

## Important Notice

Please note that the detailed information on AMC001 is contained in the Pricing Supplement of AMC001 which must be read together with the Structured Notes Programme Memorandum of The Standard Bank of South Africa Limited dated 26 January 2021. Holders of the AMC001 certificates must read this Monthly Fact Sheet together with the Pricing Supplement for AMC001 as well as the Programme Memorandum.

## Investment Objective of Manager

The objective of the Reference Portfolio Manager with this AMC is to achieve long-term real capital growth in the value of Reference Components, denominated in South Africa Rand. The Reference Portfolio Manager seeks to deliver returns equal to or higher than STeFI call +6% over any rolling 12-month period. The Reference Portfolio Manager aims to produce active alpha by exploiting market inefficiencies regardless of direction.

## Investment Strategy of Manager

The Reference Portfolio Manager targets positive returns in all market conditions. This is done by carefully selecting a range of strategies that target positive returns in all markets. The strategies are selected after thorough quantitative research and are constructed to complement one another. Performance of the various strategies will vary in different market conditions, with the combined portfolio benefitting from reduced volatility.

## Features of this AMC

The AMC typically will have a moderate to high equity exposure and will have exposure to offshore markets which may result in capital volatility over the short term.

## Specific Risks to consider

**Derivatives risk:** The use of Listed Derivative Instruments could increase overall risk by magnifying the effect of both gains and losses in the Reference Portfolio. As such, large changes in value and potentially large financial losses could result. **Property risk:** Reference Components linked to real estate 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.

## Key facts

**Reference Portfolio Manager: Absa Alternative Asset Management (Pty) Ltd**

**Issue date of this AMC: 20 December 2022**

**Listing status: Inward Listed**

**Current RPV of this AMC: ZAR52.01 Million**

**Price per AMC: ZAR1017,44**

**Current Bid/Offer Spread: 1% both ways**

**Number of AMCs in issue: 58,478**

**Income distribution: No distributions – reinvestment mandate applicable**

**ISIN: ZAE000316634**

**JSE Code: AMC001**

Net Returns	AMC	STeFI Composite
<b>Cumulative</b>	1.50	5.84
<b>Since inception</b>	1.50	5.84
<b>Annualised</b>	2.01	7.86
<b>Since inception</b>	2.01	7.86
<b>Latest 3 year</b>	N/A	N/A
<b>Latest 1 year</b>	N/A	N/A
<b>Year to date</b>	1.50	5.84

Net Returns	AMC	STeFI Composite
<b>Maximum cumulative drawdown</b>	-1.75	N/A
<b>% of positive months</b>	3	9

## Risk profile of this AMC

This AMC has a moderate to high exposure to the local equity market, which may result in capital volatility over the short term.

## Net returns (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2022													
2023	3.73	-0.29	-1.75	1.10	-1.04	-1.01	3.31	-1.50	-0.88				1.50

## Asset Allocation

	SA %	Foreign %
Net equity	18.07	
Net fixed income		
Net real estate		
Money and Money equivalents, Interest Bearing and other		
Gross exposure (%)	18.07	

## Charges

### Costs for investing in this AMC (Excl. VAT)

#### Service Charge

AMC Reference Portfolio Manager fee 50 basis points p.a.

Administration fee: 25 basis points p.a.

Total Service Charge 75 basis points p.a.

## Total Expense Ratio (TER)

Total Expense Ratio (as contemplated in Board Notice 52) determined on the date before the publication of this Monthly Fact Sheet is: 0.594%

## Regional disclosure

100%	RSA
0%	US
0%	EU
0%	AUS
0%	CAN

## Top 10 Reference Components

	% of Exposure
Naspers Ltd	1.43%
Gold Fields Ltd	1.05%
Investec PLC	1.05%
Harmony Gold Mining Co Ltd	1.05%
Discovery Ltd	1.05%
Anheuser-Busch InBev SA/NV	1.05%
Old Mutual Ltd	1.05%
NEPI Rockcastle NV	1.05%
Mondi PLC	1.05%
Bid Corp Ltd	1.05%

## Counterparty Exposure of the Reference Portfolio

See Counterparty Exposure in the Table of Top 10 holdings above. The Reference Portfolio has no single Counterparty Exposure which exposes the Reference Portfolio to counterparty risk higher than that permitted by Board Notice 52.

## Monthly risk reporting for the month ended May 2023

### Sources of Leverage:

The AMC Services Provider is The Standard Bank of South Africa Limited. The Reference Portfolio Manager of this AMC may achieved its leveraged positions through the short selling of Reference Components by the AMC Services Provider, as well as the utilisation of listed derivative instruments as Reference Components. Refer below for the month end leverage value.

### Exposure Limits:

Gross exposure is the measure of leverage, with the limit set at 2 times Reference Portfolio Value (RPV) as stipulated in the Pricing Supplement of this AMC.

Peak gross exposure during reporting period: 1.55

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Gross exposure at month end: 1.55

#### **Re-use of assets:**

No re-use of assets is permitted.

