

Managed Global Balanced (USD)

As of 2019/03/31

INVESTMENT OBJECTIVE

The balanced portfolio is managed to provide investors with moderate US\$ capital growth. The portfolio aims to beat a composite benchmark of 65% equities (MSCI ACWI) and 35% fixed income (Barclays Global Aggregate) using a blend of both active and passive funds. The portfolio may be suitable for an investor concerned with capital security, but willing to take some risk to achieve capital growth over the longer term.

PORTFOLIO DETAILS

Benchmark	65% MSCI ACWI / 35% Barclays Global Aggregate
Maximum Equity	75%
Inception Date	1 November 2015
Total Investment Charge**	0.58
Discretionary Management fee	0.20
Platform Availability	Investec Global Select Glacier International Momentum Wealth International

TRAILING RETURNS

	YTD	1 Year	3 Years	5 Years
Managed Global Balanced	7.54	-0.89	8.03	5.02
Custom Benchmark	8.68	1.95	7.57	4.70
MSCI ACWI	12.18	2.60	10.67	6.45

MONTHLY RETURNS %

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2019	5.4	1.1	0.9										
2018	3.9	-2.4	-1.4	0.2	-0.6	-0.8	1.5	-0.7	0.4	-5.1	1.1	-3.8	-7.9
2017	3.0	2.1	1.3	1.6	1.8	0.6	2.1	0.5	1.4	1.7	1.1	1.4	20.2
2016	-5.4	-0.7	6.3	0.5	0.4	-0.4	3.7	1.1	0.5	-1.0	0.1	1.1	5.8
2015	-0.1	3.3	-0.6	2.1	0.3	-2.1	0.0	-5.0	-3.3	5.7	-0.5	-1.4	-1.9
2014	-2.1	3.9	0.1	0.2	2.2	1.6	-0.2	2.0	-2.9	1.0	0.9	-1.4	5.3

RISK STATISTICS

Time Period: 2014/04/01 to 2019/03/31

	Global Balanced	Custom Benchmark
Max Drawdown	-12.33	-10.01
# of Periods	9.00	11.00
Recovery # of Periods	11.00	
% Positive Months	63.33	63.33
Best Quarter	7.54	8.68
Worst Quarter	-8.11	-7.87
Annualised Return	5.02	4.70

UNDERLYING FUND MANAGERS

Equity

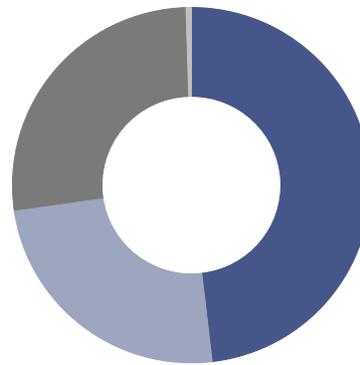
BlackRock
Satrix
Investec Asset Management
Fidelity Investments
Dodge & Cox

Fixed Income

BlackRock
Investec Asset Management
Franklin Templeton
PIMCO

ASSET ALLOCATION

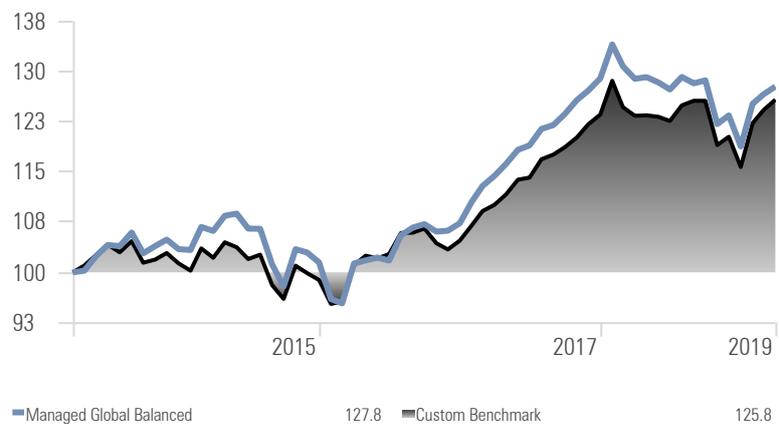
Portfolio Date: 2019/03/31



Asset Class	%
Equity	48.1
Bond	24.6
Cash	26.8
Other	0.5
Total	100.0

INVESTMENT RETURNS

Time Period: 2014/04/01 to 2019/03/31



MORNINGSTAR EQUITY STYLE BOX

Portfolio Date: 2019/03/31

	Value	Blend	Growth	Market Cap	%
Large	25.9	27.6	32.3	Market Cap Giant %	49.4
	4.3	3.7	4.1	Market Cap Large %	35.9
	0.5	0.6	0.8	Market Cap Mid %	12.6
Mid				Market Cap Small %	2.1
Small				Market Cap Micro %	0.0

*Returns are simulated and based on the underlying funds at the initial weightings and are net of published asset manager fees. Returns greater than a year have been annualised.

