

ASHBURTON PREFERENCE SHARE PORTFOLIO

Fact sheet as at 31 December 2017

Investment objectives & strategy

The portfolio consists of a selection of JSE listed preference shares. It aims to provide investors with an attractive interest rate linked income in the form of dividends. This portfolio is not for investors seeking long term capital growth.

Investor profile

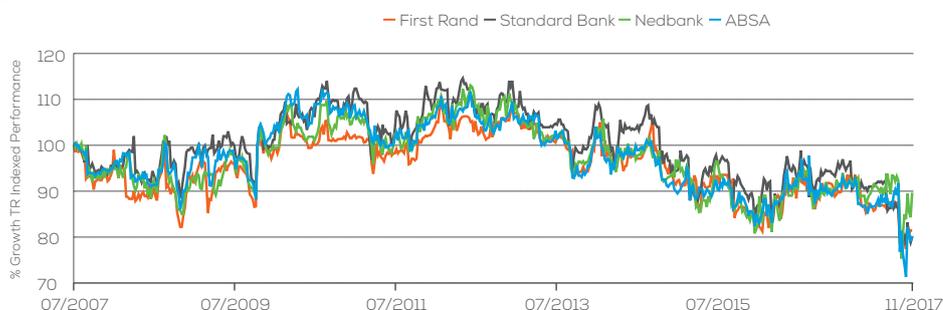
This portfolio is suited to investors:

- who require exposure to listed preference share
- requiring an interest rate linked dividend income
- who are prepared to invest for 3 years or longer

Fund activity

- The preference share benchmark declined by 2.58% in December.
- The portfolio outperformed the benchmark return due to the relatively high weighting in top four banks.
- Absa, Nedbank, FirstRand and Standard Bank preference shares outperformed the benchmark while Steinhoff was the notable underperformer.
- Over the period, we decided to reduce our Steinhoff exposure.

Preference share price movement

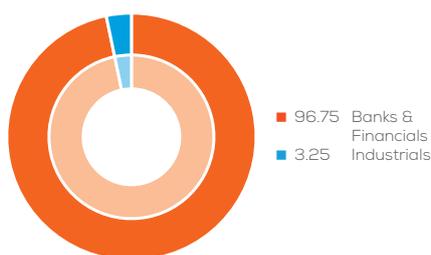


Income distributions are re-invested. Performance is based on a model portfolio which is managed by Ashburton Fund Managers. Performance is calculated net of a portfolio management fee of 0.7% (excluding VAT) and charged on a monthly basis. The composition of the portfolio is periodically reviewed and rebalanced. Varying market conditions, timing of portfolio changes and the level of client discretion may result in some variance between actual and model portfolio performance.

Key information

Dividend yield	Yield
Percentage of prime	105.98
Yield before costs	11.13
Yield after costs	10.43

Sector allocation (%)



Source: Ashburton

Holdings (%)

	Weight	Price	Yield
Absa Bank Ltd Pref	18.86	687.50	10.84
FirstRand Ltd B Pref	18.67	73.50	10.96
Grindrod Ltd Pref	0.85	73.00	13.22
Imperial Holdings Pref	0.92	72.07	12.51
Investec Bank Ltd Pref	6.52	73.50	11.18
Investec Ltd Pref	8.13	80.50	10.93
Nedbank Ltd Pref	19.31	8.30	10.88
Netcare Limited Pref	1.77	73.50	11.88
PSG Financial Serv Pref	2.72	73.15	12.19
Standard Bank Group Pref	21.79	73.15	11.44
Steinhoff Inv Hldgs Pref	0.47	72.70	12.14

South African portfolio management

Key facts

Risk profile



General information

Launch date	1 January 2014
Domicile	South Africa
Reporting currency	ZAR
Investment manager	Ashburton Investments Portfolio Management
Benchmark	N/A
Investment horizon	3 - 7 years
Minimum investment	R3 million

Fee structure (%)

Initial fee	0.00%
Annual management fee	0.7% (excluding VAT)

Contact us

Please speak to your financial advisor or contact us for more information:

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