

# ANCHOR BCI FLEXIBLE INCOME FUND

A CLASS | April 2025

Minimum Disclosure Document | Issued 08 May 2025



NAVIGATING  
CHANGE

## INVESTMENT OBJECTIVE

The **Anchor BCI Flexible Income Fund** is a specialist income-generating portfolio. The investment objective of the portfolio is to achieve a high level of sustainable income and stability of capital invested.

## INVESTMENT PHILOSOPHY

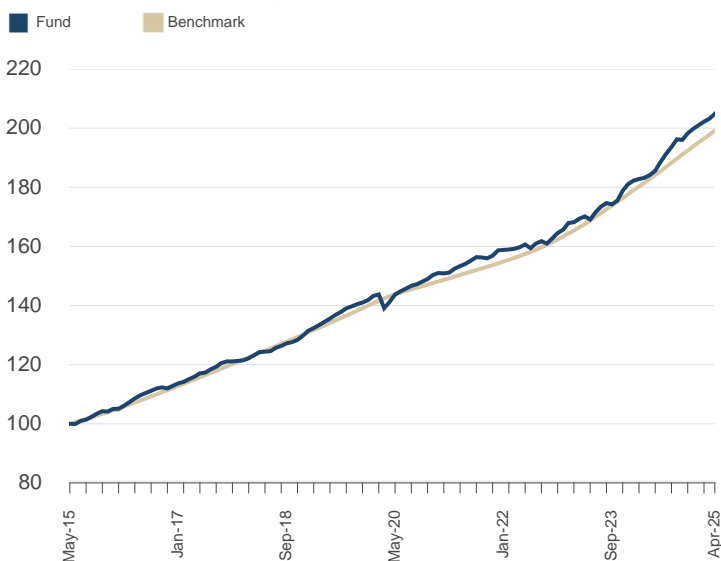
Investments to be acquired for the portfolio may include equity securities, property securities, property related securities, interest-bearing securities, non-equity securities, money-market instruments, preference shares and assets in liquid form. The portfolio may, from time to time, invest in listed and unlisted financial instruments. The manager may only include the following unlisted financial instruments for efficient portfolio-management purposes: forward currency, interest rate and exchange-rate swap transactions. The portfolio will comply with prudential investment guidelines to the extent allowed for by the Act. However, the portfolio's equity exposure may be as high as 10% of the portfolio's net asset value, whilst its property exposure may be as high as 25%.

## MONTHLY RETURNS (%)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2025	0.6	0.6	0.5	0.8									2.5
2024	0.6	0.3	0.2	0.5	0.8	1.6	1.4	1.2	1.3	-0.1	1.1	0.8	10.3
2023	1.4	0.1	0.7	0.4	-0.6	1.5	1.1	0.7	-0.2	0.7	1.9	1.3	9.3
2022	0.1	0.1	0.2	0.3	0.6	-0.8	1.0	0.5	-0.5	1.1	1.1	0.7	4.4
2021	0.4	-0.1	0.2	0.9	0.6	0.5	0.7	0.7	-0.1	-0.2	0.6	1.2	5.5
2020	1.0	0.3	-3.2	1.5	1.8	0.8	0.6	0.7	0.4	0.6	0.6	0.9	6.0
2019	1.3	0.7	0.8	0.8	0.8	0.9	0.7	0.9	0.5	0.5	0.4	0.6	9.3
2018	0.2	0.6	0.9	0.8	0.1	0.1	0.9	0.5	0.7	0.3	0.6	1.1	7.0
2017	0.7	0.5	0.8	0.7	1.0	0.2	0.9	0.7	1.1	0.4	0.0	0.1	7.5
2016	0.9	0.0	1.0	1.1	1.2	1.0	0.7	0.7	0.7	0.3	-0.3	0.8	8.4
2015						-0.1	1.0	0.4	0.9	1.1	0.8	-0.1	4.1

## FUND PERFORMANCE SINCE INCEPTION

Growth of R100 investment (cumulative).



Investment performance is for illustrative purposes only and calculated by taking actual initial fees and ongoing fees into account for the amount shown with income reinvested on reinvestment date.

