

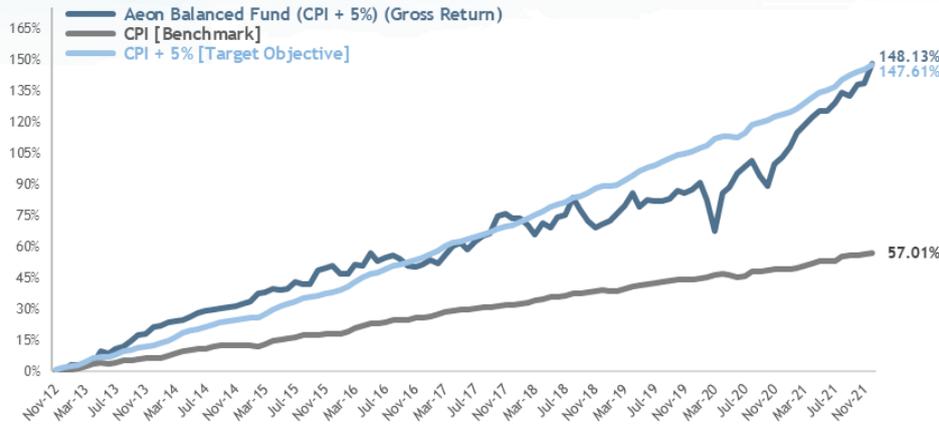
Aeon Balanced Fund (CPI +5%)

Fund information as at 31 December 2021



Fund Performance

Cumulative Performance - since inception - Gross Return



Monthly - Gross Return	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016 Fund	-2.64%	0.05%	3.05%	-0.33%	3.88%	-2.58%	1.41%	0.70%	-1.34%	-1.90%	-0.49%	0.64%	0.21%
2016 Benchmark	0.30%	0.80%	1.40%	0.80%	0.80%	0.20%	0.60%	0.80%	-0.10%	0.20%	0.50%	0.30%	6.79%
2016 Target Objective	0.72%	1.22%	1.82%	1.22%	1.22%	0.62%	1.02%	1.22%	0.32%	0.62%	0.92%	0.72%	12.23%
2017 Fund	1.46%	-0.94%	2.62%	2.64%	1.17%	-1.95%	2.33%	1.67%	0.52%	5.04%	0.89%	-1.52%	14.61%
2017 Benchmark	0.40%	0.60%	1.10%	0.60%	0.10%	0.30%	0.20%	0.30%	0.10%	0.50%	0.30%	0.10%	4.69%
2017 Target Objective	0.82%	1.02%	1.52%	1.02%	0.52%	0.72%	0.62%	0.72%	0.52%	0.92%	0.72%	0.52%	10.03%
2018 Fund	0.00%	-1.78%	-2.61%	3.36%	-1.22%	2.96%	0.38%	4.74%	-2.96%	-3.18%	-1.91%	1.00%	-1.58%
2018 Benchmark	0.50%	0.30%	0.80%	0.40%	0.80%	0.19%	0.40%	0.80%	-0.10%	0.50%	0.50%	0.20%	5.42%
2018 Target Objective	0.92%	0.72%	1.22%	0.82%	1.22%	0.61%	0.82%	1.22%	0.32%	0.92%	0.92%	0.62%	10.78%
2019 Fund	1.13%	1.80%	2.22%	3.42%	-3.48%	1.70%	-0.22%	0.16%	0.50%	2.17%	-0.76%	1.00%	9.89%
2019 Benchmark	-0.20%	-0.20%	0.80%	0.80%	0.60%	0.30%	0.40%	0.40%	0.30%	0.30%	0.00%	0.10%	3.65%
2019 Target Objective	0.22%	0.22%	1.22%	1.22%	1.02%	0.72%	0.82%	0.82%	0.72%	0.72%	0.42%	0.52%	8.94%
2020 Fund	1.80%	-4.34%	-8.14%	10.93%	1.46%	3.43%	1.81%	1.25%	-3.54%	-2.52%	5.56%	1.48%	8.13%
2020 Benchmark	0.30%	0.30%	1.00%	0.30%	-0.50%	-0.60%	0.50%	1.30%	0.20%	0.20%	0.30%	0.00%	3.33%
2020 Target Objective	0.72%	0.72%	1.42%	0.72%	-0.08%	-0.18%	0.92%	1.72%	0.62%	0.62%	0.72%	0.42%	8.61%
2021 Fund	2.61%	3.22%	1.88%	1.55%	1.31%	0.09%	1.74%	2.06%	-0.71%	2.40%	0.33%	3.99%	22.41%
2021 Benchmark	0.20%	0.30%	0.70%	0.70%	0.70%	0.10%	0.20%	1.10%	0.40%	0.20%	0.20%	0.50%	5.43%
2021 Target Objective	0.62%	0.72%	1.12%	1.12%	1.12%	0.52%	0.62%	1.52%	0.82%	0.62%	0.92%	0.92%	10.79%

