

# JM BUSHA Absolute AllClass Fund Fact Sheet



## About JM BUSHA Investment Group

JM BUSHA Investment Group (Pty) Limited is a unique, independent, specialist quantitative investment management; investment banking and advisory services company with subsidiary companies in Lesotho, Namibia, Swaziland, South Africa and Zambia.

The Group manages both institutional and retail private clients' funds. With total funds under management approximately equal to **ZAR4.898 billion**, JM BUSHA has a traceable track record in managing funds – since 2001.

## About the Product: JM BUSHA Absolute AllClass Fund

This is a moderate risk balanced portfolio that seeks real return over three-year rolling periods. The portfolios in this fund are managed on a segregated basis.

## Product Description

The JM BUSHA Absolute AllClass Fund is an actively managed fund, which invests in a mix of all asset classes structured to match the returns-risk profile of the benchmark. The fund's risk tolerance is between bonds and aggressive balanced portfolios.

## Investment Securities

The fund invests in equities, vanilla and inflation bonds, commercial paper, promissory notes, Bankers Acceptance, Treasury Bills, FRNs, FRAs and swaps and other derivatives instruments.

## Investment Strategy

The fund's benchmark is SA core inflation plus 5% pa. Asset allocation is the main driver of returns. The strategy is to return cash as minimum. Equity exposure introduces short-term volatility, which reduces over longer periods. Tactical asset allocation and risky assets seek to produce alpha in the long term.

## Historical Performance

Table below shows historical returns for the periods indicated, which are not guaranteed in the future.

Period ending **30 Jun 2018** (annualised above 1 year)

Period	JM BUSHA Absolute	CPI+5%	Alpha
<b>6 Months</b>	<b>-0,96%</b>	5,41%	-6,37%
<b>YTD</b>	<b>-0,96%</b>	5,41%	-6,37%
<b>1 Year</b>	<b>10,60%</b>	9,59%	1,02%
<b>3 Years</b>	<b>5,16%</b>	10,57%	-5,42%
<b>5 Years</b>	<b>8,24%</b>	10,68%	-2,45%
<b>7 Years</b>	<b>10,10%</b>	10,73%	-0,63%
<b>10 Years</b>	<b>9,54%</b>	10,92%	-1,38%
<b>Inception</b>	<b>11,38%</b>	10,94%	0,44%
<b>Risk</b>	6,69%	1,45%	6,81%

## Product Salient Features

- Fund Benchmark : Inflation (CPI)
- Target Returns : CPI +5% pa
- Liquidity (T+7) : 100.00%
- Start Date : 31 July 2003
- Minimum Investment : ZAR10 million
- Fund Size : ZAR199.778 million
- Classification : Segregated SA Domestic Bonds

## Investment Objectives

To produce a positive real return of 5% pa.

## Commentary & Notes

The fund's positive monthly return on equities was largely reversed by the bond's negative returns and with cash not doing much to support positive returns due to our underweight position. A possible increase in inflation and interest rates will make cash returns more desirable.

## Overall Asset Allocation

Asset Class	Cash	Bonds	Equities	Derivatives
Weight	16,76%	43,18%	40,06%	0,00%

## Top 10 Asset Holdings

No	Shares	Weight	No	Share	Weight
1	TN27	9,06%	6	EL30	5,15%
2	EL28	7,06%	7	DV22	4,21%
3	TN25	6,85%	8	AGL	2,74%
4	FRS81	5,68%	9	IPL	2,00%
5	EL29	5,17%	10	CFR	1,72%

