

Flagship IP Global Flexible Equity Fund

Minimum Disclosure Document - 30 September 2024



Navigate Safely Forward

FUND MANAGER **Flagship Asset Management**

FUND OBJECTIVE

The fund is a global portfolio which aims to achieve long term capital growth by investing predominantly in equity securities and participatory interests in collective investment schemes including exchange traded funds.

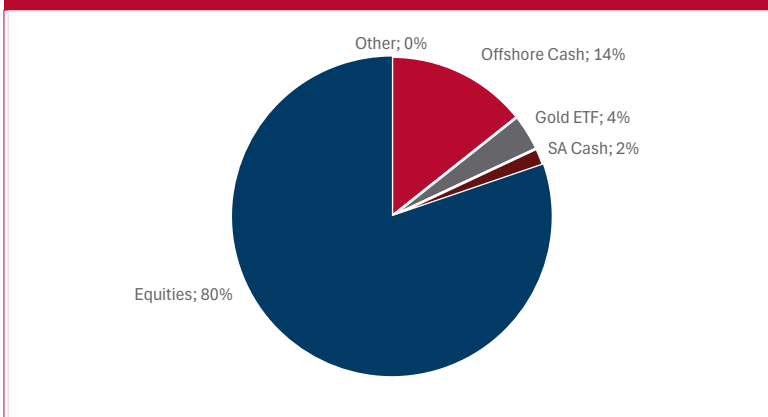
FUND UNIVERSE

The portfolio will have a minimum of 80% exposure to foreign assets and will typically have significant exposure to foreign equity but will retain the flexibility to completely reduce equity exposure at the discretion of the portfolio manager in response to changing market conditions.

FUND PERFORMANCE

Performance (net of fees)	Fund	Benchmark	Outperformance
Since inception	43,8%	42,5%	1,3%
Since inception (annualised)	8,1%	7,9%	0,2%
3 Year (annualised)	5,1%	7,4%	-2,3%
1 Year	8,8%	9,8%	-0,9%
Year to date	3,1%	4,0%	-0,9%

ASSET ALLOCATION AS AT 30 September 2024



TOP HOLDINGS AS AT 30 September 2024

CORP AMERICA AIRPORTS SA
 FOMENTO ECONOMICO MEXICAN
 SHELL PLC-W/I-ADR
 AGNICO EAGLE MINES LTD
 BHP GROUP LIMITED-DI
 GYM GROUP PLC
 META PLATFORMS INC
 SPDR GOLD MINISHARES TRUST
 EMBOTELLADORA A ADR
 ANHEUSER-BUSCH INBV SA/NV

MARKET AND FUND COMMENTARY - September 2024

September was a good month for investors, with strong gains in both equities and bonds, up 2.3% and 1.1% respectively. The gains in equities were driven by US mega-cap names regaining their momentum (US equities up 2.1% for the month) and a sharp move up in Chinese equities (up 25%) on the back of a stimulus announcement there and possible short-squeeze. Equity markets elsewhere were more subdued with Continental Europe ex-Switzerland up 0.8%, UK up 0.3%, Japan down 0.6% and EM ex-Asia up 1.5%.

The US Fed started their rate cutting cycle with a larger than expected 0.5% cut, with the EU and Swiss central banks electing to cut 0.25%. The UK held rates steady at 5%. Commodities generally had a strong month, with oil being the exception, and Brent Crude falling 8.9% to \$72 in spite of simmering tensions in the Middle East. Gold was up 5.2%.

The MSCI ACWI returned 2.3% for the month of August. The ZAR appreciated against the USD, gaining 2.5%, ending the month at R17.23/USD.