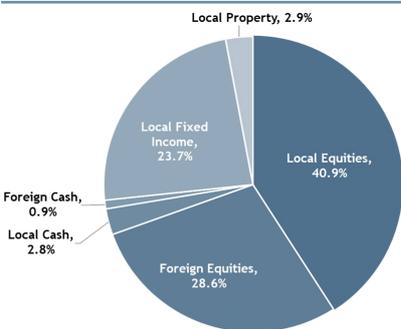
* Benchmark: CPI data lagged by one month.

Performance Summary - Gross Return

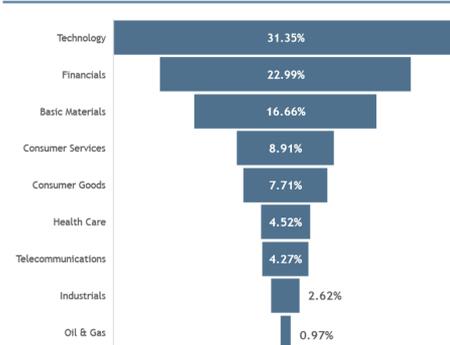
	Fund	Benchmark	Target Objective
1 month	3.99%	0.50%	0.92%
3 months	6.84%	0.90%	2.17%
6 months	10.15%	2.63%	5.21%
Year to date	22.41%	5.43%	10.79%
1 Year	22.41%	5.43%	10.79%
3 Years (annualised)	13.30%	4.13%	9.44%
5 Years (annualised)	10.41%	4.50%	9.83%
7 Years (annualised)	9.40%	4.85%	10.19%
Since Inception (cumulative)	148.13%	57.01%	147.61%
Since Inception (annualised)	10.42%	5.04%	10.40%

Fund Holdings (as at 31 December 2021)

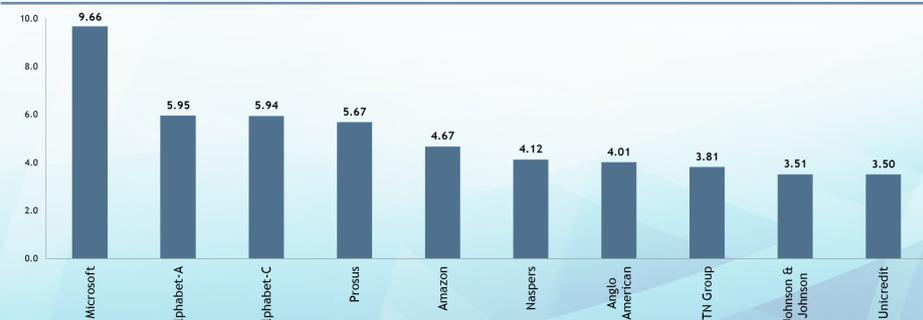
Asset Allocation



Sector Allocation (as a % of Equities)



Top Ten Holdings (as a % of Equities)



Investment Philosophy

Aeon Investment Management's equity investment style is Growth At a Reasonable Price (GARP) and modelling Implied vs. Sustainable Growth. We also utilise our in-house Currency Model for foreign asset allocation and the Fear & Greed Index for appropriate protective structure overlays. Aeon Balanced Prescient Fund's investment strategy encompasses active asset allocation and active management of underlying equity and fixed income assets. The fund has five diversified sources of alpha (GARP Active Equity, Smart Multi-Factor Equity, GARP Foreign Equity, Diversified Income, Derivative Protective Overlay).

