

**FUND OBJECTIVE**

The AMC aims to provide long-term capital growth using a global top-down thematic approach. Investments are identified based on their ability to advance technological innovation and change consumer behaviour.

**INVESTOR SUITABILITY**

The AMC is suitable for retail and institutional investors seeking higher long-term returns while being able to endure periods of elevated volatility. It is not suitable for investors seeking capital preservation or those with a short timeframe. An investment horizon of 5+ years is recommended.



ANNUALISED RETURNS (NET OF FEES)		
	HIGH STREET	BENCHMARK
Since inception (CAGR)	AVAILABLE OCTOBER 2024	
5 years		
3 years		
1 year		
Highest rolling 1-year return		
Lowest rolling 1-year return		

**TOP 10 HOLDINGS**

Advanced Micro Devices	Meta Platforms
Alphabet	Microsoft
Amazon	NVIDIA
ASML	Palo Alto
CrowdStrike	Zscaler

**ASSET ALLOCATION**



**CURRENCY ALLOCATION**



**ILLUSTRATIVE PERFORMANCE (NET OF FEES)\***



**PRODUCT DETAILS**

**Investment Manager**  
High Street Asset Management (Pty) Ltd (FSP No: 45210)

**Note Provider**  
The Standard Bank of South Africa Limited

**Product Classification**  
Actively Managed Certificate

**Base Currency**  
ZAR

**ISIN**  
ZAE000327896

**Inception Date**  
2 October 2023

**Notes in Issue per Month End**  
1 157

**Note Price (NAV) at Month End**  
R1 375.33

**Product NAV**  
R1 591 257

**Fees**  
TER: 1.1%

**Minimum Investment**  
R1 375.33

**Bid-Offer Spread (Indicative)**  
0.5%

**Income Distribution**  
None

**Recommended Time Horizon**  
5+ years

\*The investment performance is for illustrative purposes only. The investment performance is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown and income is reinvested on the reinvestment date.

**FEES AS OF 1 November 2023**

**Initial/Exit Fee**

None

**Annual Management Fee**

0.75%

**Annual Performance Fee**

None

**Administrative Fee (Standard Bank)**

0.35%

**Total Expense Ratio (TER)**

1.1%

**Brokerage cost**

0.15%

RISK METRICS*		
	HIGH STREET	BENCHMARK
Annualised Std. Deviation	N/A	N/A
Sharpe Ratio		
Downside Sortino Ratio		
Maximum Drawdown		
Time to Recover (months)		
Positive Months		
Tracking Error		
Information Ratio		

\*Available after 1-year performance (October 2024)

**PRODUCT COMMENTARY**

February marked a significant milestone for equity markets, as a positive performance by all sectors drove the Nasdaq Composite, S&P 500, and Dow Jones Industrial Average to all-time highs. The Product posted another strong month, returning 7.5% against a benchmark return of 7.4%. Impressive earnings numbers continued to drive Product outperformance, with key releases across Cyber Security, Data Processing, and Software-as-a-Service strongly beating expectations.

The 2023 Q4 earnings season has largely concluded, with 95% of S&P 500 companies having reported by month-end. According to Nasdaq, large cap companies continued to lead, growing earnings by 4% as 73% surpassed analyst expectations. This contrasted with the ongoing challenges faced by small caps, which hold more floating rate debt and so experience significantly more margin pressure due to rising interest rates. Their earnings recession is set to continue for the sixth straight quarter, as 7 of 11 sectors posted negative results. However, with its greater exposure to large caps, Wealth Warriors remains more insulated from these challenges. Some key highlights for the Fund's holdings in February listed below:

- In the most hotly anticipated earnings release of the season, chip giant Nvidia posted numbers that did not disappoint. Revenue grew 265% y/y, driven primarily by their data centre business which surged 409% from a year ago. Demand for their cutting-edge "accelerated" GPUs doesn't seem to be slowing, and management guidance for next quarter was 10% higher than analysts' lofty expectations.
- Data analytics company Palantir rose 56% during the month after posting results that were significantly stronger than expectations. Alongside an improved free cash flow profile, a particular highlight was evidence of further progress in expanding their commercial business, with US commercial revenue increasing 70% y/y.
- Meta Platforms jumped 15% after their results highlighted the impacts of CEO Mark Zuckerberg's "Year of Efficiency". The company's cost-cutting drive meant that operating income nearly doubled from last year. This improved profitability profile prompted the company to declare a \$50bn share buyback and initiate a dividend for the first time in the company's history.
- Cybersecurity company Cloudflare also had a strong month, rising 25% after it reported strong results and raised full-year guidance. As cyber attacks continue to grow in both frequency and severity Cloudflare has seen a strong uptake in demand, with the number of customers increasing 34% last quarter alone.

As we look ahead to March, inflation remains one of the largest concerns for markets due to its significance in determining the future path of interest rates. Data released in February indicates that price increases remain persistent, with annualised CPI of 3.1% for January coming in above expectations of 2.9%. These data give Federal Reserve officials motive to maintain their hawkish tone, hurting market confidence of a rate cut by June. However, looking beyond the macro, it is refreshing to see the Products' holdings continue to operate well and increase their earnings, which is ultimately the long-term driver of share price growth.



Ross Beckley, CFA  
Portfolio Manager



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CFA Lead Analyst

**DISCLAIMER**

This AMC is issued by Standard Bank. As a result investors in this product are exposed to Standard Bank credit risk.

Source for all data is Bloomberg Finance L.P. All performance is presented net of fees.

Periods greater than 1 year reflect an annualised performance figure (see regulatory statement for definition).

Performance is based on daily recurring investment. No income distributions are made – all investment income is re-invested.

Performance is based on monthly closing NAV figures.

Past performance is not indicative of future performance.

Actual annual figures are available upon request.

**WHY IS THIS PRODUCT IN CATEGORY 6?**

- It is based on historical data and thus may not be a reliable indication of the future risk profile of the Product.
- The indicated risk category is not guaranteed to remain unchanged and may shift over time.
- The indicator is designed to help investors understand the uncertainties both for loss and for growth that may affect their investment. In this context, the lowest category does not mean a “risk free” investment.
- The Product is classified in this category indicated above due to the past behavior of its target asset mix.
- The Product does not provide its investors with any guarantee on performance, nor on the monies invested in it.

In addition to the risk captured by the indicator, the overall Product value may be considerably affected by:

**Currency Risk** – the Product may be exposed to currency risk in relation to the valuation of assets held in currencies other than ZAR.

**Market Risk** – the Product invests in shares of companies, and the value of these shares can be negatively affected by changes in the company or its industry or the economy in which it operates.

Additionally, the Product’s fixed income investments may be exposed to the following risks:

**Credit Risk** – the risk that a borrower will not honour its obligations and this will result in losses for the investor.

**Liquidity Risk** – the risk stemming from the lack of marketability of an investment that cannot be bought or sold quickly enough to prevent or minimise a loss.

**Interest Rate Risk** – the Product will, when valuations warrant, buy assets with long maturity dates. In the event of rising interest rates the purchase of these assets can result in capital losses.

**PRODUCT ADVISOR****HIGH STREET ASSET MANAGEMENT (PTY) LTD**

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**DISCLOSURE ON PRICING PLACING DOCUMENT OR PRICING SUPPLEMENT**

The placing document or pricing supplement includes the detailed information pertaining to this AMC and investors must ensure that the factsheet is read in conjunction with the placing document or pricing supplement.