

# JM BUSHA Diversified Fund Fact Sheet



## About JM BUSHA Investment Group

JM BUSHA 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 BUSHA has a traceable track record in managing funds – since 2001.

## About the Product: JM BUSH Diversified Fund

This is a specialist all-equity fund managed to beat targeted JSE Shareholder-Weighted Equity Index (JSE SWIX).

## Product Description

The JM BUSHA Diversified Equity Fund is a well-diversified listed equity fund, whose security screening process for inclusion in the portfolio is multi-stage and thorough.

## Investment Securities

The fund invests in listed equities only with a maximum of 5% in cash for strategic asset allocation purposes at any time.

## Investment Strategy

The fund's benchmark is JSE/FTSE Swix Index. The strategy is to actively manage the portfolio to out-perform the benchmark by 3% pa on a risk adjusted basis. Risk is managed through diversification and derivative overlays. Diversification is centred on income and geographical spread. The shares invested in - must have at least three (3) distinct income streams and operate in at least three (3) different geographical regions or countries. This reduces product concentration / market risk and isolates regional or country risk – such as legislation, operating and regulatory costs.

## 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 BUSHA Diversified	SWIX	Alpha
<b>3 Months</b>	1,51%	2,12%	-0,61%
<b>YTD</b>	-4,11%	-4,78%	0,68%
<b>6months</b>	-4,11%	-4,78%	0,68%
<b>1 Year</b>	16,40%	11,72%	4,68%
<b>3 Years</b>	3,45%	5,27%	-1,82%
<b>5 Years</b>	8,44%	11,14%	-2,69%
<b>Inception</b>	11,12%	12,20%	-1,08%
<b>Risk</b>	11,47%	10,52%	4,20%

## Product Salient Features

- Fund Benchmark :JSE SWIX
- Target Returns :JSE SWIX +1% pa
- Management Fees :0.30% pa
- Liquidity (T+7) :100.00%
- Start Date :18 March 2011
- Minimum Investment :ZAR10 million
- Fund Size :ZAR172.124 million
- Classification :Segregated SA Equity

## Investment Objectives

To produce a positive alpha of 3% above benchmark over a three-year period.

## Commentary & Notes

The equity market showed high levels of volatility this month with the SWIX registering its second positive monthly return for the year largely due to the Resources Index outperforming the entire market by more 200% as the Rand weakened more than 7% against the dollar.

## Overall Asset Allocation

Class Sector	Resources	Industrials	Financials	Cash	Derivatives
Weight	25,32%	55,31%	18,11%	1,26%	0,00%

## Top 10 Asset Holdings

No	Share	Weight	No	Share	Weight
1	NPN	12,09%	6	SOL	3,72%
2	CFR	5,96%	7	VOD	3,39%
3	BIL	5,68%	8	IPL	3,09%
4	SBK	4,85%	9	NED	3,07%
5	AGL	4,18%	10	INL	3,07%

