

ANCHOR GLOBAL STABLE FUND

A CLASS | December 2022

Minimum Disclosure Document | Issued 12 January 2023

ANCHOR

NAVIGATING
CHANGE

INVESTMENT OBJECTIVE

The fund's objective is to achieve maximum long-term returns with a diversification of risk.

INVESTMENT PHILOSOPHY

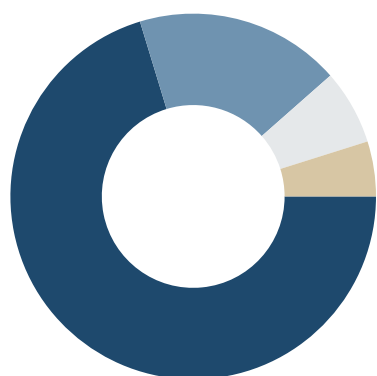
The fund invests in equities, fixed-income securities, cash, real estate investment trusts (REITs) and eligible commodity indices. Primarily, the fund invests in countries with the most significant contribution to global GDP. The net equity exposure will typically be 20% to 30% (but never more than 40%) of net asset value (NAV). Listed real estate exposure will typically be 5% to 15% (but never more than 25%) of NAV. The remainder of the fund will typically be invested in fixed-income securities and cash. The fund may use financial derivative instruments (including futures and options) for investment or hedging purposes (but not to gain leverage). The fund has the ability to invest in other collective investment schemes and exchange-traded funds (ETFs).

MONTHLY RETURNS (%)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2022	-2.2	-3.3	-2.5	-3.0	1.2	-3.1	2.2	-2.1	-3.6	1.2	3.0	-0.7	-12.6
2021	-0.3	0.4	0.3	1.5	0.6	0.4	0.8	0.4	-1.4	0.5	-0.9	1.2	3.5
2020	-0.3	-1.9	-4.1	3.1	1.0	0.6	1.4	1.7	-1.0	-0.6	3.3	1.6	4.5
2019	3.6	0.4	1.0	1.3	-1.3	1.9	0.3	-0.3	0.4	0.8	0.8	0.7	9.9
2018	0.5	-0.7	-0.2	0.0	-0.1	0.0	0.8	0.2	-0.3	-2.2	0.3	-2.4	-4.1
2017	0.8	0.9	0.0	0.7	0.3	0.0	0.5	-0.1	-0.2	-0.2	0.0	0.4	3.2
2016	-3.2	-0.9	1.5	0.2	0.1	-0.3	0.8	-0.2	0.2	-0.8	-0.9	0.5	-3.1
2015			0.4	0.7	0.4	-1.2	-0.1	-3.3	-2.3	4.0	0.2	-0.9	-2.2

Performance is calculated for the portfolio and individual investment performance may differ as a result of the actual investment date. Actual annual figures available on request. Past performance is not indicative of future returns. Source: Bloomberg

ASSET & SECTOR ALLOCATION AT 31 DEC 2022 (%)



■ Bonds - 70.3 ■ Equity - 18.2 ■ Cash & Other - 6.6
■ Property - 4.9

Equity and property investments are volatile by nature and subject to potential capital loss. For credit and income instruments, while unlikely, capital loss may also occur due to an event like the default of an issuer. The portfolio may be subject to currency fluctuations due to its international exposure.

*Developed market inflation is calculated as the arithmetic average of the core inflation of G7 countries: US, Japan, Germany, France, UK, Italy and Canada. Monthly inflation data is taken with a two month lag to compensate for the delay in publishing of the data.

FUND INFORMATION

Risk profile:

LOW

LOW-MOD

MOD

MOD-HIGH

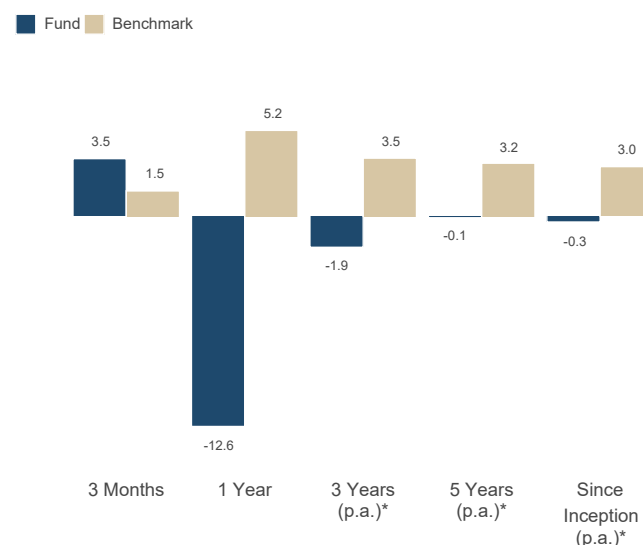
HIGH

Inception Date	02 Mar 2015
Benchmark	Developed market inflation* + 1.5% p.a.
Domicile	Ireland (Irish Stock Exchange)
Fund Classification	Global Multi-Asset Low Equity
Distributions	This fund does not distribute
Fees (Incl. VAT):	
Annual Management Fee	1.25% p.a.
Total Expense Ratio (TER)	1.60%
Portfolio Value	\$23.72 mn
Unit Price	\$0.9737