FUND INFORMATION

Portfolio Managers:	David Cook, Jason Cook
Inception Date of Fund:	07 February 2020
Inception Date of Class:	07 February 2020
Benchmark:	Avg. of Global Multi - Asset Flexible Category
Classification:	Global - Multi Asset - Flexible
Regulation 28 compliant:	No
Income distribution:	Semi - Annual
Date of income distributions:	31 March, 30 September 2nd day of the following month or the next business day if the 2nd does not fall on a business day
Date of income payment:	business day
Min. lump sum investment:	R10,000
Min. monthly investment:	R1,000
Risk profile:	Medium
JSE code:	IPEBF
ISIN Number:	ZAE000263901

FUND NET ASSET VALUE AND UNITS IN ISSUE

Fund NAV	82 676 168,99
Units in Issue	62 694 496,80
Class NAV	82 676 168,99
NAV Price as at Month End	131,87
Income declaration - Sept '24	1,51 cpu
Income declaration - Mar '24	1,51 cpu

FEES

	Class A
Annual Service fee (excl. VAT)	0,50%
Performance Fee	N/A

Initial Advice Fee and Ongoing Advisor Fee is negotiable between the Investor and Appointed Financial advisor. This is not part of the normal annual service fee charged by the fund.

TOTAL EXPENSE RATIO AND TRANSACTION COSTS

	1 Year
Total Expense ratio	0,72%
Transaction Costs	0,05%
Total Investment Charge	0,78%
	3 Year
Total Expense ratio	0,72%
Transaction Costs	0,08%
Total Investment Charge	0,80%

(*all items include VAT)

Top performers in terms of value contributed for the month were Corporacion America Airports Company ("CAAP"), Naspers and The Gym Group Plc, up 12%, 14% and 11% respectively in South African Rands. With no significant news out of CAAP, positive performance can be attributed to positive market sentiment. Naspers was up on the surge in Chinese stocks post the announcement of government stimulus. Gym Group released strong results (EBITDA and free cash flow for the 6 month period up 28% and 73% respectively) that were also ahead of market expectations.

In terms of detractors, again in terms of value contributed for the month, were Shell, Tidewater and Fomento Economico Mexicano (FEMSA), down 11%, 20% and 6% respectively for the month. Neither Shell nor Tidewater reported any material news or results so their share price declines are on the back of negative market sentiment related to the oil price. There was also no material news out about FEMSA so the share price performance is also likely due to negative Mexico sentiment due to the recent events in Mexican politics.

Looking ahead, volatile markets look set to continue, with much uncertainty on the path central bank policy rates will take and still relatively expensive valuations on high earnings/profit margins relative to history. Geopolitical tensions, inflation concerns and a potential slowdown in world economies all remain as sources of downside volatility. To this end we have a 16% allocation to cash, as well as an allocation to gold and gold equities. As required by legislation, we confirm that the fund has adhered to its policy objective and strategy.

Risk Considerations and Important Information

- Collective Investment Schemes in Securities (unit trusts) are generally medium to long term investments.
- The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to the future. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio.
- Unit trusts are traded at ruling prices and can engage in scrip lending subject to the limits and conditions imposed by the Act.
- The manager may borrow up to 10% of the market value of the collective investment scheme portfolio to ensure liquidity.
- Unit trust prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accruals and less any permissible deductions (brokerage, Uncertificated Securities Tax, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio, divided by the number of units in issue.
- A schedule of fees, charges and maximum commissions is available on request. Commission and incentives may be paid, and if so, are included in the overall costs.
- The unit trust portfolios are priced daily at 15h00 (quarter end 17h00), using forward pricing. Dealing cut-off time is 14h30 daily.
- Units will be repurchased by the manager at the ruling price calculated in accordance with the requirements of the Act and the relevant deeds and paid to the investor only. Subject to occurrences beyond the control of Flagship Asset Management (FAM), transaction requests received by FAM before 14h30 will be actioned at that day's price. Monies from the repurchase of units will not be paid to third party bank accounts.
- FAM reserves the right to repurchase unit balances with a market value less than the minimum monthly investment amount and close the investment account. Investors will be notified beforehand should this be contemplated.
- Portfolio performance is calculated on a NAV to NAV basis and does not take any initial fees into account. Figures quoted are from Reuters and MoneyMate for a lump sum using NAV-NAV prices with income distributions reinvested. Income is reinvested on the ex-dividend date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Investment performance calculations are available for verification upon request.
- Income distributions for the fund occur bi-annually on 31 March and 30 September.
- Annualised returns are period returns re-scaled to a period of 1 year. This allows investors to compare returns of different assets that they have owned for different lengths of time. Actual annual figures are available to investors upon request.
- SARS requires us to pay over Dividend Withholding Tax (DWT) on your behalf where applicable. We will deduct this tax before we pay any dividends to you or reinvest into your account. Unless we receive information from you indicating otherwise, we will be obliged to withhold the default DWT of 20%.
- The EAC is a standard industry measure which has been introduced to allow you to compare the charges you incur and their impact on the investment returns over specific periods. Please visit <http://www.ipmc.co.za/effectiveannual-cost> to address the EAC illustration. You can request an EAC calculation from clientservices@ipmc.co.za or call us on 021 673-1340
- Fund prices are published daily and available in newspapers countrywide, as well as on our website, www.flagshipsa.com. Also available on our website is additional information on the unit trust portfolio, including our Application Form. FAM reserves the right to only process instructions that are submitted on FAM standard transaction forms.
- Flagship Asset Management (Pty) Ltd is an authorised financial services provider (FSP 577). Trustees / custodians for the scheme are Standard Bank of South Africa Ltd – contact compliance-IP@standardbank.co.za. IP Management Company Reg. No. 2007/01760/07 is the authorised manager of the scheme – contact 021 673 1340 or clientservice@ipmc.co.za. IP Management Company (RF) (Pty) Ltd is a member of the Association for Savings & Investment SA (ASISA).
- The Manager retains full legal responsibility of the Fund, regardless of co-naming arrangements.
- Additional information including the annual report of the Manager and detailed holdings of the portfolio as at the last quarter end are available, free of charge, from info@flagshipsa.com.
- A statement of changes in the composition of the portfolio during the reporting period is available on request.
- Complaints should be in writing and clearly marked for the attention of the Compliance Officer and should be mailed to Private Bag X21, Constantia, 7848 or emailed to complaints@ipmc.co.za.

