

Kagiso Top 40 Tracker Fund

March 2019



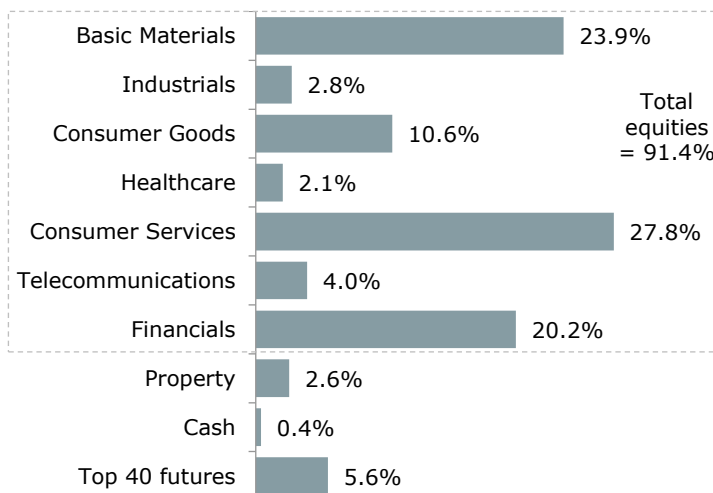
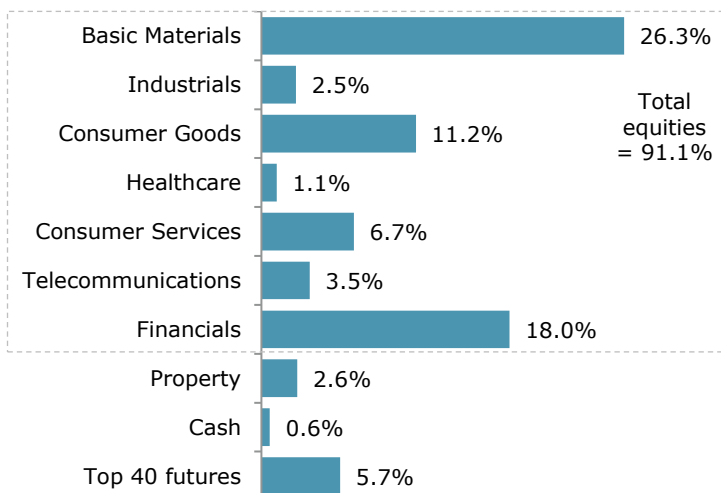
Date of issue: 29 April 2019

This fund aims to be fully invested in the entire stock selection of the JSE/FTSE Top 40 Index.

Quarter ended March 2019

Quarter ended December 2018

Asset and sector allocation



Top 10 equity holdings

Naspers	21.8%
BHP Billiton	11.1%
Richemont	8.2%
Anglo American	5.9%
Sasol	3.9%
FirstRand/RMB	3.8%
Standard Bank	3.6%
MTN	2.5%
Mondi	2.4%
British American Tobacco	2.3%
Total	65.5%

Naspers	20.3%
BHP Group	10.4%
Richemont	7.9%
Anglo American	5.2%
FirstRand/RMB	4.4%
Sasol	3.9%
Standard Bank	3.8%
MTN	2.6%
Mondi	2.4%
Sanlam	2.3%
Total	63.2%

Fund size R62.69 million
NAV 6 587.17 cpu
Number of participatory interests 951,693

Income distributions
 31 December 2018 94.34 cpu
 30 June 2018 86.16 cpu

Key indicators

Equity markets (total return)	Quarterly change
MSCI World Index (USD)	12.5%
MSCI Emerging Market Equity (US Dollar return)	9.9%
FTSE/JSE All Share Index	8.0%
FTSE/JSE Resources Index	16.2%
FTSE/JSE Financials Index	-0.4%
FTSE/JSE Industrials Index	8.8%
Commodities and currency	Quarterly change
Platinum (\$/oz)	6.8%
Gold (\$/oz)	0.8%
Brent Crude (\$/barrel)	27.0%
Rand/US Dollar (USD)	0.8%

Policy objective The fund adhered to the policy objective as stated in the Supplemental Deed

Additional information Please read this quarterly investment report in conjunction with the minimum disclosure document for the fund

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Key central banks are signaling a more accommodative monetary policy and actions announced thus far with respect to US trade tariffs are continuing to have an impact on trade activity, dampening business confidence.

Above trend growth for the US economy is continuing this year, but fiscal stimulus support has begun to taper off. In Europe and Japan, growth has decelerated, primarily due to weaker export related activity, particularly related to China.

There is more divergence in growth rates amongst emerging economies based on relative fundamentals. Fairly strong growth is expected in Poland, Brazil, India and Emerging Asia, with positive inflation and interest rate outlooks (at current oil prices). Laggards, Argentina, Turkey (contracting) and South Africa (very low growth), remain.

From a performance perspective, global markets rebounded strongly this quarter (up 12.6% in dollar terms) erasing most of last quarter's losses with the USA (up 13.6%), the UK (up 11.6%) and France (up 11.1%) outperforming. Emerging markets (up 10.0% in dollar terms) were generally strong, particularly China (up 17.7%).

Locally, the equity market was positive this quarter (up 8.0%) with resources (up 16.2%) outperforming - platinum miners and general miners were strong (up 49.7% and 22.4% respectively). Standout positive performers included Impala Platinum (up 66.3%) and Northam Platinum (up 46.8%).

Industrials were up 8.8%, with heavyweights British American Tobacco (up 27.4%), Naspers (up 15.2%) and Richemont (up 11.8 %) contributing positively. Retailers, (Massmart down 23.2%, Mr. Price down 22% and Truworths down 21.2%), underperformed. Aspen (down 31.0%) was also particularly weak.

Financials (down 0.5%) underperformed - JSE Ltd, Nedbank and Sanlam were weak (down 20.2%, 8.5% and 7.6% respectively), while Quilter (up 25.1%) and Capitec (up 20.8%) outperformed.

After fees and trading costs, the fund performed marginally below its benchmark, the FTSE/JSE Top 40 Index, which closed the quarter up 8.5%.