

Q4

2023



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FUND FACT SHEETS

Equity Models • Multi Asset Funds

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DECEMBER 2023

THE OFFSHORE GROWTH MODEL

Investment Objective

The model is designed to provide the investor with exposure to a portfolio of ± 25 shares traded on the major exchanges of the world including New York, London, Paris, Frankfurt, Zurich and Hong Kong.

The model typically follows an active stock selection approach. Shares are included into the portfolio after going through a thorough screening process where the probable upside is not reflective of the share price at the time of purchase. The intent of the investments made is to own companies that should grow at above average growth rates over the next 3 to 10 years, whilst controlling for overall portfolio risk. The portfolio is constantly reviewed and a watch list is maintained of companies that become eligible for inclusion into the model. The model has a ten year history.

The model is suitable for an investor who is looking for long term capital growth in developed investment markets.

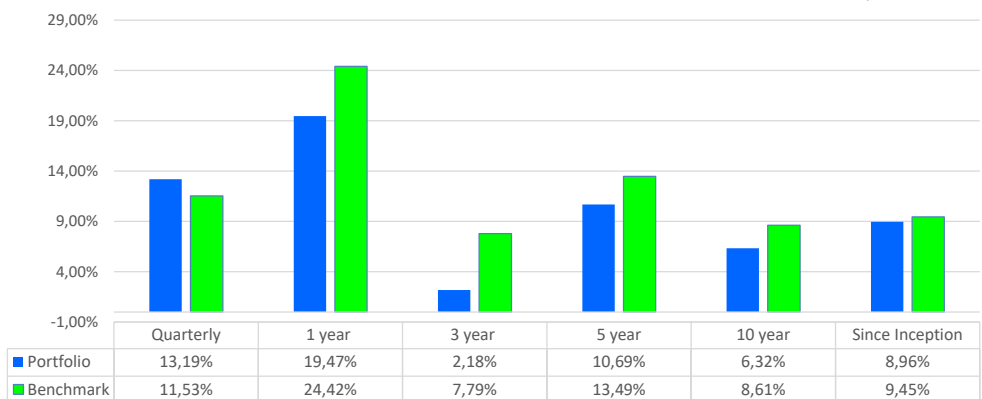
Comments - The portfolio underperformed the benchmark this year due to the concerns around recession which prompted us to take profits in July and build up cash in October. Outperformance came from US technology and AI related companies which offset very weak performance of Chinese companies during the year. We currently hold a very attractive mix of companies and the probability of doubling your returns over the next three years is promising.

Fund Information	
Portfolio Management	Wayne Smith, CFA, CFP Hanneke Ferreira, CFA
Launch Date	September 2010
Minimum Investment	\$70 000 for full portfolio exposure Lower sums will result in fewer shares being bought with the minimum trade size restricted to \$300 per share
Annual Management Fees	A minimum of 0.5% of the portfolio value Please see our company brochure for the full fee schedule (VAT exclusive)
Advisory Fees (when applicable)	Please see our company brochure for the full fee schedule
Benchmark	MSCI World Index
Liquidity	5 - 10 working days subject to underlying securities
Investment horizon	5 years plus
Reporting and transparency	Quarterly performance reporting
Risk Profile	Aggressive, long term growth

Portfolio Characteristics	
Implied Capital Growth	15.43%
Current Dividend Yield	1.85%
12 Month Forward Dividend Yield	1.31%
12 Month Implied Total Return	16.74%
Current PE	20.26x
12 Month Forward PE	16.48x
Weighted Earnings Growth Forecast	15.04%
Number of Counters	25
Current Price/ Earnings Growth	1.35

* Implied Capital Growth + Forward Dividend Yield (Excluding tax); Returns are estimated in hard currencies

Top 10 Holdings		
Capstone NewConstruct Index		7,05%
Vonovia SE		5,45%
Shell PLC		5,04%
DR Horton Inc		4,94%
ING Groep NV		4,75%
Meta Platforms Inc		4,65%
Amazon.com Inc		4,48%
PDD Holdings Inc		4,29%
Tencent Holdings Ltd		4,28%
Airbus SE		4,20%
Total		49.13%



Performance in USD

Investment Structure and Disclaimer

The Capstone Share Models are managed on Capstone's internal systems and are used to align client's share portfolios to the respective model. There is no guarantee that client portfolios will be fully aligned to the models as investment timing and investment opportunities may dictate that, for a season the portfolios may differ in appearance. At all times share portfolios are registered in the name of the investor concerned and Capstone's discretionary mandate only permits Capstone to trade on the investor's behalf. Capstone's preferred partner is SAXO Capital markets SA and DMA, who provide investors with a trading platform linked to local and global markets. Clients may also hold accounts with Sasfin Securities, Investec Securities and Sanlam Private Wealth which Capstone's investment team may manage on a full or limited discretion basis.

