



# CORESHARES SCIENTIFIC BETA MULTI FACTOR INDEX FUND MINIMUM DISCLOSURE DOCUMENT (FACTSHEET)

## FUND INFORMATION

30 November 2018

<b>Classification</b>	South African – Equity – General	<b>Valuation time</b>	17h00
<b>Benchmark</b>	Scientific Beta CS South Africa 6F-EW Index	<b>Cut off time for transaction</b>	14h00
<b>Launch date</b>	02 October 2017	<b>Historic yield</b>	4.68%
<b>Number of holdings</b>	51	<b>Distribution dates</b>	March, June, September, December
<b>Size</b>	R9 195 566	<b>Fund Manager</b>	CoreShares Asset Management
<b>NAV</b>	87 cents per unit	<b>Trustee and Custodian</b>	Société Générale Johannesburg Branch
<b>Units in issue</b>	10 598 170	<b>Risk profile</b>	Aggressive (5/5) ●●●●●
<b>Annual Fee</b>	0.40% (ex VAT)	<b>TIC</b>	0.67%
<b>TER</b>	0.52%		

## OBJECTIVE

The objective of the portfolio is to track the Scientific Beta CS South Africa Six-Factor Equal Weighted Index. This strategy is created to offer exposure to well-rewarded, academically grounded risk factors, whilst diversifying away as much as possible from non-rewarded, non-systematic risks.

The index, which is constructed and maintained by the EDHEC-Risk Institute in France, provides exposure to the 52 largest and most liquid shares listed on the JSE (primary and secondary) and is rebalanced quarterly.

## WHY CHOOSE THIS FUND?

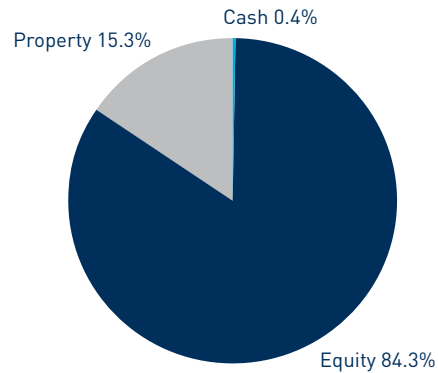
The benefits of the CoreShares Scientific Beta Multi Factor Index Fund are the following:

- Can be used as part of a core/satellite approach
- Single security and factor diversification
- Transparency
- De-concentrated index (risk management)
- Cost efficiency
- Active equity replacement strategy

**TOP 10 CONSTITUENTS**

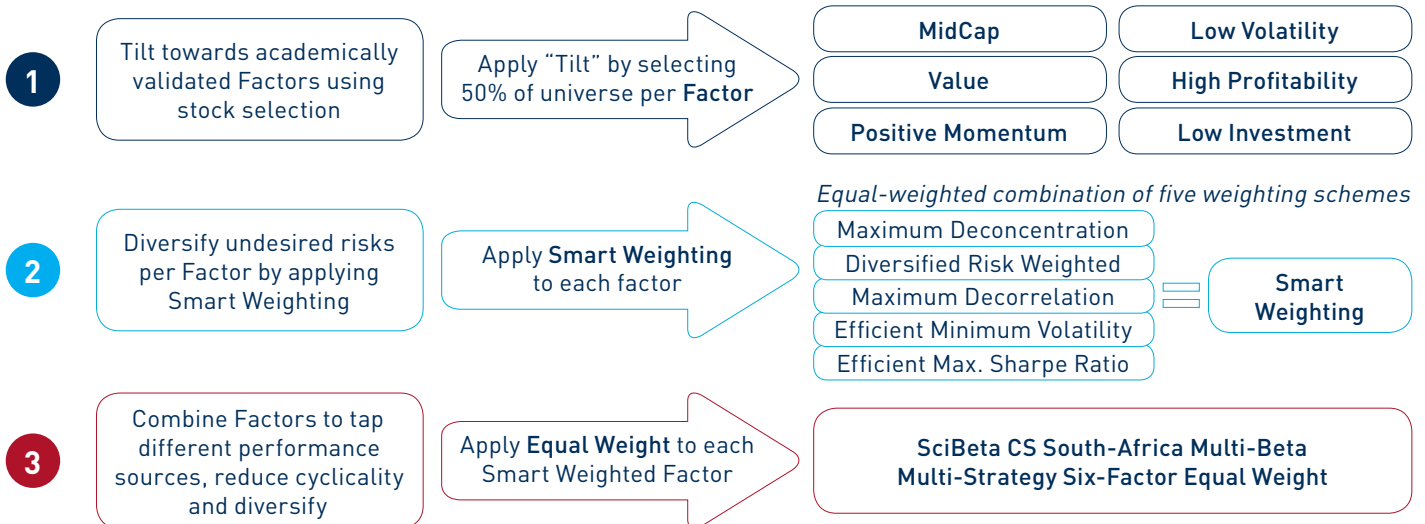
Constituents	Weight (%)	Constituents	Weight (%)
South32 Limited	4.2	Mondi Limited	3.2
Growthpoint	4.1	ABSA Group	3.2
Com Finance Richmond SA	3.5	Bhp Billiton Plc	3.2
MTN Group Limited	3.4	Bidvest Group	2.8
Clicks Group	3.3	Firststrand Limited	2.6

**ASSET ALLOCATION**



**INVESTMENT PHILOSOPHY**

In using the latest advancements in Smart Beta design, the fund’s rules-based and transparent philosophy and process is outlined below:



**RISKS**

As with all investments, there are certain risks of investing in **CoreShares Scientific Beta Multi Factor Index Fund**:

- Index Tracking Risk – The unit trusts returns may not match the index returns due to operating costs.
- An investment in the unit trust involves risks similar to those of investing in any fund such as liquidity risk and capital risk.

