STANLIB Multi-Manager Global Equity Portfolio

As at 30 June 2020

### General information
- **Asset manager(s)**: STANLIB Multi-Manager
- **Benchmark**: MSCI All Country World Investable Market Index
- **Portfolio size**: R 1,006 million as at 30/06/2020
- **Launch date**: 01 December 1998
- **Regulation 28**: Non-compliant
- **Guarantee available**: No

### Portfolio objective
The portfolio aims to maximise the long term total return achieved by investing in global equities. The investment objective is to generate annualised investment returns in excess of the benchmark index. The benchmark for the portfolio is the MSCI All Country World Investable Market Index with net dividends reinvested.

### Investor profile
This portfolio is suited to the investor who:
- is looking for diversification through a multi-managed solution
- has a high risk tolerance
- is willing to accept significant losses over the short term to maximise returns over the longer term
- has an investment horizon of 7-10 years in order to fully achieve both income and capital growth

### Cost ratios
Annualised (including VAT) as at 31 December 2019
- **Total Expense (TER)**: 0.86%
- **Transaction Costs (TC)**: 0.07%
- **Total Investment Charge (TIC)**: 0.93%

Please refer to **Cost ratios** section of Disclosures for important information relating to the above.

### Performance
**Cumulative performance (%) over 5 Years**

<table>
<thead>
<tr>
<th>Index</th>
<th>30/06/2015</th>
<th>31/Dec/15</th>
<th>31/Dec/16</th>
<th>31/Dec/17</th>
<th>31/Dec/18</th>
<th>31/Dec/19</th>
</tr>
</thead>
<tbody>
<tr>
<td>Portfolio (RA)</td>
<td>12.87</td>
<td>13.64</td>
<td>23.45</td>
<td>14.79</td>
<td>12.58</td>
<td>17.49</td>
</tr>
<tr>
<td>Portfolio (Taxed-I)</td>
<td>12.49</td>
<td>13.24</td>
<td>22.71</td>
<td>14.29</td>
<td>11.85</td>
<td>16.46</td>
</tr>
<tr>
<td>Benchmark</td>
<td>15.85</td>
<td>17.28</td>
<td>24.94</td>
<td>16.21</td>
<td>14.05</td>
<td>18.46</td>
</tr>
<tr>
<td>Inflation</td>
<td>1.35</td>
<td>-0.16</td>
<td>2.67</td>
<td>3.95</td>
<td>4.63</td>
<td>5.02</td>
</tr>
</tbody>
</table>

### Risk profile

<table>
<thead>
<tr>
<th>Risk Profile</th>
<th>Conservative</th>
<th>Moderately Conservative</th>
<th>Moderate</th>
<th>Moderately Aggressive</th>
<th>Aggressive</th>
</tr>
</thead>
</table>

### Holdings

**Asset allocation (%) as at 30/06/2020**

100.00% Foreign Equity

**Top equity holdings (%) as at 30/06/2020**

<table>
<thead>
<tr>
<th>Company</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Microsoft Corp</td>
<td>2.80</td>
</tr>
<tr>
<td>Apple Inc</td>
<td>1.90</td>
</tr>
<tr>
<td>Taiwan</td>
<td>1.70</td>
</tr>
<tr>
<td>Facebook Inc Class A</td>
<td>1.70</td>
</tr>
<tr>
<td>Unitedhealth Group Inc</td>
<td>1.70</td>
</tr>
<tr>
<td>Charter Communications Inc</td>
<td>1.70</td>
</tr>
<tr>
<td>Samsung</td>
<td>1.60</td>
</tr>
<tr>
<td>Cigna Corp</td>
<td>1.20</td>
</tr>
<tr>
<td>Alibaba Group Holding Ltd</td>
<td>1.20</td>
</tr>
<tr>
<td>Alphabet Inc C</td>
<td>1.20</td>
</tr>
</tbody>
</table>

**Geographical allocation (%) as at 31/03/2020**

USA 49.40%
Emerging Markets 13.00%
UK 6.90%
Japan 6.90%
France 4.70%
Switzerland 3.10%
Canada 2.90%
Australia 2.40%
Spain 1.80%
Netherlands 1.70%
Hong Kong 1.60%
Germany 1.60%
Taiwan 1.20%
Sweden 1.00%
Singapore 0.90%
Denmark 0.50%
Ireland 0.40%

Please refer to Disclosures for important information relating to the content of this document.

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STANLIB Multi-Manager Global Equity Portfolio

As at 30 June 2020

▼ Asset manager(s)

STANLIB Multi-Manager (Proprietary) Limited

Founded in 1999, STANLIB Multi-Manager is the centre of excellence for multi-managed solutions within the Liberty Group, with an excess of 20 years of multi-asset know-how. STANLIB Multi-Manager has a proud and long-term track record. Over the past decade the business evolved and now offers a range of pre-designed solutions and/or customised solutions across the risk spectrum to suit investors at all stages of their lives.