Investors are alerted to the fact that neither Capstone, nor any of its officers, management or staff offer any guarantees, sureties or any other assurance as to the performance of the investment in any way whatsoever. Investors attention is drawn to the fact that the underlying investments are risky in nature and as such there is a chance of a capital loss as well as capital gain. Investors are also alerted to the fact that past performance information serves as a guide to investors and in no way implies future performance. Past performance is calculated on a gross return basis before trading and management fees, since these fees may differ from client to client. For more information please contact us on 011 477 0062. Capstone 293 (Pty) Ltd is an authorised FSP number 5712.

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THE OFFSHORE HIGH DIVIDEND MODEL

Investment Objective

The model is made up of a concentrated number of shares that pay a dividend of more than 4% and exhibit strong earnings growth prospects at a reasonable valuation in their respective currencies at date of purchase. Shares are deliberately selected to ensure that there is a diverse currency exposure amongst various major currencies.

Shares are bought into the model with a view to holding the shares for periods longer than three years and there is a bias towards larger, geographically diversified companies.

The portfolio is actively managed and is suitable for an investor requiring a regular income from dividends with capital growth opportunities over the longer term.

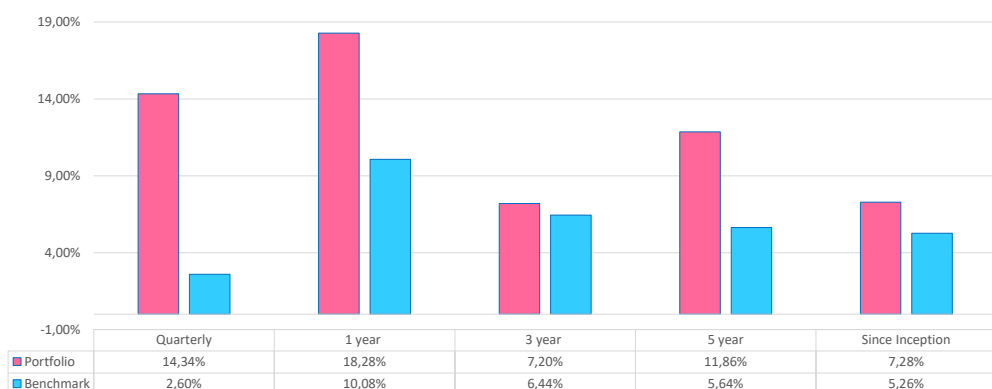
Comments - An improvement in sentiment in the last quarter of 2023 led to a sharp rally in interest rate sensitive companies which drove performance up to end the year at 18.3%, well ahead of the benchmark. Interest rates should fall in 2024 which will support further price growth for the many interest rate sensitive shares in the portfolio which is well diversified and trading on an attractive PEG ratio of 1.35. We are optimistic about the investment prospects for the portfolio in the year ahead.

Fund Information	
Portfolio Management	Hanneke Ferreira, CFA
Launch Date	December 2015
Minimum Investment	±R430 000 for full portfolio exposure Lower sums will result in fewer shares being bought with the minimum trade size restricted to \$3 300 per share
Annual Management Fees	A minimum of 0.5% of the portfolio value Please see our company brochure for the full fee schedule (VAT exclusive)
Advisory Fees (when applicable)	Please see our company brochure for the full fee schedule
Benchmark	USD Libor + 4% per annum
Liquidity	5 - 10 working days subject to underlying securities
Investment horizon	5 years plus
Reporting and transparency	Quarterly performance reporting
Risk Profile	Moderately Aggressive, long term growth and income

Portfolio Characteristics	
Implied Capital Growth	15.31%
Current Dividend Yield	3.72%
12 Month Forward Dividend Yield	5.32%
12 Month Implied Total Return	20.63%*
Current PE	15.25x
12 Month Forward PE	13.17X
Weighted Earnings Growth Forecast	11.31%
Number of Counters	24
Current Price/ Earnings Growth	1.35x

