AF Enhanced Income Class D

Medium term | Income focus | Multi asset

Objective
Earn a higher level of income than portfolios restricted to a duration of less than two years, while still providing some capital protection. There will be some ability for the portfolio to experience capital gains, primarily through exposure to equity and property. This will be limited, as the aim is generally to ensure capital protection. The portfolio will have a more flexible maturity profile and not be restricted to a two-year average maturity limit.

Approach
Actively managed income-focused portfolio investing primarily in interest bearing assets.

Features
Invests in bonds, money market instruments and other income-generating securities.

Benchmark
110% Short-term Fixed Interest Composite Index

Asisa portfolio classification
South African - Multi Asset - Income

Inception date: **August 2020**

Size: **R 2.3 billion**

Risk profile: Low | **Low - Moderate** | Moderate | Moderate - High | High

Minimum lumpsum **R30 000**

Minimum debit amount **R500 per month**

Portfolio valuation **Daily at 18:00**

Transaction cut-off times **Before 13:00 on pricing date, otherwise next pricing date will apply**

Asset allocation



Property	2.8%
Bonds	83.7%
Cash	13.5%

The portfolio has a flexible maturity profile rather than a defined modified-duration limit, which aims to protect capital when bond markets are weak.

South Africa			**95.9%**
Cash	**12.6%**	**Bonds**	**80.6%**
• 0 - 3 Months	2.8%	• 0 - 3 Months	3.6%
• 3 - 6 Months	2.3%	• 3 - 6 Months	0.8%
• 6 - 12 Months	1.8%	• 6 - 12 Months	1.6%
• 1 - 3 Years	4.7%	• 1 - 3 Years	18.3%
• 3 - 7 Years	0.9%	• 3 - 7 Years	36.8%
• 12+ Years	0.2%	• 7 - 12 Years	17.2%
		• 12+ Years	2.3%
Property			**2.8%**
Africa			**0.1%**
Rest of the world	**4.0%**		
Bonds	**3.1%**		
Cash	**0.8%**		
Property	**0.1%**		

Top 5 country allocations	0.1%
United Kingdom	0.1%
Germany	0.0%
United States	0.0%

*Due to rounding percentages may not add up to 100%

Portfolio composition



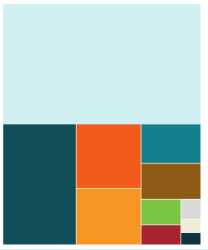
Specialist asset managers are employed to add value through active asset allocation by overweighting and underweighting the asset classes and through the active security selection within each asset class.

Each asset manager brings a unique approach to help balance risk, capture opportunities and improve consistency across market cycles.

Coronation	30.3%
Abax	25.3%
Terebinth	23.6%
Visio	22.5%
Cash	-1.6%

Top 10 local fixed interest issuers

79.0% of portfolio

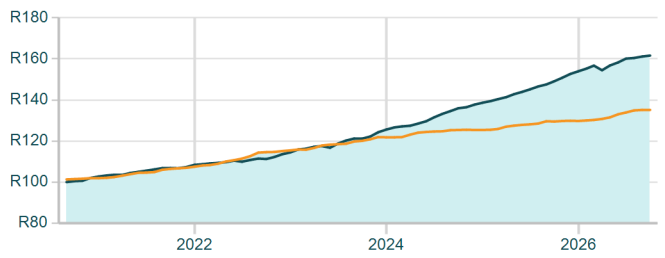


SOUTH AFRICA (REPUBLIC OF)	29.3%
STANDARD BANK OF SOUTH AFRICA	13.6%
ABSA GROUP LIMITED	12.1%
NEDBANK GROUP LTD	7.7%
FIRSTRAND BANK LIMITED	7.1%
TRANSNET SOC LIMITED	3.4%
INVESTEC BANK LIMITED	2.7%
NORTHAM PLATINUM LTD	1.3%
GROWTHPOINT PROPERTIES LTD	0.9%
MTN GROUP LIMITED	0.8%

Portfolio returns

	Portfolio	Benchmark
Inception	8.1%	7.1%
5 years	8.6%	7.8%
3 years	10.1%	8.6%
1 year	8.4%	7.7%
Year to date	5.0%	5.6%
3 months	0.9%	1.9%
1 month	0.3%	0.6%

Cumulative performance of R100 investment since inception



Portfolio
Today's value since inception **R 161.65**

Headline Inflation
Today's value since inception **R 135.16**

Credit risk	
Aaa+ to a-	76.3%
Government/ government guaranteed	30.6%
Clns	11.5%
F1+	7.1%
No rating	2.0%
Cash	1.8%
Bbb+ to b-	0.7%
Unclassified	0.0%
Ccc+ to c-	0.0%
% of total portfolio	**130.1%**

Complex instrument exposure	
Republic of south africa	22.0%
Nepi	0.2%
Itraxx europe crossover series 45	0.2%
Transnet soc limited	0.2%
Itraxx europe main series 45 version 1	0.2%
The bidvest group limited	0.1%
Prosus	0.0%
Cdx ig	0.0%
Mas	0.0%
% of total portfolio	**23.0%**