## FUND INFORMATION

Risk profile: LOW LOW-MOD MOD MOD-HIGH HIGH

Inception Date: 01 Jun 2015  
Benchmark: STeFI Call Deposit Rate +1%

Fund Classification: SA Multi Asset - Income  
Distributions: Quarterly Declaration Date: 31 Mar/30 Jun/30 Sep/31 Dec

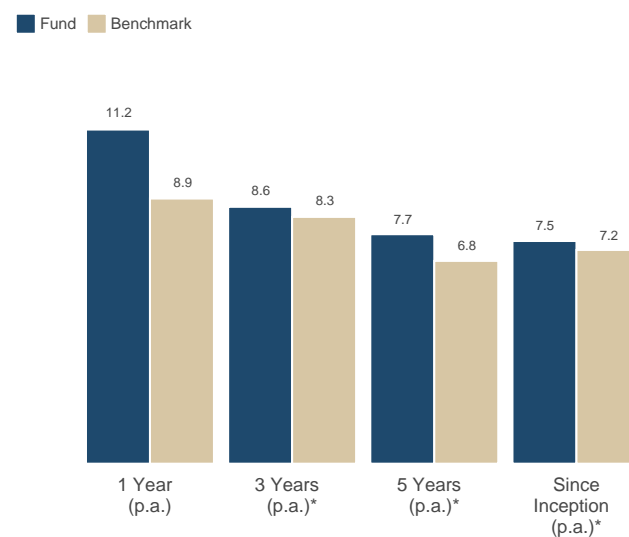
Fees (Incl. VAT):  
Annual Management Fee: 1.15%  
Total Expense Ratio (TER) Dec 24: 1.19% (PY): 1.19%

Portfolio Value: R5289.86 mn  
Unit Price: 108.27 cpu

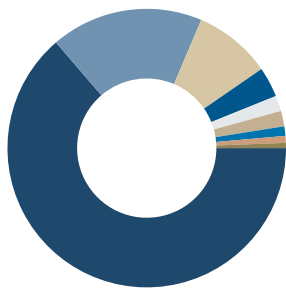
## RISK PROFILE: LOW

- This portfolio has relatively low equity exposure, resulting in relatively low volatility compared to higher risk portfolios.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to default and interest rate risks.
- Therefore, it is suitable for medium-term investment horizons.
- The expected potential long term investment returns are lower over the medium to long term than higher risk portfolios.

## FUND PERFORMANCE AT 30 APR 2025 (%)



\*Annualised return is the weighted average compound growth rate over the period measured.



- Floating Rate Bonds - 63.7
- NCD - 3.5
- Local Cash - 1.1
- Nominal Bonds - 17.7
- Inflation Linked Bonds - 1.8
- Local Property - 0.8
- Offshore Bonds - 9.0
- Funds - 1.8
- Forex - 0.6

FUND MANAGER



Nolan Wapenaar

INFORMATION & DISCLOSURES

ISIN Number ZAE000202917  
 Distributions 2023 (CPU) Jun 1.91; Sep 1.98; Dec 2.03 | 2024 (CPU) Mar 2.01; Jun 2.06; Sep 2.22; Dec 2.01 | 2025 (CPU) Mar 2.04

INVESTMENT MANAGER

Anchor Capital (Pty) Ltd is an authorised Financial Services Provider FSP 39834.  
 • Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website ([www.bcis.co.za](http://www.bcis.co.za))  
 • Valuation takes place daily and prices can be viewed on our website ([www.bcis.co.za](http://www.bcis.co.za)) or in the daily newspaper.  
 • Actual annual percentage figures are available to existing investors on request.  
 • Upon request the Manager will provide the investor with quarterly portfolio investment holdings reports.

SUBSCRIPTIONS

Valuation time 15h00  
 Transaction cut-off time 14h00  
 Payment reference Initials and Surname  
 Minimum investment amount None\*

Please send proof of deposit to fax (011) 263 6152 or e-mail [instructions@bci-transact.co.za](mailto:instructions@bci-transact.co.za)  
 \*Fixed Administration Fee: R15 excluding VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

MANAGEMENT COMPANY INFORMATION

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FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/ managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instance portfolios invest in other portfolios which forms part of the BCI Schemes. These investments will be detailed in this document, as applicable. Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at [www.bcis.co.za](http://www.bcis.co.za). BCI calculates the EAC as per the ASISA standard for a period of 3 years up until the most recent TER reporting period.

