

Aeon Active Equity Prescient Fund

Class A1

Minimum Disclosure Document and General Investor Report as at 30 September 2023

Issue date: 16 October 2023

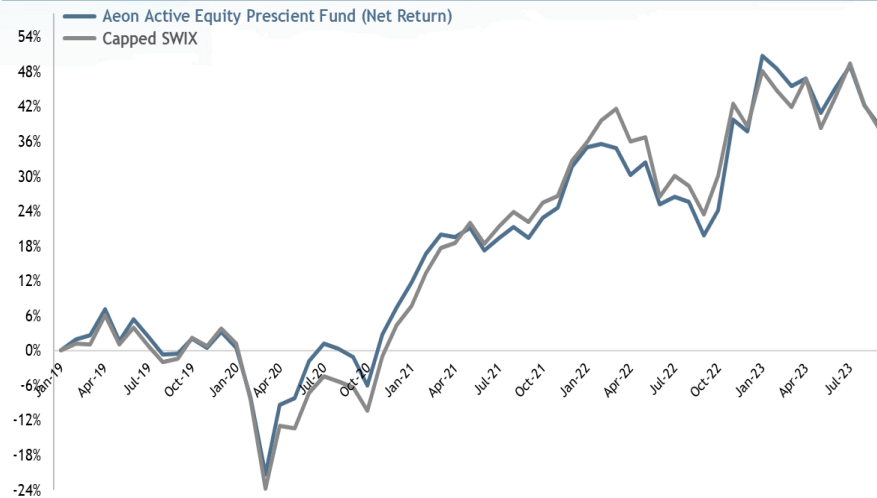
Assets managed by: Aeon Investment Management



aeon
investment management
long term wealth creation

Fund Performance

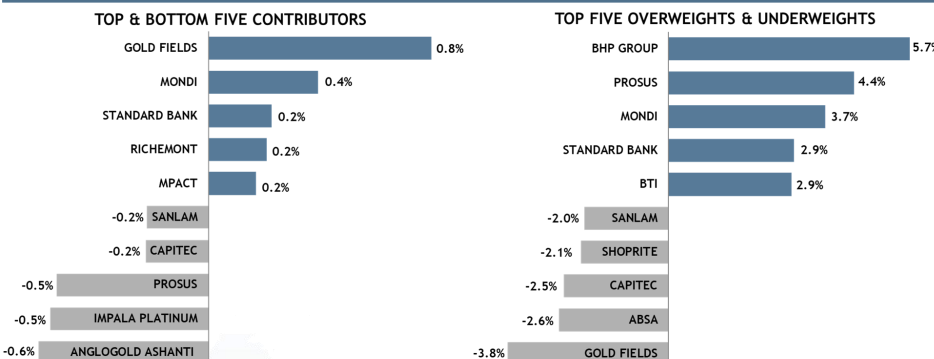
Cumulative Performance - since inception - Net Return