RISK PROFILE: MODERATE

- This fund has a balanced exposure to various asset classes. It has more equity exposure than a low risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a low-risk portfolio, but less than a high-risk portfolio.
- The fund is exposed to equity as well as default and interest-rate risks.
- The fund is suitable for medium-term investment horizons.
- The probability of losses is higher than that of a low-risk portfolio, but less than a high-risk portfolio and moderate long-term investment returns are expected.
- International investments or investments in foreign securities could be accompanied by 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.

FUND PERFORMANCE AT 31 DEC 2022 (%)



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

FUND MANAGER COMMENTARY AT 31 DEC 2022

The fund dropped 0.7% in December to end a tough 2022 down 12.6%. The equity allocation comfortably outperformed the broader market in December, thanks to positive contributions from the fund's Chinese exposure and healthcare companies and limited exposure to US large-cap tech companies, but this still left the asset class in negative territory for the month, contributing to the bulk of the fund's losses in December. Listed property shares were also a drag on performance for the month, though the fund, fortunately, still has limited exposure to this asset class. While the shock move from the Bank of Japan put upward pressure on global rates, the fund's positioning in credit and treasuries with a shorter duration protected it from losses in that asset class during the month. For the year, property remained comfortably the fund's worst-performing asset class. The fund remains relatively conservatively positioned going into 2023, with the expectation that 1H23, in particular, could be a fairly volatile time for investors. With the dramatic sell-off in bonds during 2022, the yields on offer now present a more compelling argument for bonds than they have in years, and it is in this context that the fund remains overweight its fixed-income allocation and underweight both equities and listed property. The only trading activity during December involved rolling the futures contracts.

FUND MANAGER



Peter Little

INFORMATION & DISCLOSURES

ISIN Number IE00BN897L94

MANAGER

Sanlam Asset Management (Ireland) Limited

INVESTMENT MANAGER

- Anchor Capital (Pty) Ltd is an authorized Financial Services Provider FSP 39834.
- Prices published daily - % available from ISE or at www.sanlam.ie
 - 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
 - Fund financial year-end: 31 Dec (semi-annual 30 June)

DEPOSITORY/CUSTODIAN

Brown Brothers Harriman Trustee Service (Ireland) Ltd Tel: +353 1241 7130

SUBSCRIPTIONS

Dealing	Daily. Cut-off is 4PM Irish time on the business day preceding dealing day
Redemption Notice:	1 business day preceding the dealing day
Redemption Pay-out:	Up to 4 business days after the dealing day
Valuation:	Close of business in the applicable markets
Minimum Investment	US\$1,000

FEE DISCLOSURE

Advice fee: Any advice fee is negotiable between the client and their financial advisor. An annual advice fee negotiated is paid via a repurchase of units from the investor.

Total Expense Ratio (TER): 1.60% of the value of the Financial Product was incurred as expenses relating to the administration of the Financial Product. TER the total cost associated with managing and operating an investment administration, financial planning and servicing fees). These costs consist primarily of management fees and additional expenses such as administration fees, legal fees, auditor fees and other operational expenses. The total cost of the fund is divided by the fund's total assets under management to arrive at a percentage amount, which represents the TER. A higher TER 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 TERs.

Transaction Costs (TC): 0.01% of the value of the Financial Product was incurred as costs relating to the buying and selling of the assets underlying the Financial Product. TC's are a necessary cost in administering the Financial Product and impacts Financial Product returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Financial Product, the investment decision of the investment manager and the TER. The TER does not include transaction costs. The TER and Transaction cost is calculated for the year ending 30 September 2022.

Total Investment Charge (TER + TC): 1.61% of the value of the financial product was incurred as costs relating to the investment of the financial product.

