

JM BUSHA Absolute Aggressive Fund Fact Sheet



About JM BUSH Investment Group

JM BUSH Investment Group (Pty) Limited is a unique, independent, specialist quantitative investment management; investment banking and advisory services company with subsidiary companies in Lesotho, Namibia, Swaziland, South Africa and Zambia.

The Group manages both institutional and retail private clients' funds. With total funds under management approximately equal to **ZAR4.898 billion**, JM BUSH has a traceable track record in managing funds – since 2001.

About the Product: JM BUSH Absolute Aggressive Fund

This is a moderate risk balanced portfolio that seeks real return over three-year rolling periods. The portfolios in this fund are managed on a segregated basis.

Product Description

The JM BUSH Absolute Aggressive Fund is an actively managed fund, which invests in a mix of all asset classes structured to match the returns-risk profile of the benchmark. The fund's risk tolerance is between bonds and aggressive balanced portfolios.

Investment Securities

The fund invests in equities, vanilla and inflation bonds, commercial paper, promissory notes, Bankers' Acceptance, Treasury Bills, FRNs, FRAs and swaps and other derivatives instruments.

Investment Strategy

The fund's benchmark is SA core inflation plus 6% pa. Asset allocation is the main driver of returns. The strategy is to return cash as minimum. Equity exposure introduces short-term volatility, which reduces over longer periods. Tactical asset allocation and risky assets seek to produce alpha consistently in the long term.

Historical Performance

Table below shows historical returns for the periods indicated, which are not guaranteed in the future.

Period ending **30 June 2018** (annualised above 1 year)

Period	JM BUSH Absolute	CPI+6%	Alpha
YTD	-0,10%	5,91%	-6,00%
6 Months	-0,10%	5,91%	-6,00%
1 Year	12,50%	10,62%	1,9%
3 Years	5,90%	11,62%	-5,72%
5 Years	8,44%	11,73%	-3,29%
7 Years	9,84%	11,78%	-1,94%
Inception	8,96%	12,43%	-3,47%
Risk	7,17%	1,50%	7,23%

Product Salient Features

▪ Fund Benchmark	:Inflation(CPI)
▪ Target Returns	:CPI +6% pa
▪ Liquidity (T+3)	:100.00%
▪ Start Date	:30 June 2007
▪ Fund Size	:ZAR1.474 billion
▪ Classification	:Segregated Absolute SA Balanced Mandate

Investment Objectives

To produce a positive real return of 6% pa over 3-yr periods.

Commentary & Notes

The equity market recovered in a highly volatile environment, whereas bonds continued to slump as investors looked to take profit after a massive preceding rally. The increase in fuel price due to supply shortages and a weaker Rand persists to add pressure on inflation and interest rates.

Overall Asset Allocation

Asset Class	Cash	Bonds	Equities	Derivatives
Weight	14,93%	29,27%	53,68%	2,12%

Top 10 Asset Holdings

No	Shares	Weight	No	Share	Weight
1	NPN	7,88%	6	FSR	2,51%
2	DSY	3,02%	7	MND	2,30%
3	SOL	2,73%	8	NED	2,16%
4	SBK	2,68%	9	INP	2,13%
5	AGL	2,64%	10	MTN	1,94%

Performance: 30 June 2018