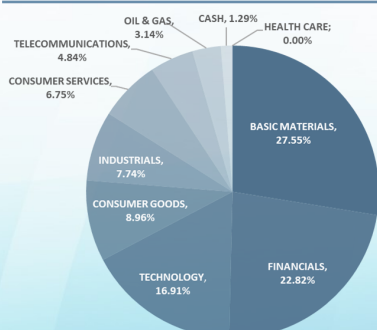
| Monthly - Net Gross | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|---------------------|--------|--------|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 2019 | | | | | | | | | | | | | |
| Fund | | 1.98% | 0.70% | 4.29% | -5.03% | 3.70% | -2.99% | -2.95% | 0.21% | 2.62% | -1.59% | 2.70% | 3.20% |
| Benchmark | | 1.23% | -0.18% | 5.00% | -4.75% | 2.88% | -3.13% | -2.70% | 0.67% | 3.64% | -1.47% | 3.09% | 3.85% |
| 2020 | | | | | | | | | | | | | |
| Fund | -2.65% | -8.41% | -14.41% | 15.12% | 1.29% | 6.91% | 3.07% | -0.78% | -1.44% | -5.06% | 9.41% | 4.50% | 4.09% |
| Benchmark | -2.57% | -9.55% | -16.69% | 14.18% | -0.41% | 6.98% | 3.01% | -0.88% | -1.07% | -4.24% | 10.38% | 5.47% | 0.57% |
| 2021 | | | | | | | | | | | | | |
| Fund | 4.03% | 4.36% | 2.88% | -0.31% | 1.26% | -3.15% | 1.75% | 1.67% | -1.57% | 2.84% | 1.46% | 5.62% | 22.54% |
| Benchmark | 3.08% | 5.33% | 3.71% | 0.81% | 2.93% | -3.02% | 2.59% | 2.02% | -1.41% | 2.69% | 0.94% | 4.85% | 27.07% |
| 2022 | | | | | | | | | | | | | |
| Fund | 2.59% | 0.40% | -0.58% | -3.35% | 1.60% | -5.47% | 1.14% | -0.73% | -4.56% | 3.57% | 12.51% | -1.38% | 4.67% |
| Benchmark | 2.39% | 2.69% | 1.49% | -3.95% | 0.54% | -7.48% | 2.83% | -1.33% | -3.84% | 5.33% | 9.62% | -2.81% | 4.39% |
| 2023 | | | | | | | | | | | | | |
| Fund | 9.41% | -1.48% | -1.96% | 0.89% | -4.10% | 3.01% | 2.64% | -4.48% | -2.47% | | | | 0.69% |
| Benchmark | 6.96% | -2.32% | -1.95% | 3.43% | -5.81% | 3.84% | 4.13% | -4.79% | -2.97% | | | | -0.31% |

| Performance Summary - Net Return | Fund | Benchmark | Active Return |
|----------------------------------|--------|-----------|---------------|
| 1 month | -2.47% | -2.97% | 0.50% |
| 3 months | -4.39% | -3.81% | -0.58% |
| 6 months | -4.71% | -2.69% | -2.02% |
| Year to date | 0.69% | -0.31% | 1.01% |
| 1 Year | 15.72% | 11.87% | 3.85% |
| 3 Year (annualised) | 11.93% | 13.81% | -1.88% |
| 5 Year (annualised) | | | |
| 7 Year (annualised) | | | |
| Since Inception (cumulative) | 38.75% | 38.11% | 0.63% |
| Since Inception (annualised) | 7.27% | 7.16% | 0.10% |
| Net Return: | | | |
| Highest Rolling One Year Return | | | |
| Lowest Rolling One Year Return | | | |
| Last 12 months: | 17.70% | 1.09% | |
| Since Inception: | 52.34% | -23.31% | |

Fund Holdings (for the quarter as at 30 September 2023)



Sector Allocation



Top Ten Holdings (as a % of Total AUM)

| | |
|-----------------|------|
| Naspers | 9.58 |
| BHP Group | 7.77 |
| Standard Bank | 7.48 |
| Prosus | 7.33 |
| Anglo American | 6.39 |
| BTI | 5.71 |
| Firststrand | 5.63 |
| Mondi | 5.17 |
| MTN | 4.84 |
| Impala Platinum | 4.33 |

Fund Description

Aeon Investment Management's equity investment style is Growth At a Reasonable Price (GARP). Our adaptation of the GARP style seeks to combine the best of growth and value investing, by buying companies with long term sustainable growth rates in earnings per share greater than that implied by the company's market valuation.

Fund Objectives

The Aeon Active Equity Prescient Fund seeks to achieve:

- Invest in high quality businesses at attractive prices that are positioned for long term growth.
- Outperform the client's equity benchmark over different investment cycles.
- Consistently apply our implied growth methodology.
- Manage risk through disciplined portfolio construction.
- Employ low cost trading techniques.

The portfolio has adhered to its fund objectives.