**Please note: the average weighted cost of the underlying funds is merely an indication as the underlying fund fees may vary from one platform to another. The average weighted cost varies daily as the weightings of the funds vary. The weighted average cost shown is not the same as the Total Investment Charge (TIC). Where applicable, performance fees are included at benchmark. The abovementioned fees exclude Financial Advisor fees, platform fees and VAT. ©2019 Morningstar. All Rights Reserved. The Morningstar name and logo are registered trademarks of Morningstar, Inc. The information, data, analyses, and opinions contained herein (1) include the proprietary information of Morningstar Inc. and its subsidiaries, (2) may not be reproduced, disseminated or disclosed without our prior written approval, (3) do not constitute investment advice offered by Morningstar, (4) are provided solely for informational purposes and therefore are not an offer to buy or sell a security, and (5) are not warranted to be correct, complete, or accurate. Morningstar shall not be responsible for any trading decisions, damages, or other losses resulting from, or related to, this information, data, analyses, or opinions or their use. It is important to note that investments in securities involve risk and will not always be profitable. MIM does not guarantee that the results of its investment decisions or the objectives of the portfolio will be achieved. MIM does not guarantee that negative returns can or will be avoided in any of its portfolios. An investment made in a security may differ substantially from its historical performance and as a result, you may incur a loss. Past performance is not a guide to future returns. Market data and statistical information has been obtained from various sources that we consider to be reliable. However, we make no representation as to, and accept no responsibility or liability whatsoever for, the accuracy or completeness of such information. The Morningstar Investment Management group comprises Morningstar Inc.'s registered entities worldwide, including South Africa. Morningstar Investment Management South Africa (Pty) Ltd is an authorised financial services provider (FSP 45679).

As of 2019/03/31

PORTFOLIO COMMENTARY

Morningstar Global Balanced Portfolio Update

We delivered positive performance for investors in the first quarter, marking a turnaround from the market-induced challenges of 2018. It was a quarter in which a rising tide lifted all boats, with stocks and bonds increasing together. The Portfolio was relatively well positioned for such an outcome, although a slightly protective stance tempered the result. In aggregate, the Portfolio delivered 7.5% for the quarter, taking annual performance to -0.9%.

Underlying this, we remain focused on exposures to parts of the market that are unloved, undervalued, fundamentally secure and diversified. Importantly, it highlights our effort to execute using a sensible and risk-aware approach, which seeks to participate in the upside whilst protecting from the downside.

Asset Allocation

All things considered, our positioning delivered a reasonable result for the quarter. U.S. equities were very strong, which hurt relative performance, however this was offset by strength in many of our other positions. Positive stories in the quarter included U.K. Equities and Emerging Markets.

Across full market cycles, we reiterate our belief that your asset allocation is likely to have the biggest impact on returns. In this regard, our global team remain focused on asset class developments, scanning over 200 markets that can help us deliver on the portfolio objective.

From a conviction standpoint, we have not experienced any material changes to our asset class views. While the noise surrounding Brexit remains a widespread concern, opportunities such as U.K. equities, Japanese equities, U.S. bonds and selected parts of Europe continue to rank well on our strict criteria and are well represented in the Portfolio. To the contrary, we are cautious of expensive parts of the market including U.S. equities, European/Japanese bonds and high yield debt, which are either absent from the Portfolio or lower than normal.

Turning our focus to risk management, we continue to invest in assets that complement each other (the whole should exceed the sum of the parts), ideally exhibiting defensive attributes and stable cashflows. In this sense, we believe the Portfolio is sensibly positioned, with a fundamentally-diversified approach that should help improve total portfolio outcomes in a stressed environment.

Given the backdrop, we remain satisfied that the Portfolio represents our best thinking and should continue to have a constructive impact on outcomes.

Fund Selection

Turning to execution, we continue to focus on value creation (after fees) and risk management when assessing the fund landscape. More specifically, we want to fill portfolios with great managers that complement our asset class positioning and help us deliver excellent outcomes over a full market cycle—with low fees and a focus on risk.

While quarter-on-quarter performance is not our direct focus, we continue to monitor proceedings. In this regard, fund selection was positive over the period, with Investec UK Alpha and Fidelity Emerging Markets outperforming their respective benchmarks over the quarter. Over longer time periods, we maintain our conviction in the underlying managers and are confident that the line-up will help us deliver positive outcomes.

Summary

The Portfolio delivered a positive return over the quarter, unwinding losses from late-2018. Notably, equities and bonds increased together, with a rising tide lifting all boats. In line with our principles, we will continue to apply a fundamentally-diversified approach that seeks to maximise reward for risk over the long term. In this sense, the Portfolio continues to perform within the expected risk/return and drawdown framework and we remain confident in the positioning.