

JM BUSHA BondPlus 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, Zambia and Zimbabwe.

The Group manages both institutional and retail private clients' funds. With total funds under management approximately equal to **ZAR4.955 billion**, JM BUSHA has a traceable track record in managing funds – since 2001.

Product Description

The JM BUSHA BondPlus Fund is an actively managed fund, which invests in high quality fixed-income instruments. Credit risk is managed through fund allocation, monitoring and continuous assessment. The fund provides 100% liquidity within the stipulated securities settlement period, and can be structured as part of an asset-liability solution

Investment Securities

The fund invests in vanilla and inflation bonds, commercial paper, promissory notes, Bankers Acceptance, Treasury Bills, FRNs, FRAs and swaps and other fixed-income instruments.

Investment Strategy

The strategy is based on riding the yield curve and investing the funds relative to the benchmark structure. The fund is risk-managed with duration and other risk factors as drivers. Economic indicators, monetary policy, credit risk and liquidity are important considerations in the investment management process.

Historical Performance

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

Period ending **31 July 2018** (annualised above 1 year)

Period	JM BUSHA BondPlus	ALBI	Alpha
6 Months	5,22%	4,55%	0,67%
YTD	1,68%	6,49%	0,50%
1 Year	11,97%	11,19%	0,77%
3 Years	9,17%	8,26%	0,91%
5 Years	8,53%	8,04%	0,49%
7 Years	8,80%	8,37%	0,43%
10 Years	9,25%	9,13%	0,12%
Inception	8,36%	8,25%	0,11%
Volatility	6,22%	7,19%	1,38%

Risk Measures	Sharpe Ratio	Sortino Ratio	Information Ratio
BondPlus Benchmark	0,54	0,88	0,08
	0,45	0,74	N/A

Product Salient Features

- Fund Benchmark :ALBI
- Target Returns :ALBI +0.50% pa
- Liquidity (T+3) :100.00%
- Duration :Variable
- Start Date :1 Jan 2005
- Fund Size :ZAR1.294 billion
- Classification :SA Bonds

Investment Objectives

To out-perform the All Bond Index (ALBI) by 0.50% pa.

Commentary & Notes

The Bond Market performed well in the month of July despite the strengthening US-China trade war and a reduced investor appetite for emerging markets. This month was the second best month for Bonds this year after 3 months of successive losses.

Top 10 Security Holdings

No	Code	Fund	Bench	No	Code	Fund	Bench
1	R2048	12,00%	9,66%	6	R209	6,01%	5,49%
2	ES42	8,36%	0,90%	7	HWAY34	5,83%	0,00%
3	TN40	7,71%	0,00%	8	ES33	5,17%	2,08%
4	HWAY35	6,52%	0,00%	9	ES26	4,19%	1,85%
5	TN27	6,29%	0,00%	10	R214	3,85%	5,28%
TOTAL		65,93%					