Fund Managers



Asief Mohamed
Chief Investment Officer



Jay Vomacka
Senior Portfolio Manager



Zaid Paruk
Portfolio Manager & Analyst

Fund Information

Benchmark: Capped SWIX (J433T)

Inception date: 21 January 2019

Fund size: R 1,214.24 million

Number of Units for Class A1: 422 022

Price (net asset value per unit for Class A1): 120.81 cpu

Investment horizon: Five years plus

Classification: South African - Equity - General

Asset Allocation:

| | 30-Sep-23 | 30-Jun-23 |
|-----------|-----------|-----------|
| Equity | 98.7 | 99.5 |
| Cash | 1.3 | 0.5 |
| Total (%) | 100.0 | 100.0 |

Risk Profile

| | | |
|--------------|----------|------------|
| Conservative | Moderate | Aggressive |
|--------------|----------|------------|

- Generally these portfolios hold more equity exposure than any other risk profiled portfolios therefore tend to carry higher volatility.
- Expected potential long term returns could be higher than other risk profiles, in turn potential losses of capital could be higher.

Fees & Charges

Retail (Minimum lumpsum R10 000 or Debit Order R1000):

Flat Fee: 0.75% p.a. plus VAT

Total Expense ratio (TER) & Transaction Costs (31-Jun-2023):

TER - Retail: 0.89

| Fund Class | Retail (%) |
|-------------------------------|------------|
| Management Fee (excl. VAT) | 0.75 |
| Performance Fee | - |
| Other Fees* | 0.14 |
| Total Expense Ratio (TER) | 0.89 |
| Transaction Costs (TC) | 0.10 |
| Total Investment Charge (TIC) | 0.99 |

Income distribution: Annually (March)

2023 cpu of 5.70 (retail)

Administration

Fund auditor: Ernst & Young Incorporated

Fund trustee & custodian: Nedbank Limited

Fund administration: Prescient Fund Services (Pty) Ltd

Contact Details

www.aeonim.co.za

Email: funds@aeonim.co.za

Tel: +27 (0)21 204 6061/2

4th Floor, The Citadel, 15 Cavendish Street, Claremont, 7708

P.O. Box 24020, Claremont, 7735

Aeon Investment Management (Pty) Ltd is an authorised FSP.
FSP Number: 27126 I Level 2 B-BBEE Contributor.

Aeon Active Equity Prescient Fund

Class A1

Minimum Disclosure Document and General Investor Report as at 30 September 2023

Issue date: 16 October 2023

Assets managed by: **Aeon Investment Management**



aeon
investment management
long term wealth creation

Fund Performance Review & Market Commentary

The Aeon Active Equity Prescient Fund (CIS) underperformed its benchmark by 58 bps on a net return basis for the third quarter of 2023 and is outperforming its benchmark by 385 bps over a one-year period.

An underweight position in Gold Fields and an overweight position in Mondi were the main positive contributors to return for the third quarter of 2023. Overweight positions in AngloGold Ashanti and Impala Platinum were the main detractors. The benchmark equity index was down 3.81% for the third quarter of 2023.

The quarter ended September was negative for global equities as cautious statements from global central banks regarding expectations of interest rate cuts were negatively received by investors. The “higher-for-longer” interest rate narrative filtered negatively on sentiment. The price of oil also increased due to Russia and Saudi Arabia’s supply cuts, decreased shale output from the US, and Russia’s temporary ban on fuel exports. This caused market participants to become concerned that central banks would need to maintain higher interest rates to counteract the impact of the higher oil price on inflation.

Previously, investors had displayed optimism due to Chinese government stimulus measures and indications that global inflation was gradually subsiding. However, this optimism was set against the backdrop of prior high inflation rates and aggressive interest rate hikes by central banks worldwide. The global inflationary trend is starting to show signs of easing, with expectations that some central banks may shift toward cutting interest rates in the future. However, strong U.S. employment data and the emergence of geopolitical risk could signal the potential for sustained inflation levels, and market participants are reassessing future inflation expectations.

For the quarter ended September, the Industrial sector emerged as the top performer, led by Mondi and Bidvest. On the other hand, Consumer Discretionary experienced the most significant decline during the quarter, led by index heavyweight Richemont.

