

STANLIB Flexible Income Fund

Fund features



Highly experienced fixed interest and property teams

The combination of our award-winning fixed interest and property teams in managing this fund brings together some of the most experienced professionals in the two sectors.



Consistent returns

The fund provides investors with a stable income throughout the business cycle and relatively low capital volatility compared with a pure property fund.



Client tailored fixed income solutions

We have a 360-degree view of the fixed interest and property markets, which helps us to identify opportunities in both sectors and construct optimal portfolios.



No “one size fits all”

We understand the different needs of each client and have various funds to meet those needs.



Identifying diverse opportunities to drive performance

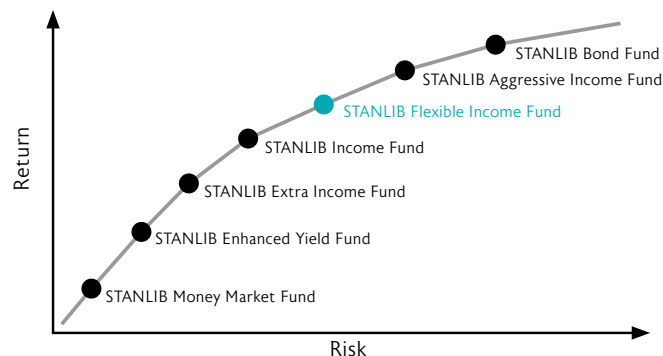
The fund is highly diversified. Investing in a combination of property REITs and fixed income instruments such as cash, bonds, preference shares, debentures and the money market.



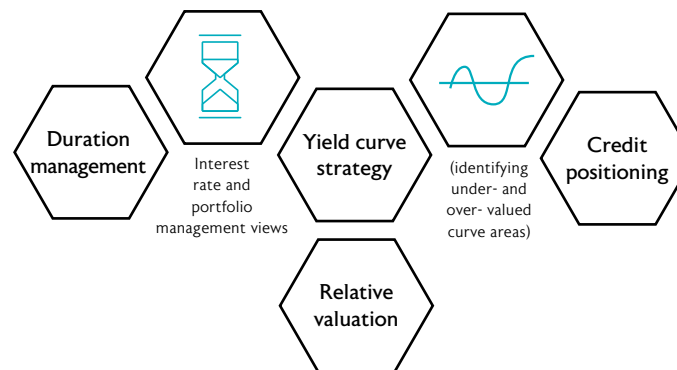
Flexible solution suitable for retirement funds

We actively manage exposure to cash, bonds and property in line with the limits of Regulation 28, making the fund suitable for retirement and preservation funds.

STANLIB fixed interest solutions



How we add to performance



Victor Mphaphuli
Co-head of Fixed Interest



Henk Viljoen
Co-head of Fixed Interest



Keillen Ndlovu
Head of Listed Property



Ansie van Rensburg
Head of Money Market

Fund aim

The fund's primary objective is to achieve a maximum overall return incorporating both income and capital growth in compliance with prudential investment guidelines.

Fund details

Inception	April 2004
Size	R1.09 billion
Class	B1
Risk	Moderately conservative

Performance

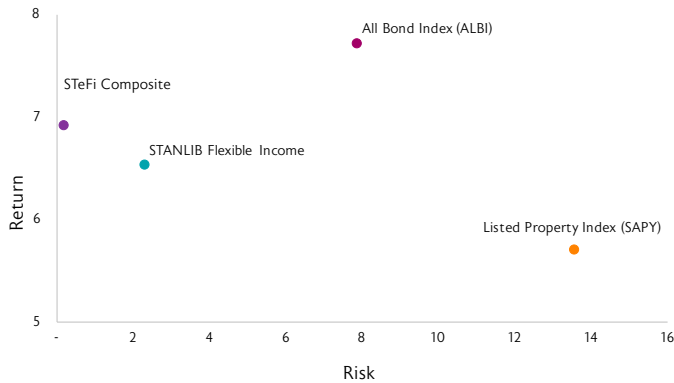
Fund Class B1					
	1 Year	3 Years	5 Years	7 Years	10 Years
Fund	1.84	7.3	6.53	6.96	7.44
Benchmark	8.00	8.99	7.44	7.12	7.52
High	8.83	10.29	10.29	11.86	16.81
Low	1.84	1.84	1.84	1.84	1.84