Investment Policy

The Flagship IP Global Flexible Equity Fund is to be a domestic, asset-allocation, prudential variable portfolio. The primary objective of the fund is to seek steady but stable growth of both capital and income through investments in a broad range of asset classes in a balanced manner. In order to achieve its objective, the investments normally to be included will comprise a combination of securities in the equity, bond and money markets. The portfolio will have an equity exposure (including international equity) between 0% and 100% at all times. Investments to be included in the Flagship IP Global Flexible Equity Fund will comprise a combination of securities and assets in liquid form which are considered consistent with the portfolio's primary objective and that the Act or the Registrar may from time to time allow, all to be acquired at fair market value. The portfolio may also include participatory interests or any other form of participation in portfolios of collective investment schemes registered in South Africa or operated in territories with a regulatory environment which is to the satisfaction of the Manager and the Trustee and as legislation permits. Nothing contained in the investment policy shall preclude the manager from varying the ratio of the aforementioned securities relative to each other (except as required by the Act), or the assets themselves, to maximise capital growth and investment potential, should changing economic factors or market conditions so demand. Provided also that nothing contained in the investment policy shall preclude the Manager from retaining cash in the portfolio and / or placing cash on deposit in terms of the deed. Provided further that the Manager shall ensure that the portfolio includes securities and assets in liquid form, of at least the aggregate value required, from time to time, by the Act. The Manager will be permitted to invest on behalf of the portfolio in offshore investments as legislation permits. The Manager will be permitted to invest on behalf of the portfolio in financial instruments as legislation permits. For the purpose of this portfolio, the manager shall reserve the right to close the portfolio to new investors on a date determined by the manager. This will be done in order to be able to manage the fund in accordance with its mandate. The manager may, once a portfolio has been closed, open that portfolio again to new investors on a date determined by the manager.

TER and Transaction Costs

From 1 January 2021 to 31 December 2023 0.82% of the value of the fund was incurred as expenses relating to the administration of the fund. 0.10% of the value of the fund was incurred as costs relating to the buying and selling of the assets underlying the fund. Therefore, 0.72% of the value of the fund was incurred as costs relating to the investment of the fund. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. 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, the investment decisions of the investment manager and the TER.

Fund Risk Profile

- The fund managers seek to reduce risk by investing in a range of assets diversified across sectors and geographies, with the flexibility to vary exposures as market circumstances dictate.



- Shares are potentially volatile investments and there is a risk of capital loss over the short term.
- Foreign securities may have additional material risks, depending on the specific risks affecting that country, such as: 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.

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