Fund Objectives

The Aeon Balanced Fund (CPI +5%) seeks to achieve:

- Inflation-beating returns by investing in the full spectrum of domestic and foreign equity and fixed income markets
- Provide investors with stable income and modest capital appreciation in the long run
- Manage risk through disciplined portfolio construction
- Employ low cost trading techniques

Fund Managers



Fund Information

Benchmark: CPI
Target objective: CPI +5%
Inception date: 1 November 2012
Fund size: R 415.07 million
Investment horizon: Five years plus
Classification: South African - Multi Asset - Medium Equity
Regulation 28 compliant: Yes

Risk Profile

Conservative Moderate Aggressive

- These portfolios generally hold more equity exposure than low risk portfolios but less than high risk portfolios.
- In turn the expected volatility is higher than low risk portfolios, but less than high risk portfolios.
- The probability of losses are higher than that of the low risk portfolios, but less than high risk portfolio.
- Expected potential long term investment returns could therefore be lower than high risk portfolios due to lower equity exposure, but higher than low risk portfolios.

Fees & Charges

Institutional clients have the option of a flat fee or performance fee structure:

- **Flat Fee:** 0.50% p.a. plus VAT.
- **Performance Fee:** Base Fee of 0.35% p.a. plus VAT, plus Outperformance fee share participation rate of 20%. Out-performance capped at 80 bps plus VAT.

Administration

Fund trustees & custodian: Nedbank Investor Services
Fund administration: Prescient Fund Services

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 Balanced Fund (CPI +5%)

Fund information as at 31 December 2021



Fund Performance Review & Market Commentary

The Aeon Balanced Fund was up by 6.84% on a for the fourth quarter of 2021 and is up by 22.41% over a one-year period.

The quarter ended December was broadly positive for world markets as concerns about the increase in Omicron cases decreased due to the milder symptoms associated with this strain. China's central bank also boosted liquidity by reducing the reserve requirement ratio by 0.5%. Market sentiment was further improved following the recent US Fed comments, which indicated that though the Fed could start reducing its bond purchase program, interest rate increases would not be imminent. The sector that fared best for the quarter ended December was Consumer Discretionary led by index heavyweight Richemont which was up over 50% in the period. Healthcare was the weakest sector for the quarter led by Aspen and Netcare, with the sector cooling after a strong run in the previous period.

Globally, central banks and governments have continued to be accommodative as a reactionary measure to tackle the pandemic. The Fed previously announced that it will be targeting average inflation of 2% going forward implying that US interest rates could remain lower for longer. However, investors are becoming increasingly concerned about inflation, the scarcity of supplies and potential contagion from China's property sector's debt problems. This raises the concerns of an earlier potential to hike US interest rates. Encouragingly though, investors remain confident in central banks and their willingness to provide support to economies.

Locally, sentiment has continued to be negative as the country faces economic growth obstacles. South Africa's fiscal position remains constrained through poor policy decisions, and ineffective implementation by government. Eskom had to implement loadshedding for most of the quarter as some power plants required maintenance. Financial conditions may be difficult for South Africa in the years ahead with consumer spending also anticipated to be muted.

Looking forward, growth expectations for the local economy seem to be dependent on global growth, improving confidence, positive local government action, and Covid-19 containment measures. There have begun some positive surprises in the economy which have been welcomed. Astute stock picking with our Growth at Reasonable Price (GARP) philosophy that delivers superior value through the cycle and a focus on companies whose cash flows support earnings is expected to benefit the portfolios moving forward.

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.

Investment Team:

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), CFA Level 1 Passed
zaid.paruk@aeonim.co.za

Tinyiko Mabunda – Research & ESG Analyst
BSc (Human Physiology), Advanced Dip (Acc), B.Com Hons (FAPM)
Tinyiko.mabunda@aeonim.co.za

Shaun Van den Berg – Research Analyst
B.Com Actuarial Science
shaun@aeonim.co.za

Mbuso Thabethe – Investment Associate
FRM, BCom (Hons) FAPM (UCT), BCom Economics & Finance (UCT)
mbuso@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 -1 BBBEE Contributor.

Fund Administration Services

Prescient Fund Services

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.

Disclaimer

Investors should take cognisance of the fact that there are risks involved in buying or selling any financial product. Past performance of a financial product is not necessarily indicative of future performance. The value of financial products can increase as well as decrease over time, depending on the value of the underlying securities and market conditions. Illustrations, forecasts or hypothetical data are not guaranteed and are provided for illustrative purposes only. This fact sheet does not constitute a solicitation, invitation or investment recommendation. Prior to selecting a financial product or fund it is recommended that investors seek specialised financial, legal and tax advice. The laws of the Republic of South Africa shall govern any claim relating to or arising from the contents of this document.

Glossary

Annualised performance: Annualised performance show longer term performance rescaled to a 1 year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

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