

Mosaic Balanced Portfolio

Disclosure Document

29 February 2020



Portfolio Classification

Portfolio classification	South African - Multi-Asset - High Equity
Benchmark	CPI + 4.5%
Risk profile	Moderate

Investment Objectives

The portfolio is suitable for investors who are in pursuit of long-term returns and are able to withstand moderate market fluctuations.

The portfolio has maximum flexibility in terms of asset allocation and shall not be precluded from continually varying the underlying exposure to both local and offshore assets.

A minimum time horizon of 3 years is advisable.

Investment Constraints

The portfolio complies with Regulation 28 that governs retirement fund investments.

Maximum exposures of 75% equity, 25% property, 30% offshore plus 10% in Africa.

General Information

Investment manager	Mosaic Financial Solutions
Administrator	Prescient Life (RF) Ltd
Auditor	KPMG
Launch	21 November 2016
Portfolio size	R11.2m

Monthly Performance (%)

	Jan		Feb		Mar		Apr		May		Jun		Jul		Aug		Sep		Oct		Nov		Dec		YTD		
	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	
2016	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.1	0.2	0.5	0.8	0.6	1.0	
2017	0.4	1.0	0.4	1.5	0.4	1.0	0.5	0.5	0.5	0.7	0.5	0.6	0.5	0.7	1.2	0.5	0.2	0.9	3.1	0.7	0.6	0.5	-3.8	0.8	4.3	9.4	
2018	-4.5	0.7	0.4	1.1	-3.9	0.7	2.3	1.1	-3.2	0.6	-8.1	0.7	-0.2	1.2	1.6	0.3	-3.6	0.8	-3.1	0.8	0.5	0.6	-0.5	0.2	-20.6	9.2	
2019	-0.3	0.2	-1.6	1.2	-1.7	1.2	3.6	1.0	-0.7	0.6	0.4	0.7	-1.5	0.7	-1.7	0.6	1.3	0.6	1.5	0.4	-0.4	0.5	-0.4	0.6	-1.7	8.7	
2020	-1.2	0.6	-4.6	1.3																						-5.7	2.0

Major Positions (%)

Steinhoff Investment Holdings Ltd - Preference share	4.7
Resilient REIT Ltd FRN RES35	4.5
ABSA Group Ltd FRN AGL03	4.5
Republic of South Africa Bond R2037	4.1
ABSA Group Ltd FRN AGT02	4.1

Asset Allocation (%)

	SA	Foreign	Total
Equity	40.5	6.5	46.9
Property	4.6	0.0	4.6
Preference shares	9.2	0.0	9.2
Fixed income	35.4	1.6	37.0
Cash & money market	1.5	0.8	2.3
Other	0.0	0.0	0.0
Total	91.1	8.9	100.0



Fee structure

Investment management fee	1.00%
VAT	0.14%
Administration fee	0.18%
Total	1.32%

Income Distributions

All income earned from underlying investments is re-invested by the portfolio and form part of the NAV.

Disclaimer

This investment portfolio is administered by Prescient Life (RF) Ltd, a registered long-term insurer and an authorised financial services provider in terms of the Financial Advisory and Intermediary Services Act (FAIS Act), FSP licence number 44077. The investment manager is Mosaic Invest (Pty) Ltd an authorised financial services provider in terms of the FAIS Act, FSP licence number 46319. This fact sheet has been compiled to provide factual information on the policy offered and does not constitute advice as defined and contemplated in the FAIS Act. All returns are quoted after the deduction of fees. Past investment returns are not indicative of future returns and the value of investments will fluctuate over time. Independent financial advice should always be sought before making an investment decision. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, Prescient Life (RF) Ltd and Mosaic Invest (Pty) Ltd do not accept any responsibility for any claim, damages, loss or expense, howsoever arising, out of or in connection with the information in this document, whether by a client, investor or intermediary.

Risk guidance

Moderate

These portfolios generally hold more equity exposure than low risk portfolios but less than high risk portfolios. In turn the expected volatility is higher than low risk portfolios but less than high risk portfolios. The probability of losses are higher than low risk portfolios, but less than high risk portfolios. Expected potential long term investment returns could therefore be lower than high risk portfolios due to lower equity exposure, but higher than low risk portfolios.

Disclaimer for fund specific risk

Equity investment risk

Value of equities and equity-related investments may vary according to company profits and future prospects as well as more general market factors. In the event of a company default (e.g. bankruptcy), the owners of their equity rank last in terms of any financial payment from that company.

Property investment risk

Investments in real estate securities can carry the same risks as investing directly in real estate itself. Real estate prices move in response to a variety of factors, including local, regional and national economic and political conditions, interest rates and tax considerations.

Foreign investment risk

Foreign securities investments may be subject to risks pertaining to overseas jurisdictions and markets, including (but not limited to) local liquidity, macroeconomic, political, tax, settlement risks and currency fluctuations.

Default risk

The risk that the issuers of fixed income instruments may not be able to meet interest payments nor repay the money they have borrowed. The issuers credit quality is vital. The worse the credit quality, the greater the risk of default and therefore investment loss.

Glossary

Annualised performance: Annualised performance show longer term performance rescaled to a 1 year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

NAV: The net asset value represents the assets of a portfolio less its liabilities.

Contact Details

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Administrator

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