Source: Morningstar, as at 31 December 2018

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Risk/return scatter plot - 5 years

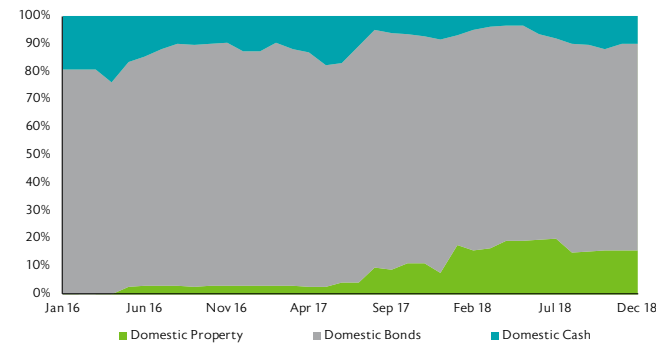
Enhanced risk-adjusted return relative to bonds and property.



Source: Morningstar, as at 31 December 2018

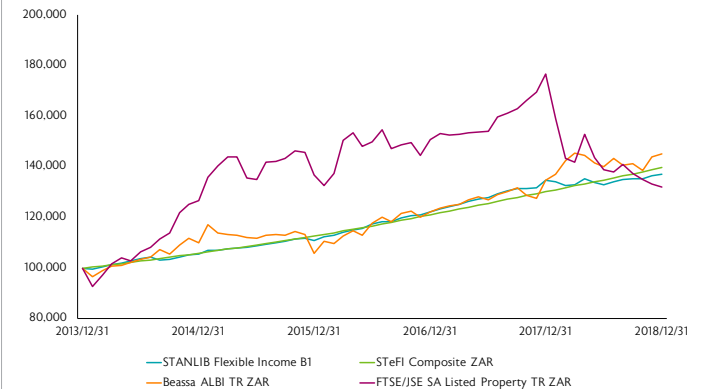
Asset allocation

Specialist active asset allocation enhances the return profile over time.



Source: STANLIB, as at 31 December 2018

Cumulative performance - 5 years



Source: Morningstar, as at 31 December 2018

Portfolio commentary

The modified duration was reduced from 2.2 years to 1.9 years by the end of Q418. The listed property holding affected short term performance but the fund maintains an overweight position because the recent sell off in the sector is expected to reverse.

The bond market returned 2.8% during Q418 and was the best-performing domestic asset class for 2019. It was mainly buoyed by an improved backdrop for global interest rates.

The US Fed's rate hiking strategy will continue drive global bond markets in 2019 while the main domestic challenges will be national elections, fears of a rating downgrade and February's Budget. Forward rates are pricing in one more hike by the SARB.

Fund aims

- Regulation 28 compliant
- Fully flexible income solution

CONSISTENT TEAM
Working together for 15 years

CONSISTENT PROCESS & PHILOSOPHY
Same for over 20 years

CONSISTENT BENCHMARK BEATERS

CONSISTENT TOP QUARTILE PERFORMER*

* Full details and basis for the ranking are available from STANLIB on request.

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, forecasts and commentary are 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. Annualised return figures are the compound annualised growth rate (CAGR) calculated from the cumulative return for the period being measured. These annualised returns provide an indication of the annual return achieved over the period had an investment been held for the entire period. Actual annual figures are available on request from the Manager. This is a portfolio that derives its income primarily from interest-bearing instruments. The yield is a current effective yield calculated daily.

STANLIB

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STANLIB is an authorised financial service provider

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