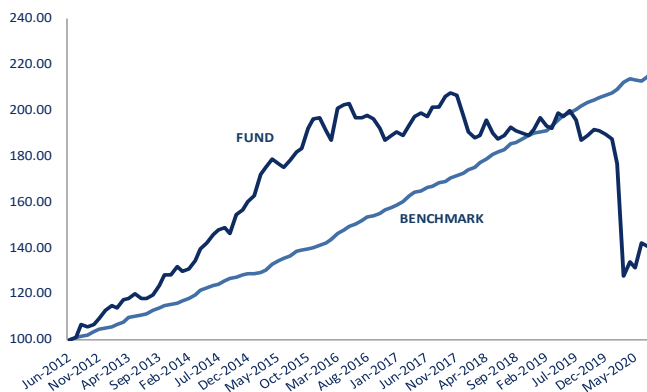
PROFILE AND OBJECTIVE

The portfolio seeks to offer investors an attractive mix of yield and growth. The objective of the fund is to deliver a yield in the region of 7%, growing at 7% p.a. Achieving this would enable the portfolio to reach its objective of CPI +5% on a compound basis over a 3-year rolling period. There will be volatility within the period. The asset mix includes property shares, high-dividend equities and preference shares.

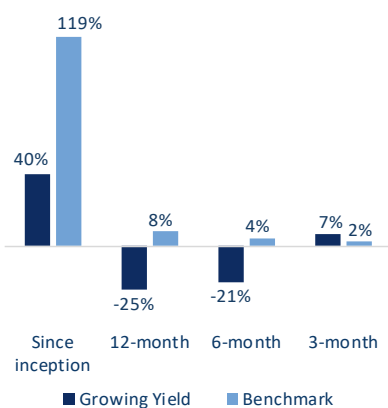
SUITABLE FOR

The portfolio is suitable for investors who wish to earn a higher return than cash, but do not wish to take full equity exposure. This is a long-term investment and volatility should be expected on the way to reaching the long-term goal. The high yield provides some protection against this volatility.

FUND PERFORMANCE VS. BENCHMARK SINCE INCEPTION

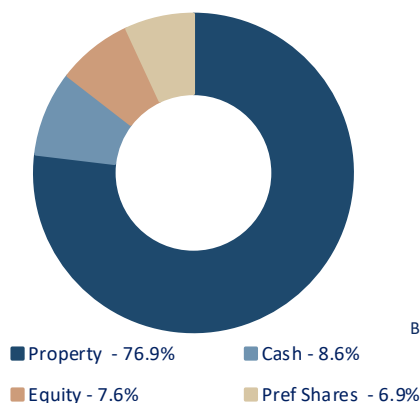


PERFORMANCE AT 31 AUG 2020

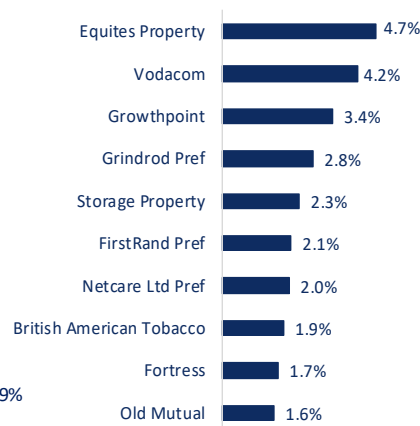


*Returns are provisional

ASSET ALLOCATION AT 31 AUG 2020



TOP EQUITY HOLDINGS AT 31 AUG 2020



FUND MANAGER COMMENTARY AT 31 AUG 2020

The JSE's August performance disappointed, with the FTSE JSE All Share Index ending the month 0.4% lower (-2.8% YTD), as sentiment, especially around month-end, was negatively impacted by turmoil in the ruling ANC and concerns that party in-fighting could prompt a cabinet reshuffle. In particular, the SA property sector had another poor month in August and remains the focal pain point across SA's investment categories, despite a relaxation of lockdown restrictions from level 3 to level 2 on 18 August. As companies report results, or provide updates, the impact of the COVID-19 pandemic becomes more quantifiable. Retail and office landlords are collecting approximately 70%-80% of rentals, whilst the logistics and industrial property sectors' experiences seem better. The benchmark SA Listed Property Index (JSAPY) was down 8.6% for the month, with the three largest index weightings Growthpoint, Napirocastle, and Redefine down 8%, 11% and 22% MoM, respectively.

There are some positive signs for SA, as local COVID-19 infections seem to have peaked, the ban on alcohol and cigarette sales was finally lifted and the country moved to level-2 lockdown. By 31 August, less than 2,000 new COVID-19 cases were confirmed in a 24-hour cycle. However, there is still much uncertainty around the timing of "normalisation", while corporate earnings growth and dividend payments may be under pressure for at least the next 6 to 12 months.

The fund returned a negative 0.3% in August.

FUND MANAGERS

PETER ARMITAGE



Peter is a CA(SA) and has worked in the local investment industry for 20 years. He ran the investment teams at Merrill Lynch and Nedcor Securities and prior to Anchor Capital was CIO of Investec Wealth & Investment.

GLEN BAKER



Glen has a B Com Honours degree and has completed the JSE and Safex exams. He has 25 years' experience in financial markets. In that time, he has headed up equity derivatives divisions at major local and international institutions. He has both equity and fixed income experience. He was most recently at RMB before joining Anchor Capital in Feb 2013.

INCEPTION DATE

June 2012

BENCHMARK

CPI +5%

MINIMUM INVESTMENTS

R1,000,000

FEE

1.25% p.a. (excl. VAT)

PORTFOLIO VALUE

R15.40mn

The fund may use gearing from time to time.

This portfolio can be structured in a segregated portfolio or housed in a structured-equity note. The latter negates dividend withholding tax and a capital guarantee can be provided.