Locally, sentiment remains subdued. The nation faces numerous structural growth challenges, most notably the persistent energy supply issues that continue to disrupt businesses, consumer trade, and erode confidence. South Africa’s fiscal position remains constrained due to historical policy decisions and a lack of effective government implementation. The issue of load shedding is expected to persist as a part of everyday life for the foreseeable future. The financial outlook for South Africa in the coming years looks challenging, characterised by low GDP growth rates, high unemployment, resulting in weakened consumer spending and widening income inequality. Looking ahead, the growth prospects of the local economy appear to hinge on several key factors, including global economic trends, commodity prices, increased confidence, positive government initiatives, and inflation management.

Our strategy focuses on astute stock selection, guided by our Growth at a Reasonable Price (GARP) philosophy, which seeks value throughout economic cycles. We prioritise companies with strong cash flows that can support earnings, aiming to benefit our portfolios in the coming period.

To give you a glimpse into our portfolio, we share insights on our portfolio companies. This quarter, we are spotlighting Mr. Price Group Ltd., a relatively recent addition to our portfolio. Mr. Price is a cash-focused, value-driven retailer with over 1,700 stores across Africa and a track record of impressive earnings growth. Apparel retailers have faced substantial challenges recently. Factors like load shedding, supply chain disruptions, a weaker consumer environment, and intensified competition have squeezed profit margins. Mr. Price, similar to its industry counterparts, contended with these challenges, especially as most of its stores lacked backup power solutions, and consumers redirected their spending toward essentials like food and travel. Despite these challenges, our investment philosophy and process have identified substantial upside potential in Mr. Price’s current price. Our analysis suggests that the market may be overestimating the long-term impact of loadshedding and the weakened consumer environment. Additionally, concerns surrounding Mr. Price’s acquisitive growth strategy have weighed on its valuation.

Taking all these factors into account, we are optimistic about Mr. Price’s earnings prospects over the next five years. We believe there is potential for earnings to outperform expectations, ultimately leading to significant returns for our funds and clients.

Contact Details

Investment Management

Aeon Investment Management (Pty) Ltd is an authorised Financial Services Provider (FSP No: 27126) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (No.37 of 2002). Please be advised that there may be representatives acting under supervision.

Portfolio Managers:

Asief Mohamed — Chief Investment Officer
B.Com, CA (SA), CFA
asief.mohamed@aeonim.co.za

Jay Vomacka — Senior Portfolio Manager
CFA, MSc(Eng)(Ind), BSc(Eng)(Elec), CFTE (IFTA)
jay@aeonim.co.za

Zaid Paruk — Portfolio Manager & Analyst
B.Accounting, PG Dip in Accounting, CA (SA)
zaid.paruk@aeonim.co.za

Registration number: 2005/013315/07

Physical Address: 4th Floor, The Citadel, 15 Cavendish Street, Claremont, 7708

Postal Address: PO Box 24020, Claremont, 7735

Telephone Number: +27 (0) 21 204 6061/2

Email Address: funds@aeonim.co.za

Website: www.aeonim.co.za

Aeon Investment Management (Pty) Ltd is an authorised FSP.
FSP Number: 27126 | Level 2 B-BBEE Contributor.

Management Company

Prescient Management Company (RF) (Pty) Ltd

Registration number: 2002/022560/07

Physical address: Prescient House, Westlake Business Park, Otto Close, Westlake, 7945

Postal address: PO Box 31142, Tokai, 7966

Telephone number: 0800 111 899

E-mail address: info@prescient.co.za

Website: www.prescient.co.za

Prescient

Custodian/Trustee

Nedbank Investor Services

Physical address: 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709

Telephone number: +27 11 534 6557

Website: www.nedbank.co.za

The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). Prescient is a member of the Association for Savings and Investments SA.

This document is for information purposes only and does not constitute or form part of any offer to issue or sell or any solicitation of any offer to subscribe for or purchase any particular investments. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable directly or indirectly to the use of or reliance upon the information.