Manager Selection

STANLIB Multi-Manager follows a rigorous and disciplined manager research and selection process that starts by analysing the sector for which the portfolio is being built, and determining the key drivers of outperformance. The manager research team conducts thorough quantitative and qualitative analyses, culminating in an extensive investment due diligence to identify those managers that have the skill and ability to outperform. This results in the production of high conviction buy/hold/sell lists, as well as mandate performance expectations under different environments, defining events and sell triggers/disciplines. The portfolio management team then constructs a framework for blending managers into the portfolio that targets the key areas of outperformance and promotes diversification. They only entrust their client’s assets to the highest quality managers, who are then selected into this framework to provide the portfolio with exposure to these sources of market outperformance over the long term. Passive alternative are considered in the process and where used, these help to lower portfolio costs. On a regular basis the portfolio is reviewed to ensure it is delivering on its long term objectives.

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▼ Underlying managers

The assets of this portfolio are currently allocated to the below managers, shown within their respective asset classes.

Foreign Equity

- AllianceBernstein
- Arrowstreet Capital
- Hosking
- Sanders Capital
- Sands
- Veritas

▼ Commentary as at 30 June 2020

Market review

The JSE gained over 20% in the second quarter of 2020, one of the best returns since 2001, following a very weak first quarter. This was mainly on the back of aggressive stimulus by the reserve banks and governments around the world who looked to counter the fallout from COVID-19. The Rand was more stable post the strong losses in the first quarter and made back a bit of ground against harder currencies. This meant portfolios benefited as the market is now relatively flat for the year and rand hedges and offshore exposures have contributed positively. The news came in that South Africa’s gross domestic product shrank 2% in the first three months of 2020 - the third straight quarter of economic decline. The second-quarter contraction is likely to be far larger. Some of the South African listed companies provided more detail on cost cutting measures, which include a substantial reduction in staff. However, in general earnings expectations started to turn positive across the globe as the effects of the extensive lockdowns are easing in many areas, but a second wave of infections remains a risk.

Fund review

None available at this time. Detailed commentary will be available in the July fund fact sheet.

Looking ahead

Comments will be available in the July fund fact sheet.

The commentary gives the views of the portfolio manager at the time of writing. Any forecasts or commentary included in this document are not guaranteed to occur.
Disclosures

General information and Holdings
All size and holdings data is updated quarterly.

Cost ratios
The Total Expense Ratio (TER) depicts the percentage of the value of the Financial Product that was incurred as expenses relating to the administration of the Financial Product. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's.
The Transaction Costs (TC) depicts the percentage of the value of the Financial Product that was incurred as costs relating to the buying and selling of the assets underlying the Financial Product. The TC are a necessary cost in administering the Financial Product and impacts Financial Product returns. The TC should not be viewed in isolation as returns may be impacted by many other factors over time including market returns, the type of Financial Product, the investment decisions of the investment manager and the TER.
The Total Investment Charges (TIC), which is the sum of the TER and TC, depicts the percentage of the value of the Financial Product that was incurred as costs relating to the investment of the Financial Product.
The TER, TC and TIC values represent the weighted average of all tax classes (where more than one tax class exists).
Please be advised that for portfolios that invest 100% into an underlying collective investment scheme portfolio (CIS) the TER, TC and TIC shown represent that of the underlying CIS. Please note that the implicit fees are disclosed on the website under each fact sheet range.

Performance
Cumulative Performance and Returns
All returns shown are in ZAR.
The single premium investment returns shown are gross of Liberty product charges but net of implicit portfolios fees and shareholder participation (where applicable). Individual investor performance may differ as a result of initial fees, the actual investment date and/or the date of reinvestment. Past performance is not indicative of future performance.
The performance of the portfolio benchmark over time provides the basis against which the portfolio manager will be measured. This may be changed from time to time. Benchmark performance is gross of all fees.

Statistics
Best % - the highest 1 month and 1 year RA return that the portfolio has delivered over the last 10 years or since inception.
Worst % - the lowest 1 month and 1 year RA return that the portfolio has delivered over the last 10 years or since inception.
% Positive - the number of positive 1 month RA returns, shown as a percentage of the total number of 1 month return periods during the last 10 years or since inception.

Volatility - this is a measure of how much a portfolio’s RA returns vary from the average of its RA returns over the relevant period.

The contents of this document are for generic information purposes only and do not constitute advice or intermediary services as contemplated in the Financial Advisory and Intermediary Services Act, Act No 37 of 2002 (FAIS). Whilst every attempt has been made to ensure the accuracy of the information contained herein, Liberty cannot be held responsible for any errors that may be represented.
You are requested to consult your own accredited financial adviser prior to making any decisions of a financial nature.
Investment performance is generally shown gross of asset management fees, but in certain instances it is shown net of these fees. Performance also includes bonuses proportional for the period under considerations, and makes allowance for implicit charges, where applicable. Performance will depend on the growth in the underlying assets within the portfolio, which will be influenced by inflation levels in the economy and prevailing market conditions. Past performance cannot be relied on as an indication of future performance. Unless stated otherwise, returns can be negative as well as positive. Expected return is after the deduction of tax but before any Liberty charges and fees.
No adjustment has been made to the risk profile for the guaranteed version of the portfolio.
Liberty may, from time to time, conduct securities lending activities on the assets in this portfolio. All of the risks in respect of these activities will be for Liberty’s shareholders and will not negatively impact on the returns provided to its policyholders.
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Contact details

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