

FUND PROFILE

The primary objective of the fund is to generate real (after-inflation) wealth for investors at lowest possible cost, with due cognizance of risk and, in particular, secular downside risk. This is achieved by consistently producing real returns and long-term capital growth through maximum exposure to equities (the asset class of choice over the long-term to protect investors against inflation) during bull markets, while minimising exposure to equities in secular bear markets. Although this portfolio aims to limit downside risk over the medium to long term, investors should be able to withstand capital volatility in the short term; the fund may produce negative returns in extreme years, albeit at a lower level than a fund that is only invested in shares. The recommended investment term is three years and longer. The portfolio complies with the statutory investment limits set for retirement funds (Regulation 28).

KEY FEATURES

- Premised on the philosophy that most value is added by asset allocation as opposed to stock selection
- Stock selection is indexed, and asset allocation is actively and aggressively managed
- Coupled with a low-cost focus, this fund aims to achieve superior investment returns through the utilisation of indexed building blocks
- The fund invests in a combination of Gryphon's All-Share Tracker Fund, Money Market Fund, Global Equity Fund as well as off-shore cash and bond/property indexed products
- Funds are allocated based on proprietary quantitative indicators that predict the primary bull/bear market cycles in equities and the South African Rand
- Short-term volatility and secondary market cycles are generally disregarded as they are less predictable, being driven mainly by emotion (fear and greed); their effect on returns is relatively short-lived
- The fund can invest up to 75% in equities
- Maximum foreign exposure limits as permitted by prevailing legislation (currently 30%)
- Multi-asset funds are inclined to be more tax efficient

WHO SHOULD INVEST?

- Investors who have a medium- to long-term investment horizon and require returns in excess of inflation
- Investors lacking the time, infrastructure or resources and/or investment sophistication to select and subsequently monitor the performance of the various asset classes and/or individual stocks and/or individual manager selection
- Investors cognizant of the effects of costs on their returns
- As such, the product is suitable for investors of all ages as it maximises return per unit of risk throughout their various life stages.
- Investors seeking style diversification - the unique way in which the fund is managed, differs significantly from its peers

ANNUALISED TOTAL RETURN FIGURES

As at 31 December 2018

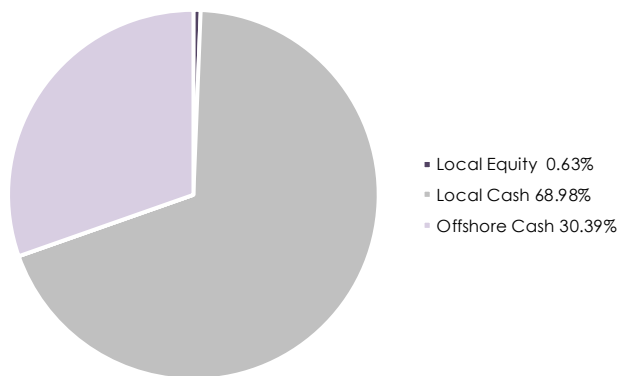
- Gryphon Prudential Fund of Funds
- Benchmark CPI + 5%



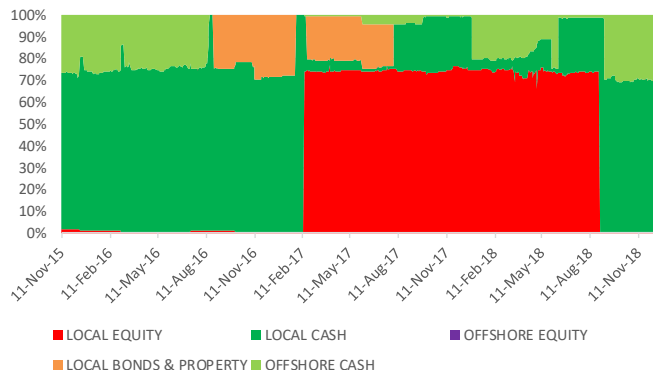
RISK PROFILE



ASSET ALLOCATION



GRYPHON PRUDENTIAL FOF - ASSET ALLOCATION



CUMULATIVE TOTAL RETURN FIGURES

As at 31 December 2018

	1 Year	2 Years	3 Years	4 Years
CUMULATIVE (%)	5.37%	18.78%	22.15%	37.72%
ANNUALISED (%)	5.37%	8.99%	6.90%	8.33%

14.41%

HIGHEST ACTUAL ANNUAL FIGURE
(30 June 2018)



0.59%

LOWEST ACTUAL ANNUAL FIGURE
(28 February 2017)

FUND DETAILS

SECTOR CLASSIFICATION

SA Multi Asset High Equity

PORTFOLIO MANAGER

Abri Du Plessis
M.Com (Econometrics)
Reuben Beelders
B.Com (Hons), CA(SA), CFA

BENCHMARK

CPI + 5%

INCEPTION DATE

01 April 2014

PORTFOLIO SIZE

R22.8m

INCOME DECLARATION

Biannually – 1st October and 1st April
(or subsequent business day)

PAYMENT DATE	CENTS PER UNIT
02 October 2018	19.371224
03 April 2018	16.645019

ADMINISTRATION

GRYPHON CONTACT DETAILS

Tel. 021 915 5100
Fax. 086 206 2635
Email. invest@gryphon.com
Web. www.gryphon.com

MINIMUM LUMP SUM

R2,000

MINIMUM MONTHLY PREMIUM

R200

VALUATION

The Fund is valued daily at 09:00 on the morning following the previous day's closing prices. Instructions must reach us before 14:00 to ensure next morning pricing

TRUSTEE

Standard Chartered Bank
Tel. 011 217 6600

ADMINISTRATION MANAGER

Prescient Fund Services

JSE CODE

GRYFF

FEES

INITIAL FEE

0.00%

ANNUAL MANAGEMENT FEE

0.35% (Incl. VAT)

PERFORMANCE FEE

Gryphon does not charge any performance fees

TOTAL EXPENSE RATIO (TER)

0.69% (30 September 2018)

TRANSACTIONAL COST (TC)

0.05% (30 September 2018)

TOTAL INVESTMENT CHARGES (TER + TC)

0.74% (30 September 2018)

What is the Total Expense Ratio (TER)?

The **TER** is a measure of total costs associated with managing and operating the fund. These costs consist primarily of management fees and additional expenses, such as trading fees, legal fees, auditor fees and other operational expenses. The total cost of the fund is divided by the fund's total assets to arrive at a percentage amount.

$$\text{Total Expense Ratio} = \frac{\text{Total Fund Costs}}{\text{Total Fund Assets}}$$

What are Transaction Costs (TC)?

TCs are the value of the fund incurred as costs relating to the buying and selling of assets underlying the fund. These are a necessary administration cost and impacts on the fund's returns. They should not be considered in isolation as returns may be impacted by other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER.

What are Total Investment Charges?

The total percentage value of the fund that was incurred as costs relating to the investment of that fund.

$$\text{TIC} = \text{TER} + \text{TC}$$