DISCLAIMER

The Fund is a sub-fund of the Sanlam Universal Funds plc, a company incorporated with limited liability as an open-ended umbrella investment company with variable capital and segregated liability between sub funds under the laws of Ireland and authorised by the Central Bank. The Fund is managed by Sanlam Asset Management (Ireland) Limited, Beech House, Beech Hill Road, Dublin 4, Ireland, Tel + 353 1 205 3510, Fax + 353 1 205 3521 which is authorised by the Central Bank of Ireland; as a UCITS Management Company; and an Alternative Investment Fund Manager; and is licensed as a Financial Service Provider in terms of Section 8 of the South African FAIS Act of 2002. The Sanlam Universal Funds Plc full prospectus, the Fund supplement, the MDD and the KIID is available free of charge from the Manager or at www.sanlam.ie. This is neither an offer to sell, nor a solicitation to buy any securities in any fund managed by us. Any offering is made only pursuant to the relevant offering document, together with the current financial statements of the relevant fund, and the relevant subscription/application forms, all of which must be read in their entirety together with the Sanlam Universal Funds Plc prospectus, the Fund supplement, the MDD and the KIID. No offer to purchase securities will be made or accepted prior to receipt by the offeree of these documents, and the completion of all appropriate documentation. A schedule of fees and charges and maximum commissions is available on request from the Manager. This is a Section 65 approved fund under the Collective Investment Schemes Control Act 45, 2002 (CISCA). Sanlam Collective Investments (RF) (Pty) Ltd is the South African Representative Office for this fund. Use or rely on this information at your own risk. Independent professional financial advice should always be sought before making an investment decision. Independent Financial advice should be sought, as not all investments are suitable for all investors. Collective Investment Schemes (CIS) are generally medium to long term investments. The value of participatory interest may go down as well as up and past performance is not necessarily a guide to the future performance. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. Fluctuations or movements in exchange rates may cause the value of the underlying investments to go up or down. The performance calculated for the portfolio and the investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. NAV to NAV figures are used. Calculations are based on a lump sum investment. The Manager has the right to close any Porfolios to new investors to manage them more efficiently in accordance with their mandates. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. The fund price is calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income and expense accruals. Trail commission and incentives may be paid and are for the account of the manager. Performance figures quoted are from Bloomberg and are shown net of fees.

TOP TEN HOLDINGS AT 31 DEC 2022 (%)

S&P 500 Futures - Mar 23	4.2
US T-Bond 2 7/8 15 May 2032	4.1
US T-Bond 1 3/4 15 March 2025	3.1
US T-Bond 2 3/4 31 May 2023	2.6
US T BILL ZCP 08/10/23	2.6
US T-Bond 2 1/4 31 Dec 2023	2.6
US T BILL ZCP 11/02/23	2.5
US T-Bond 2 5/8 31 May 2027	2.5
US T-Bond 2 3/4 31 May 2029	2.4
US T-Bond 1 5/8 30 Sep 2026	2.4

MARKET COMMENTARY AT 31 DEC 2022

The 4Q22 rally faded into year-end (MSCI World -4.2% in December), though that was not enough to prevent global equities from delivering their first positive quarter of 2022 (MSCI World +10% QoQ), nor enough to push global equities back into a bear market for the year (-18% YoY). Unfortunately, US tech stocks were less fortunate, as the tech-heavy Nasdaq 100 Index saw a 9% MoM drop wipe out all of its 4Q22 gains, leaving it comfortably in bear market territory for 2022 (-32.4% YoY) as Apple, Amazon and Alphabet all experienced double-digit share price declines in December. In addition, Tesla's share price fell by 37% MoM after it announced production and price cuts in China and deep discounting in the US. Mixed economic data preceded the US Federal Reserve's (Fed's) final meeting of an eventful 2022 as US employment data exceeded expectations, delivering more jobs and faster wage growth than expected, while inflation data showed prices slowing faster than anticipated. The Fed delivered a much-anticipated 0.5% rate hike (the seventh consecutive hike of this tightening cycle), breaking a sequence of four successive 0.75% hikes and pushing US central bank rates above 4% for the first time since early 2008. The post-meeting press conference conveyed the message that Fed members are getting increasingly pessimistic about the prospects of US economic and labour market activity in 2023. Nevertheless, they anticipate that the Fed will only likely start cutting rates in 2024 as it remains resolute in its goal of taming inflation. The most significant central bank impact for December, however, was arguably the action of the Bank of Japan in widening the range it will tolerate for the country's 10-year government bond yields in a shock move that led many investors to suggest that this may be the beginning of the end for excessively cheap funding rates globally. The prospect of positive lending rates in Japan, the world's biggest creditor, may result in a major repatriation of funds lent globally in a move that could impact global asset prices and foreign exchange rates. The surprise move saw the Japanese yen strengthen by 5.3% MoM against the US dollar and was a catalyst for higher global rates, with the US 10-year bond yield rising by 0.3% to end the month at 3.9%. The price of Brent crude oil ended the month broadly unchanged. In contrast, the iron ore price rallied (+12.1% MoM) on news that China was rolling back its zero-COVID policies that have hampered economic activity for the world's biggest consumer of industrial commodities, outweighing reports of rising COVID-19 infections in the region.

FEE DETAILS

	Class A
Maximum Initial Advisory Fee	3.00% p.a.
Management Fees (Sanlam Ireland)	0.15% p.a.
Annual Management Fee (incl VAT)	
Class A	1.25% p.a.
TER and Transaction Cost	
Total Expense Ratio (TER)	1.60% p.a.
Transaction Cost (TC)	0.01% p.a.
Total Investment Charge (TER + TC)	1.61% p.a.