#### **Methodology of stress testing:**

The methodology for stress testing is based on a Value-at Risk methodology or the Commitment Approach methodology as defined and contemplated in Board Notice 52. The Reference Portfolio Manager and the Issuer use an external risk data service provider, Prescient Fund Services Proprietary Limited who has the capabilities to stress test portfolio information by using the Value-at Risk methodology or the Commitment Approach methodology. Various stressed environments have been created and their impact assessed on the Reference Components of the Reference Portfolio of this AMC.

#### **Changes to the liquidity risk profile of the AMC :**

There were no significant changes to the liquidity risk profile of the Reference Components of the Reference Portfolio of this AMC.

#### **Contact information:**

**Issuer: The Standard Bank South Africa Limited**

**Reference Portfolio Manager: Absa Alternative Asset Management (Pty) Ltd**

[nafeesh@sanlaminvestments.com](mailto:nafeesh@sanlaminvestments.com)

### **Risk warning**

The risks associated with acquiring this AMC as an investment include but are not limited to the following: (a) general financial market risks (such as general movements in interest rates and external factors like war, natural disasters, pandemics, and similar factors) (b) changes to the law and regulatory frameworks, (c) changes to governmental policy, (d) global, regional or national economic developments and risks related to a specific Reference Component (such as the possibility of credit rating being downgraded).

The Reference Portfolio Manager of this AMC may use leverage. Leverage is created by the short selling of Reference Components and the use of listed derivative instruments included in the Reference Portfolio as Reference Components. Other risks include the credit risk of the issuers of the Reference Components, the market risk of those Reference Components and liquidity risk. The Reference Portfolio Manager may take significant exposures in individual positions which may create concentration risk. The credit risk of the issuers of the Reference Components is the risk that an issuer of a Reference Component may become insolvent or may not perform its obligations, depending on the nature of the Reference Component. Liquidity risk means that during volatile periods, the tradability of certain instruments may

be impeded. Where the Reference Portfolio Manager includes offshore or foreign Reference Components in the Reference Portfolio of this AMC there may be potential constraints on liquidity and the repatriation of currency, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks and potential limitations on the availability of market information.

## Calculation of the Reference Portfolio Value (RPV) and price

The value of the AMC is calculated on the net asset values of the Reference Components in the Reference Portfolio of the AMC. The Reference Portfolio Value (RPV) is the total value of all Reference Components in the Reference Portfolio of the AMC including any income accruals and less any permissible deductions, which may include fees, brokerage, service fees, securities transfer tax and bank charges. The price of a certificate is calculated by dividing the RPV by the number of certificates which have been bought by holders of the AMC. The price of the certificates is published monthly in this Monthly Fact Sheet, which is available at:

[www.warrants.standardbank.co.za/proxy/warrants/WarrantsAMCPricing.asp](http://www.warrants.standardbank.co.za/proxy/warrants/WarrantsAMCPricing.asp)

However, on every exchange business day the Market Maker appointed by the Issuer of the AMC will make a market for the purchasing of new certificates and the redemption of certificates held by existing holders of the AMC.

## Investment performance

The performance calculated and shown is that of this AMC. Performance has been calculated using net RPV to RPV numbers with income reinvested. The investment performance for each period shown reflects the net return for holders of the AMC who have held this AMC for that period. The investment performance applicable to a specific holder of the AMC may differ because of the date of acquiring the AMC, the date of reinvestment of distributions and/or distribution dates, and if applicable any dividend withholding tax. Where periods of longer than 1 year are used in calculating past performance, certain figures may be annualised. Annualised performance is the average return per year over the period. Annual figures and investment performance calculations are available on request from the Reference Portfolio Manager.

## Performance fees

There are no performance fees charged in the AMC

## Disclosure in respect of named Reference Portfolios

This AMC references a named Reference Portfolio other than the name of the Issuer of this AMC. The named Reference Portfolio bears the name of the Reference Portfolio Manager. The Reference Portfolio Manager retains full legal responsibility for the use of its name in the Reference Portfolio name.]

## AMC valuation time

This AMC is valued daily at 08:30, 12:00, and 15:30. However, the values of the Offshore Reference Components may not be accurate due to the differences in the time zones between the Republic of South Africa and the different jurisdictions in respect of which Offshore Reference Components have been acquired.

## Transaction cut-off times

Prospective holders and existing holders of this AMC must contact the Market Maker to establish the cut-off times for acquiring or redeeming this AMC, respectively.

## Contact details

**Manager: Absa Alternative Asset Management (Pty) Ltd**

**Custodian**

**AMC Manager**

## Additional information

### FTSE/JSE Indices

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### Limitation of liability

This Monthly Fact Sheet has been compiled for information purposes only and does not consider the needs or circumstances of any person or constitute advice of any kind to any person. It is not an offer to sell certificates of this AMC or an invitation to acquire certificates in this AMC. The information and opinions in this Monthly Fact Sheet have been recorded by the Reference Portfolio Manager in good faith from sources believed to be reliable, but no representation or warranty, express or implied, is made as to the accuracy, completeness, or correctness of such information. Neither The Standard Bank of South Africa Limited nor the Reference Portfolio Manager accepts any liability whatsoever for any direct, indirect, or consequential loss arising from the use of this Monthly Fact Sheet or its contents.