

# FNB NAMIBIA CORPORATE FUND



Fund Fact Sheet as at 31 October 2021

## Fund Details

|                                       |  |
|---------------------------------------|--|
| Sector                                | Domestic - Money Market  |
| Inception Date                        | 22 September 2010  |
| Fund Manager                          | Ralf Düvel   |
| Fund Size                             | N\$ 875,312,589  |
| Benchmark                             | Namibian Repo Rate - 0.50%   |
| ISIN Code                             | ZAE000146148   |
| Nature of Distributions               | Dividends  |
| Income Declaration                    | Accrued Daily, Paid Monthly  |
| Weighted Average Duration             | 144 days   |
| Weighted Average Legal Maturity       | 144 days   |
| Minimum Lump Sum                      | N\$ 75,000   |
| Minimum Balance                       | N\$ 75,000   |
| Annual Management Fee                 | 0.60%  |
| Total Expense Ratio (TER)             | 0.66%  |
| Total Investment Charge (TIC)         | 0.66%  |
| Client Service Centre Contact Details | Ashburton Investments Namibia<br>1st Floor, Parkside Building<br>130 Independence Avenue<br>Windhoek |
| Fund Manager Contact Details          | Ashburton Investments Namibia<br>Pointbreak Building<br>c/o Schanzen & Sinclair Street<br>Windhoek   |
| Trustee Contact Details               | Standard Bank Nominees<br>Standard Bank Centre<br>c/o Werner List & Post Street<br>Windhoek          |

## Who Should Invest?

The FNB Namibia Corporate Fund is suitable for investors seeking a low risk investment that maximises income. It offers a high income yield, capital stability and good liquidity.

## Investment Objective

The fund's objective is to achieve an investment return in excess of general money market instruments and funds, while ensuring a high degree of liquidity, capital preservation and below average risk. The fund invests with the four major banking groups in Namibia, the five major banking groups in South Africa, Nampost Namibia and the Namibian, - and South African Reserve Bank. Securities to be included in the portfolio consist of money market instruments, participatory interests in unit trust schemes, bank call and fixed deposits, fixed income securities, government bills and bonds, quality commercial paper and repurchase agreements.

## Historical Distributions

| Month                         | Nov-20 | Dec-20 | Jan-21 | Feb-21 | Mar-21 | Apr-21 | May-21 | Jun-21 | Jul-21 | Aug-21 | Sep-21 | Oct-21 |
|-------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Distribution (cents per unit) | 0.3670 | 0.3282 | 0.3145 | 0.2915 | 0.3326 | 0.2979 | 0.3040 | 0.2938 | 0.2977 | 0.3200 | 0.3049 | 0.3005 |
| Average naca Rate             | 4.41%  | 3.93%  | 4.03%  | 3.87%  | 3.74%  | 3.68%  | 3.64%  | 3.63%  | 3.68%  | 3.71%  | 3.77%  | 3.85%  |

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. Unit Trust prices are calculated on a net asset value basis, which is the total capital value invested including any income accrual and less any permissible deductions from the portfolio divided by the number of units in issue. Income accruals are made daily and paid out monthly. Purchase and repurchase requests may be received by the manager by 10h00 each business day. Permissible deductions may include management fees, brokerage, NAMFISA levies, auditor's fees, bank charges, trustee fees and RSC levies. A schedule of fees and charges is available on request from Ashburton Unit Trust Management Company. Commission and incentives may be paid and if so, would be included in the overall costs. The FNB Namibia Corporate Fund is managed by Ashburton Unit Trust Management Company Ltd (89/485), a NAMFISA registered (25/9/5/3) Unit Trust Management Company.

## Fund Commentary

Namibia's annual inflation for September 2021 printed at 3.5% (South Africa: 5.0%). This is an increase from the 2.4% in September 2020 and 3.4% in August 2021 (South Africa: 4.9%).

The Namibian and South African money market curves further steepened throughout October, following global and local bond yields up, on the back of inflation fears and anticipated rate hikes moving closer. The 12-month NCD rates increased from 4.93% to 5.25% in South Africa and from 5.11% to 5.21% in Namibia respectively, throughout the month. The Namibian and South African bond yield curves shifted higher on the front and middle tenors, while remaining flat on the longer end.

Given the fund's duration profile we expect a gradual increase in yield going forward.

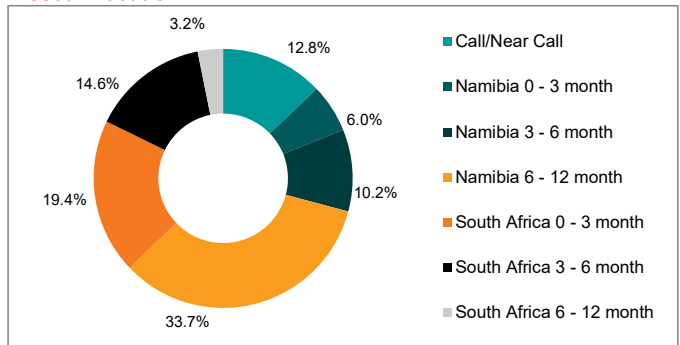
## Past Performance

For the period ended 31 October 2021, annualised net of fees

| Period           | 1-month | 3-month | 6-month | 1-year | 3-year |
|------------------|---------|---------|---------|--------|--------|
| Fund Performance | 3.85%   | 3.78%   | 3.71%   | 3.83%  | 5.66%  |
| Benchmark*       | 2.96%   | 2.96%   | 2.96%   | 2.96%  | 4.24%  |

\*Adjusted for Withholding Tax on Interest

## Asset Allocation



## Top 10 Holdings

|                            |        |
|----------------------------|--------|
| South African Reserve Bank | 37.32% |
| Bank of Namibia            | 17.74% |
| Nedbank Namibia            | 17.06% |
| Bank Windhoek Limited      | 11.77% |
| Nampost                    | 9.66%  |
| Standard Bank Namibia      | 2.23%  |
| FNB Namibia Limited        | 1.94%  |
| Nedbank South Africa       | 0.91%  |
| ABSA                       | 0.44%  |
| Other                      | 0.93%  |

A subsidiary of FirstRand Namibia Limited

Ashburton Unit Trust Management Company Limited (Reg No 89/485)

Directors S H Moir \* (Chairman), J H Hamman \*, O L P Capelao, J S Mwatotele, A M Rowles \* Company Secretary; H Kashimonde

\* South African with Namibian Permanent Residence