Third Parties

This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

Aeon Active Equity Prescient Fund

Class A1

Minimum Disclosure Document and General Investor Report as at 30 September 2023

Issue date: 16 October 2023

Assets managed by: **Aeon Investment Management**



aeon
investment management
long term wealth creation

Disclaimer

Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. 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 TER's. During the phase in period TER's do not include information gathered over a full year. Transaction Costs (TC) is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts Fund 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 Fund, investment decisions of the investment manager and the TER.

Where a current yield has been included for Funds that derive its income primarily from interest bearing income, the yield is a weighted average yield of all underlying interest bearing instruments as at the last day of the month. This yield is subject to change as market rates and underlying investments change.

The Manager retains full legal responsibility for any third-party-named portfolio. Where foreign securities are included in a portfolio there may be potential constraints on liquidity and the repatriation of funds, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks; and potential limitations on the availability of market information. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by Prescient by or before 13:00 (SA), to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut off time Prescient shall not be obliged to transact at the net asset value price as agreed to. Funds are priced at either 3pm or 5pm depending on the nature of the fund. Prices are published daily and are available on the Prescient website.

Performance has been calculated using net NAV to NAV numbers with income reinvested. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend *withholding* tax. Full performance calculations are available from the manager on request.

For any additional information such as fund prices, brochures and application forms please go to www.aeonim.co.za

Contact Details

Investment Management

Aeon Investment Management (Pty) Ltd is an authorised Financial Services Provider (FSP No: 27126) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (No.37 of 2002). Please be advised that there may be representatives acting under supervision.

Portfolio Managers:

Asief Mohamed — Chief Investment Officer
B.Com, CA (SA), CFA
asief.mohamed@aeonim.co.za

Jay Vomacka — Senior Portfolio Manager
CFA, MSc(Eng)(Ind), BSc(Eng)(Elec), CFTE (IFTA)
jay@aeonim.co.za

Zaid Paruk — Portfolio Manager & Analyst
B.Accounting, PG Dip in Accounting, CA (SA)
zaid.paruk@aeonim.co.za

Registration number: 2005/013315/07

Physical Address: 4th Floor, The Citadel, 15 Cavendish Street, Claremont, 7708

Postal Address: PO Box 24020, Claremont, 7735

Telephone Number: +27 (0) 21 204 6061/2

Email Address: funds@aeonim.co.za

Website: www.aeonim.co.za

Aeon Investment Management (Pty) Ltd is an authorised FSP.

FSP Number: 27126 | Level 2 B-BBEE Contributor.

Management Company

Prescient Management Company (RF) (Pty) Ltd

Registration number: 2002/022560/07

Physical address: Prescient House, Westlake Business Park, Otto Close, Westlake, 7945

Postal address: PO Box 31142, Tokai, 7966

Telephone number: 0800 111 899

E-mail address: info@prescient.co.za

Website: www.prescient.co.za

Prescient

Custodian/Trustee

Nedbank Investor Services

Physical address: 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709

Telephone number: +27 11 534 6557

Website: www.nedbank.co.za

The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). Prescient is a member of the Association for Savings and Investments SA.

This document is for information purposes only and does not constitute or form part of any offer to issue or sell or any solicitation of any offer to subscribe for or purchase any particular investments. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable directly or indirectly to the use of or reliance upon the information.

Third Parties

This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

Glossary

Annualised performance: Annualised performance show longer term performance rescaled to a one year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

Highest & Lowest return: The highest and lowest returns for any one year over the period since inception have been shown.

NAV: The net asset value represents the assets of a Fund less its liabilities.

cpu: cents per unit.

Alpha/Active Return: Denoted the outperformance of the fund over the benchmark.

% Positive Month: The percentage of months since inception where the Fund has delivered positive return.

Dividend Yield: The weighted average dividend yield of all the underlying equity in the Fund. The dividend yield of each company is the dividends per share divided by the price.

PE Ratio: The weighted average price earnings ratio of all the underlying equity in the Fund. The price earnings ratio of each company is the price divided by the earnings per share.

High Water Mark: The highest level of performance achieved over a specified period.