Fund Statistics

Weighted average term to maturity	4.2 Years
Modified duration	2.1 Years
Modified duration (ex inflation linked bonds)	1.9 Years
Annualised deviation - portfolio (over 3 Years)	1.76%
Annualised deviation - benchmark (over 3 Years)	0.23%
Highest annual return - portfolio (over 1 Year)	12.57%
Highest annual return - benchmark (over 1 Year)	8.47%
Lowest annualised return - portfolio (over 1 Year)	9.30%
Lowest annual return - benchmark (over 1 Year)	7.67%

Effective exposure risk	
Government	39.5%
Banks senior debt	16.8%
Banks and insurers: ncds & deposits	16.7%
Other corporate	9.9%
Cash	5.4%
Reits: equity and debt	3.6%
Banks:subordinated debt <12m>	1.8%
Complex instruments	1.5%
Banks :subordinated >12m	0.9%
Foreign bonds	0.4%
Insurers	0.2%
State owned enterprises	0.0%
% of total portfolio	**96.9%**

Unlisted instrument exposure	
Unlisted instrument	0.0%
% of total portfolio	**0.0%**

Currency Risk	Gross	Net
AUSTRALIAN DOLLAR	0.0%	0.3%
COLOMBIAN PESO	0.2%	0.3%
EURO	0.0%	0.1%
MEXICAN PESO	0.1%	0.1%
POUND STERLING	0.2%	0.5%
SOUTH AFRICAN RAND	75.4%	67.9%
UNITED STATES DOLLAR	1.1%	1.0%
% of total portfolio	**77.1%**	**70.1%**

Total investment charges

Period (Annualised, rolling three-year period): 01 Sep 2023 to 31 Aug 2026

Total expense ratio (TER) The annual cost of managing and administering the fund.	**0.81%**
Average annual service charge (incl VAT)	0.80%
Underlying manager performance fee expense	0.00%
Underlying global manager expense	0.00%
Underlying fund expense	0.00%
Other expenses	0.00%
Transaction costs (TC) The cost of trading the fund's assets.	**0.01%**
Total investment charges (TER + TC) The full internal cost of being invested.	**0.81%**

Total expense ratio (TER):
The percentage of the value of the portfolio that was incurred as expenses relating to the administration (charges, levies and fees) of the portfolio. TER is calculated over a rolling three-year period (or since inception where applicable) and annualised to the most recently completed month. 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 TERs.

Transaction Cost (TC):
The percentage of the value of the portfolio that was incurred as costs relating to the buying and selling of the assets underlying the portfolio. TCs are a necessary cost in administering the portfolio and impacts returns. It should not be considered 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. Calculations are based on actual data where possible and best estimates where actual data is not available.

Total investment charges (TIC):
This percentage of the portfolio was incurred as costs relating to the investment of the portfolio. It is the sum of the TER and TC.

Income distribution

Date	Interest	Dividend
September 2026	**4.51**	**0.04**
June 2026	**4.05**	**0.08**
March 2026	**4.12**	**0.07**
December 2025	**4.24**	**0.11**

* Declared on the last working day of March, June, September and December, paid within six weeks of declaration date

Notes

- **Portfolio inception date:** The portfolio inception date is 06 August 2008.
- **Advice fees:** An initial fee of up to 3.45% (including VAT) may be charged by your financial adviser, as well as an ongoing annual fee of up 1.15% (including VAT). These fees may be negotiated between yourself and your adviser.
- **Benchmarks:** All benchmarks based on the ASISA standard series reflect proxy benchmark returns as the signed off Morningstar benchmarks are not available at the date of publication.
- **Class:** The most expensive class for this portfolio is the A Class (inception date: September 2009).
- **Rounding:** Figures in this report may not add up to 100%, due to rounding of decimals.

Disclaimer

Collective investment schemes are generally medium- to long-term investments. The value of participatory interests (units) or the investment may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending (i.e. borrowing and lending of assets). The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. The ability of portfolio to repurchase is dependent upon the liquidity of the securities and cash of the portfolio. The manager may suspend repurchases for a period, subject to regulatory approval, to await liquidity, and the manager must keep the investors informed about these circumstances. The manager does not provide any guarantee, either with respect to the capital or the return of a portfolio. Different classes of participatory interests apply to these portfolios and are subject to different fees and charges. A schedule of all fees and charges, inclusive of VAT and maximum commissions, is available on request from the manager or from your financial adviser. Forward pricing is used. Any forecast and/or commentary in this document are not guaranteed to occur. This information is not advice, as defined in FAIS. Please be advised that there may be supervised representatives. Click here for the full set of disclosure statements.

Responsible parties

CIS manager — **Alexander Forbes Investments Unit Trusts Limited**

Alexander Forbes Investments Unit Trusts Limited, registered as a manager of collective investment schemes in terms of the Collective Investment Schemes Control Act, registration number 2001/015776/06.
Through Alexander Forbes Limited, is a member of the Association for Savings and Investment South Africa.

Investment manager — **Alexander Forbes Investments Limited**

Alexander Forbes Investments Limited, authorized as a discretionary Financial Services Provider (FSP711), in terms of section 8 of the Financial Advisory and Intermediary Services Act.

Trustee — **FirstRand Bank Limited**

FirstRand Bank Limited, acting through RMB Trustee Services, registration number 1929/001225/06, registered as a trustee of collective investment schemes, in terms of the Collective Investment Schemes Control Act.

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