

STANLIB Equity Fund

Fund features



Quality and growth

We invest in quality businesses with a competitive advantage and attractive medium-term growth prospects. Combining quality and growth is a proven, rewarding investment style.



Active offshore diversification

We actively manage the fund's local and foreign exposure including exposure to the rest of Africa.



Depth and breadth of experience

We are a diverse and highly experienced team focused on bottom-up research. We manage equity portfolios that represent our best equity ideas.



Deliberately opportunistic

We take advantage of changing investment and operating environments to make informed linkages that lead to investment opportunities or sell decisions.



Thematic driven

We think broadly about investment opportunities as we look at trends and themes that may impact multiple sectors and companies.



Herman van Velze
Head of Equity



Theo Botha
Portfolio manager

Fund aim

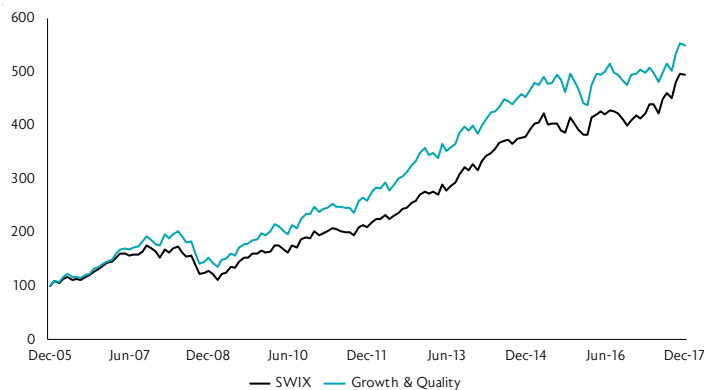
The fund aims to provide investors with long-term capital growth from a diverse and actively managed portfolio of companies in South Africa and globally.

Fund details

Inception	January 1970
Size	R4.4 billion
Class	R
Risk	Aggressive

Quality and growth

Evidence shows quality and growth is an outperforming strategy



Source: STANLIB, as at 30 June 2018

Current investment themes



Big focus on media



Remain overweight resources



Underweight healthcare

Performance

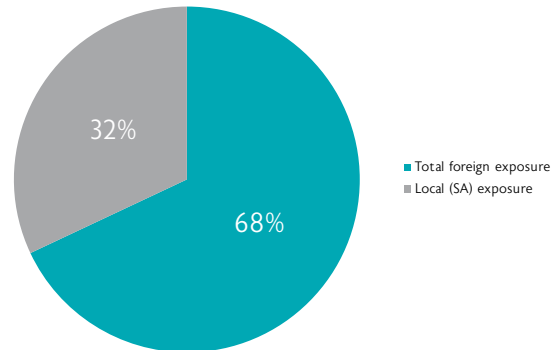
Fund Class R			
	1 year	3 years	5 years
Fund	11.33	3.98	8.26
Benchmark	11.68	5.26	11.13
High	18.24	18.24	27.40
Low	4.50	-7.32	-7.32

Source: Morningstar, as at 30 June 2018

STANLIB Equity Fund

Active offshore diversification

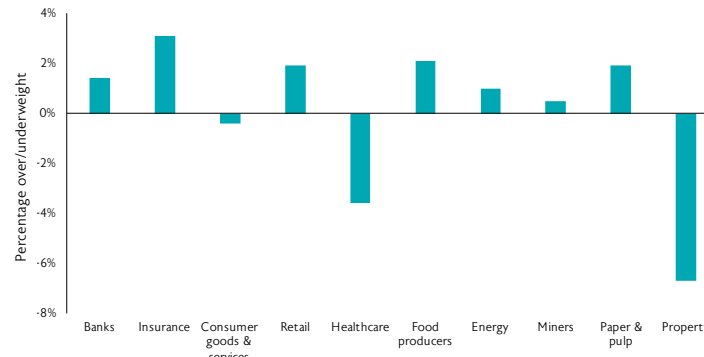
A large part of the fund has foreign exposure



Source: STANLIB, as at 30 June 2018

Sector views

We don't hug the benchmark

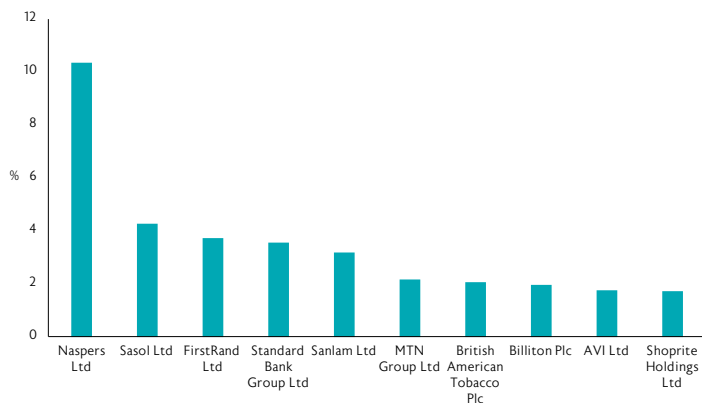


Source: STANLIB, as at 30 June 2018

Fund facts

- Investment of choice for over 50 000 investors.
- Launched in January 1970, It is one of the first unit trusts in South Africa

Top 10 holdings



Source: STANLIB, as at 30 June 2018

Portfolio commentary

The total return from the JSE All Share SWIX index for the second quarter was 2.1%. South African resources topped the performance tables with a 19.6% return, while industrials and financials delivered 4% and -6% respectively. The one-year return for the South African market was 15%. Resources did the heavy lifting, delivering a 42% return.

The JSE All Share's forward price earnings ratio is currently 19 times on a historic basis and 14 times on a forward basis. The historic dividend yield is 3.1% and the forward yield is 3.5%. The consensus forecast for earnings growth is 18% for 2018 and 13% for 2019. Resources will continue to deliver good earnings growth this year and industrial (telecommunications and media) companies will carry the flag in 2019.

The STANLIB Equity Fund's rand hedge exposure is in line with its benchmark, with a tilt towards the resources sector. We expect local consumer confidence to improve in the medium term, which motivates our 5% active position towards this segment; we are overweight in banking, insurance and retail shares. The outlook for the property sector has deteriorated as economic uncertainty and vacancies remain a concern. The fund has no exposure to property shares.

Disclaimer

CIS are traded at ruling prices and can engage in borrowing and scrip lending. Performance has been calculated using net NAV to NAV numbers, including actual initial and all ongoing fees, with income reinvested on the reinvestment date. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Collective investment schemes in securities are generally medium to long-term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to future performance. A portfolio of a collective investment scheme in securities may also engage in scrip lending. Where different classes of participatory interests apply to certain portfolios, they would be subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the Manager. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. Liberty is a member of the Association of Savings and Investment of South Africa. The Manager is a member of the Liberty group of companies. Contact details of Trustees: Standard Chartered Bank, 4 Sandown Valley Crescent, Sandton, 2196. Telephone +27 (0)11 291 8042. STANLIB Collective Investments (RF) Pty Limited (Reg. No. 1969/003468/07). STANLIB Collective Investments (RF) Pty Limited is registered and approved under the Collective Investment Schemes Control Act. Past performance, forecasts and commentary are not necessarily a guide to future performance.

STANLIB

17 Melrose Boulevard, Melrose Arch, 2196, PO Box 203, Melrose Arch, 2076 stanlib.com
 T +27 (0)11 448 6000 T 0860 123 003 (SA only)
 STANLIB is an authorised financial service provider

Published date: October 2018
 Compliance no: Z375B9