* Implied Capital Growth + Forward Dividend Yield (Excluding tax); Returns are estimated in hard currencies

Top 10 Holdings	%
JPMorgan Chase & Co	7,03%
Vonovia SE	5,80%
Capstone AMC	5,75%
Target Healthcare REIT PLC	5,31%
Allianz SE	5,28%
AXA SA	5,11%
OSB Group PLC	5,00%
Shell PLC	4,79%
Simon Property Group Inc	4,71%
ING Groep NV	4,50%
Total	53.28%



Performance in USD

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THE SA HIGH DIVIDEND MODEL

Investment Objective

The model is designed for investors who are looking for a portfolio of high dividend yielding shares that generate a gross dividend of at least 4% per annum. The model is made up of a concentrated portfolio of shares selected on (1) high dividends, (2) growing dividends and (3) reasonable valuations at date of purchase.

The model was established in December 2008 and is ideal for investors looking for an income growing in line with inflation together with the prospects of capital growth over the long term.

The model is suitable for inclusion into life annuity investments.

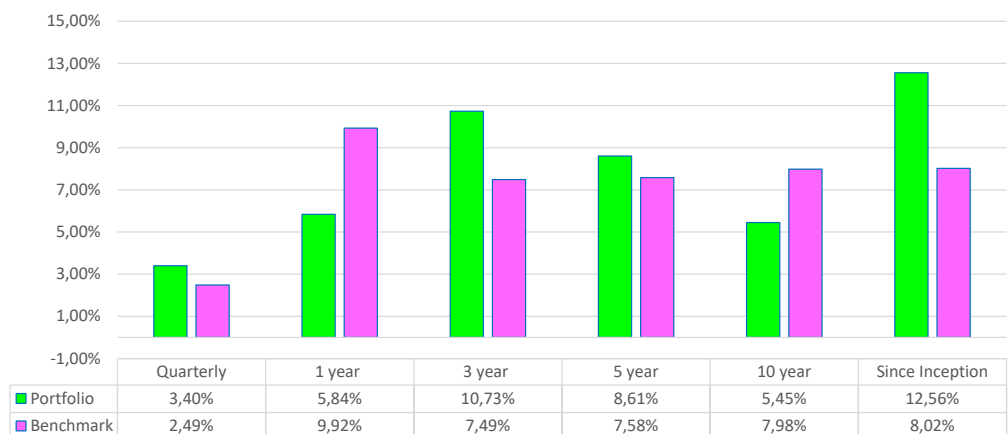
Comments - The model is conservatively managed with an emphasis on reliable, high dividend yielding securities. Given the attractive outlook for SA bonds at current yields, the model holds ±60% of total holdings in fixed income securities and bank preference shares.

Fund Information	
Portfolio Management	Wayne Smith, CFA, CFP Hanneke Ferreira, CFA
Launch Date	December 2008
Minimum Investment	±R200 000 for full portfolio exposure
Annual Management Fees	A minimum of 0.5% of the portfolio value Please see our company brochure for the full fee schedule (VAT exclusive)
Advisory Fees (when applicable)	Please see our company brochure for the full fee schedule
Benchmark	STEFI + 2% per annum
Liquidity	5 - 10 working days subject to underlying securities
Investment horizon	5 years plus
Reporting and transparency	Quarterly performance reporting
Risk Profile	Moderately Aggressive, long term growth

Portfolio Characteristics	
Implied Capital Growth	15.5%
Current Dividend Yield	7.2%
12 Month Forward Dividend Yield	7.4%
12 Month Implied Total Return	22.9%
Current PE	8.8x
12 Month Forward PE	5.17x
Earnings Growth Forecast	9.0%
Number of Counters	14
Current Price/ Earnings Growth	1.9

* Implied Capital Growth + Forward Dividend Yield (Excluding tax)

Top 10 Holdings	%
Portfoliomatrix Dynamic Income Fund	12,4%
Mi-Plan Enhanced Income Fund	12,4%
Absa Bank Pref	10,35%
Standard Bank Pref	7,14%
Prosus NV	6,87%
Nedbank Group Ltd	6,74%
British American Tobacco plc	5,97%
Newfunds Govi ETF	5,64%
BHP Group Ltd	5,47%
Naspers Ltd	4,29%
Total	77.35%



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