**HOW TO INVEST**

The **CoreShares Scientific Beta Multi Factor Index Fund** is available through the following channels:

- Directly through CoreShares (at R10 million minimum)
- LISP platforms: Momentum
- Segregated mandate (at management fee of 0.25% ex-VAT)

**WHERE TO VIEW THE INDEX AND ITS PERFORMANCE**

<http://www.scientificbeta.com/#/index/XXX-CS01-MA5>

**MANAGER INFORMATION**

**CoreShares Index Tracker Managers (RF) (Pty) Ltd**  
 4<sup>th</sup> Floor, Grindrod Tower, 8A Protea Place, Sandton.  
 PO Box 78011, Sandton, 2146.

## DISCLOSURES

CoreShares Index Tracker Managers (RF) (Pty) Ltd (“the Manager”), Registration number 2006/006498/07, is a company incorporated in South Africa acting as a manager of collective investments schemes in securities in terms of Section 42 of the Collective Investments Schemes Control Act and is supervised by the Financial Sector Conduct Authority. The registered address of the Manager is 5 Arundel Close, Kingsmead Office Park, Durban, 4001. The Trustee and Custodian is Société Générale Johannesburg Branch. The Investment Management of the portfolios is outsourced to CoreShares Asset Management (Pty) Ltd, an authorised financial services provider, FSP 46695. Client administration is outsourced to Maitland Group South Africa Limited, Tel: 021 681 8059; Address: Maitland House 1, River Park, Gloucester Road, Mowbray, 7700, Cape Town. This document and any other information supplied in connection with CoreShares is not “advice” as defined and/or contemplated in terms of the Financial Advisory and Intermediary Services Act and, therefore, investors are encouraged to obtain their own independent advice prior to buying participatory interests in CIS portfolios issued by the Manager. Participatory interests in the portfolios issued by the manager qualify as investment instruments for the purposes of Tax Free Savings and Investment account by virtue of Section 12T of the Income Tax Act (available on certain LISPs). Collective investment schemes are generally medium to long-term investments. The value of participatory interests or the investment may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from the manager. There are no performance fees charged in the portfolio. Commission and incentives may be paid and if so, would be included in the overall costs. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The General Investor Report will be published 3 months after the launch of the fund and will be available on request and on our website. The portfolio may borrow up to 10% of its net assets on a temporary basis. Such borrowings are permitted only to meet the portfolio’s obligations in relation to (i) the administration of the Fund relating to purchase or sale transactions; and/or (ii) the redemption or cancellation of participatory interests in the portfolio. Borrowings in relation to (i) above are only permitted for a period of up to 8 calendar days, and 61 calendar days in respect of (ii). Past portfolio performance is measured on a rolling monthly basis. The annual report, brochures, application form is available on our website. The portfolio may be closed to new investments at any time in order to be managed in accordance with its mandate. CoreShares shall, wherever possible, avoid situations causing a conflict of interest. Where it is not possible to avoid such conflict, CoreShares shall advise you of such conflict in writing at the earliest reasonable opportunity and shall mitigate the conflict of interest in accordance with its conflict of interest. Management Policy. You may send a blank email with a subject “conflict of interest” to the compliance officer, should you need a copy of this policy. Complaints should be directed to the Compliance Officer. The Complaints Resolution Policy is available on request. The Compliance Officer’s email address is [compliance@coreshares.co.za](mailto:compliance@coreshares.co.za). Total expense ratio (TER) is a measure of a portfolio’s assets that have been expended as payment for services rendered in the management of the portfolio or collective investment scheme (CIS), expressed as a percentage of the average daily value of the portfolio or CIS calculated over rolling three year periods coinciding with a calendar quarter end and annualised. Transaction costs (TC) is a measure to determine the costs incurred in buying and selling the underlying assets of a portfolio or CIS, expressed as a percentage of the average daily value of the portfolio or CIS calculated over a period of three years on an annualised basis. TC are a necessary cost in administering the portfolio or CIS and impacts 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 portfolio or CIS, the investment decisions of the investment manager and the TER. Total investment charges is a measure of the total value of portfolio incurred as costs relating to the investment of the portfolio or CIS. A higher TER / TC does not necessarily imply a poor return, nor does a low TER / TC imply a good return. The current TER may not necessarily be an accurate indication of future TER / TC’s. Trustee and custodian: Société Générale Johannesburg Branch Telephone 011 448 8427 Address: 160 Jan Smuts Avenue, Rosebank.