DISCLAIMER

Boutique Collective Investments (RF) (Pty) Ltd ("BCI") is part of the Apex Group Ltd. BCI is a registered Manager of the Boutique Collective Investments Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002 and is a full member of the Association for Savings and Investment SA. Collective Investment Schemes in securities are generally medium to long term investments. The value of participatory interests may go up or down and past performance is not necessarily an indication of future performance. The Manager does not guarantee the capital or the return of a portfolio. Collective Investments are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees, charges and maximum commissions is available on request. BCI reserves the right to close the portfolio to new investors and reopen certain portfolios from time to time in order to manage them more efficiently. Performance figures quoted for the portfolio are from Morningstar, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested and do not take any upfront manager's charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax. Investments in foreign securities may include additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information. Should the portfolio invest into another Anchor BCI co-named portfolio, the investing fund will be reimbursed for any net investment management fees incurred by the investment so that there is no additional fee payable to Anchor.

Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is a current yield and is calculated daily. Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of BCI/the Manager's products. Access the BCI Privacy Policy and the BCI Terms and Conditions on the BCI website ([www.bcis.co.za](http://www.bcis.co.za)).



Republic Of South Africa - 2037 Bond	7.6
Republic Of South Africa - 2035 Bond	4.2
The Standard Bank of SA - 2031 Bond	1.9
Nedbank Limited - 2030 Bond	1.9
The Standard Bank of SA - 2029 Bond	1.9
Absa Bank Limited - 2028 Bond	1.8
Absa Group Limited - 2028 Bond	1.8
Absa Bank Limited - 2031 Bond	1.7
Republic Of South Africa - 2031 Bond	1.7
The Standard Bank of SA - 2028 NCD	1.5

FUND MANAGER COMMENTARY AT 30 APR 2025

April was marked by significant volatility, triggered by the Trump administration's announcement of tariffs on several of its trading partners. A baseline tariff of 10% was imposed on several partners, with over 50 countries facing higher, tailored rates. Initially, South African (SA) exports to the US were subjected to a 30% tariff, which was later reduced to 10% after SA was included on a list of countries granted a 90-day pause from higher tariffs as trade war de-escalation signs started to emerge between the US and several trading partners. On the domestic front, the tabling of the government's FY25/FY26 budget will happen again after National Treasury (NT) announced that the initially proposed VAT hike would no longer proceed. This reversal came as the African National Congress (ANC) faced strong opposition to further tax increases to finance budget expenditures. The delay underscores a growing realisation that the ANC's traditional strategies for addressing fiscal deficits—namely, raising taxes or increasing borrowing—have become politically and economically unsustainable. As a result, expenditure cuts now appear to be the most market-friendly and feasible path forward. These developments contributed to substantial market volatility for domestic assets throughout April. The rand vs US dollar exchange rate opened April at R18.31/US\$1, peaked at R19.75/US\$1, and closed the month at R18.60/US\$1. The South African Government Bond (SAGB) yield curve twisted steeper, with long-dated yields rising around 15 bps, while front-end yields declined by around 25 bps. Elevated long-dated yields continue to reflect growing concerns about the country's fiscal sustainability and political stability, while lower front-end yields point to very benign inflation dynamics. Forward Rate Agreements (FRAs) show that the local policy rate is expected to bottom at 6.75%. High levels of local and global political tensions and volatile and elevated US bond yields remain key challenges to the fund's positioning.

FEE DETAILS

	Class A
Initial fees (BCI) (incl. VAT)	0%
Annual Management Fee (incl VAT)	
Class A	1.15%
Performance Fee	None
TER and Transaction Cost (incl VAT)	
Basic	Dec 24: 1.19% (PY): 1.19%
Portfolio Transaction Cost	Dec 24: 0.00% (PY): 0.00%
Total Investment Charge	Dec 24: 1.19% (PY): 1.19%

A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's. Transaction Costs are a necessary cost in administering the Fund and impacts Fund returns. The TIC should not be considered in isolation as returns may be impacted by many other factors including market returns, the type of Fund, the investment decisions of the investment manager and the TER. The TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 31 December 2024, whilst the underlying portfolios ratio and cost calculations are based upon their most recent published figures, being 31 December 2024.

CUSTODIAN / TRUSTEE INFORMATION

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