The Scientific Beta CS South Africa Six Factor Equal Weighted Index is the intellectual property (including registered trademarks) of EDHEC Risk Institute Asia Ltd and/or its licensors, which is used under license within the framework of ERI Scientific Beta activity. The CoreShares Scientific Beta Multi Factor Index Fund that replicates fully or partially the Scientific Beta CS South Africa Six Factor Equal Weighted Index is not sponsored, endorsed, sold or promoted by EDHEC Risk Institute Asia Ltd and its licensors and neither EDHEC Risk Institute Asia Ltd nor its licensors shall have any liability with respect thereto.

The NAV is published daily and is available on the website [www.coreshares.co.za](http://www.coreshares.co.za)

Issued 14 December 2018  
SciBeta: v.SB\_10\_15

# CORESHARES SCIENTIFIC BETA MULTI FACTOR INDEX FUND QUARTERLY GENERAL INVESTOR REPORT

July - September 2018

**Units in issue**

10 423 023

**Net Asset Value per unit**

97 cents per unit

**TER<sup>(1)</sup>**

0.45%

**ADHERENCE TO INVESTMENT POLICY OBJECTIVE**

The portfolio at all times during the period under review, adhered to its investment policy objective which is to track the Scientific Beta CS South Africa 6F-EW Index.

**PORTFOLIO CONSTITUENTS AND CHANGES FOR THE QUARTER**

Equity	30 Jun'18 (%)	30 Sep'18 (%)	Change (%)
ABSA GROUP LIMITED	2.85	2.89	0.04
ANGLO AMERICAN PLATINUM	1.25	1.61	0.36
ANGLO AMERICAN PLC	1.58	1.76	0.18
ANGLOGOLD ASHANTI	1.82	1.76	-0.06
ASPEN PHARMACARE HOLDINGS	0.95	0.60	-0.35
AVI LIMITED	2.48	2.42	-0.06
BARLOWORLD LIMITED	1.57	1.58	0.01
BHP BILLITON PLC	3.49	3.44	-0.05
BIDVEST GROUP LTD	2.33	2.36	0.03
CAPITAL & COUNTIES PROPS	2.07	1.97	-0.10
CLICKS GROUP LTD	3.07	2.85	-0.22
COM FINANCE RICHMONT SA	4.23	4.24	0.01
DISCOVERY HLDS LTD	1.19	1.54	0.35
EXXARO RESOURCES LTD	1.59	1.84	0.25
FIRSTRAND LIMITED	2.29	2.47	0.18
FORTRESS REIT LTD - A	2.02	2.29	0.27
GLENCORE XSTRATA PLC	1.73	1.75	0.02
GOLD FIELDS LIMITED	2.88	1.80	-1.08
GROWTHPOINT	4.07	3.75	-0.32
HAMMERSON PLC	0.71	1.09	0.38
HYPROP INV LTD	1.70	1.76	0.06
IMPERIAL HOLDINGS	2.00	1.92	-0.08
INTU PROPERTIES PLC	3.09	2.72	-0.37
INVESTEC LIMITED	1.92	2.07	0.15
LIBERTY HOLDINGS LTD	1.90	1.88	-0.02
LIFE HEALTHCARE GROUP	1.07	1.12	0.05
MASSMART HOLDINGS	0.95	0.97	0.02
MEDICLINIC INTERNAT PLC	0.55	0.53	-0.02
MMI HOLDINGS LIMITED	1.08	1.13	0.05
MONDI LIMITED	3.71	3.82	0.11
MR PRICE GROUP LTD	1.33	1.50	0.17
MTN GROUP LIMITED	3.65	3.17	-0.48
NEDBANK GROUP LTD	1.73	1.98	0.25
NETCARE LIMITED	2.39	2.12	-0.27
PICK N PAY STORES	1.76	1.60	-0.16
PIONEER FOODS GROUP LTD	1.41	1.02	-0.39
REDEFINE PROP LTD	2.02	1.85	-0.17
REMGRO LIMITED	1.01	0.99	-0.02
RMI HOLDINGS LTD (RMI)	1.20	1.27	0.07
SANLAM LIMITED	1.12	1.35	0.23
SAPPI LIMITED	1.87	1.94	0.07
SASOL LIMITED	1.95	1.89	-0.06
SHOPRITE HOLDINGS	1.32	1.16	-0.16
SOUTH32 LIMITED	4.22	4.97	0.75
SPAR GROUP	1.55	1.61	0.06
STANDARD BANK GROUP	1.11	1.07	-0.04
TELKOM SA SOC LIMITED	1.14	1.24	0.10
THE FOSCHINI GROUP	1.41	1.47	0.06
TIGER BRANDS LIMITED	1.88	1.62	-0.26
TRUWORTHS INT LTD	0.86	0.95	0.09
VODACOM GROUP	1.65	2.10	0.45
WOOLWORTHS HLDS LTD	0.89	0.90	0.01
TOTAL	99.61	99.70	0.09

<sup>(1)</sup> The TER will be available when the fund reaches a one year track record. The targeted TER is 0.45%