

# 10X PRIME HIGH EQUITY FUND

31 DECEMBER 2018

Minimum Disclosure Document



INVESTMENTS

Tel. 0861 109 109 info@10X.co.za  
www.10X.co.za

## ABOUT 10X

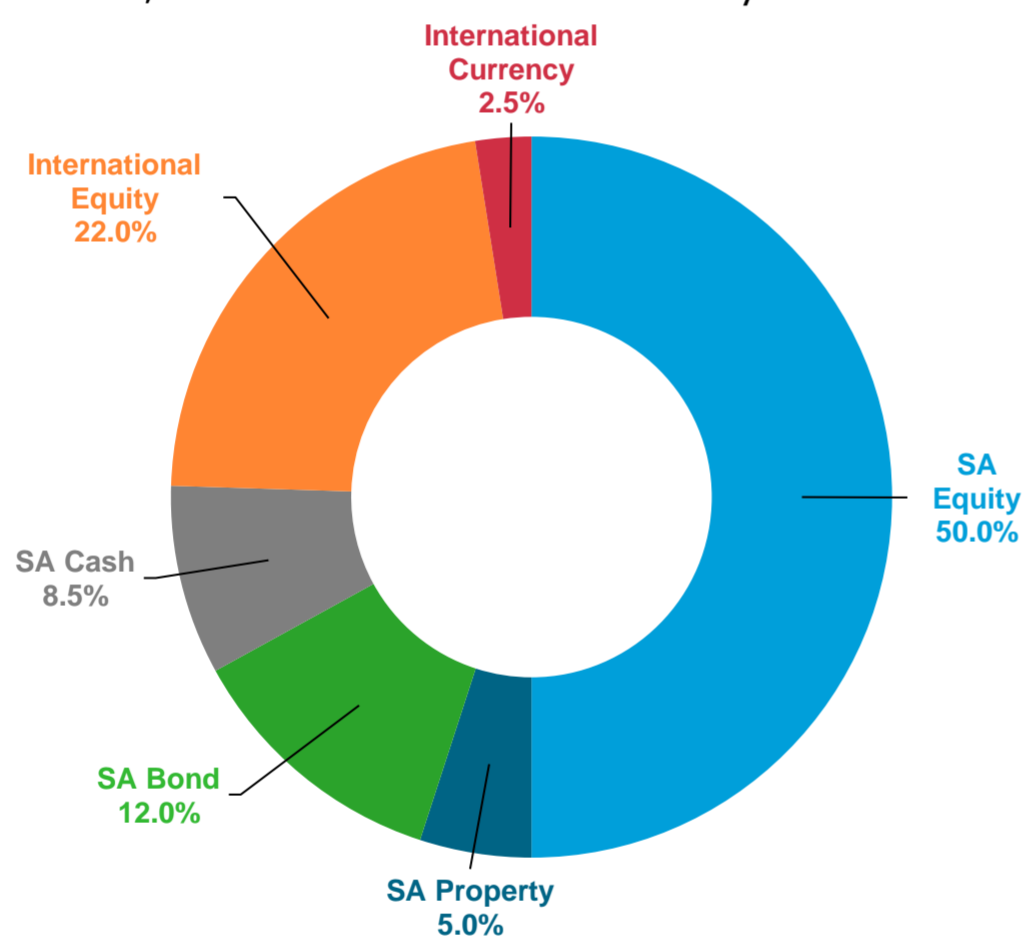
10X Investments began investing money in 2007 and currently has R9.7 billion under management. We manage a range of investments from pensions to discretionary investments.

10X was awarded the Balanced Fund Manager of the Year<sup>1</sup> in 2015 by Batseta (the Council of Retirement Funds in South Africa), for our retirement portfolios.

## ASSET ALLOCATION

The 10X Prime High Equity Fund is a simple, low cost unit trust. It is suitable for long-term investors (horizon of 5+ years) who want to diversify their exposure across different asset classes. Over shorter time horizons the returns may be volatile.

In this portfolio, you will obtain exposure to the 60 largest shares listed in the SA market, over 7,000 of the largest international shares, some of the largest local property shares, interest-earning local investments, local cash and offshore currency.



STRATEGIC ASSET ALLOCATION

## FUND FACTS

<b>Fund Manager:</b>	10X Investments (Pty) Ltd
<b>Classification:</b>	Multi Asset - High Equity Regulation 28 compliant
<b>Ideal time horizon:</b>	5 years and longer
<b>Benchmark:</b>	see page 2
<b>Risk profile:</b>	Lower than that of a pure equity fund. Higher in periods shorter than a year, lower in periods greater than three years
<b>Investment style:</b>	Strategic asset allocation - the fund invests in a mix of the underlying asset classes comprising the benchmark
<b>Objective:</b>	Maximise long term capital growth through a spectrum of investments in equity, bond, money and property markets
<b>Initial fee:</b>	Nil
<b>Retail fee:</b>	Class A 0.5% plus VAT (< R10m) Class B 0.3% plus VAT (> R10m)
<b>Institutional fee:</b>	Class C fee negotiated
<b>Total expense ratio:</b>	Class A: MF 0.58% OC 0.05% TER 0.63% TC 0.13% TIC 0.76%
<b>Minimums:</b>	R5 000 lump sum R1 000 debit order
<b>Distribution dates:</b>	28 February & 31 August
<b>Distributions:</b>	Class A 1.88 cents per unit on 31 August 2018
<b>Fund size:</b>	R 238 million
<b>Inception date:</b>	1 December 2015

## FUND RETURNS (NET OF FEES - CLASS A)

FUND	1 MONTH	3 MONTH	1 YEAR	3 YEAR
10X Prime High Equity	1.4%	-4.5%	-3.8%	3.3%

SOURCE: 10X Investments. Performance is after 10X's fee and all other trading costs. All returns greater than 12 months are annualised. 10X Prime High Equity Fund returns are shown from Jan 2016 (when this product first commenced).

## TOP 10 HOLDINGS AS % OF FUND<sup>3</sup>

Vanguard Total World Stock ETF	18.6%
Nedgroup Investments Corporate Money Market Fund C	5.4%
Anglo American Plc	3.3%
BHP Group	3.3%
Richemont SA	3.0%
Naspers Ltd	3.0%
US Dollars	2.8%
Standard Bank Ltd	2.5%
Sasol Ltd	2.5%
Vanguard Emerging Market ETF	2.4%

### Custodian

Société Générale  
Tel: 011 448 8800

### Management Company

Prime Collective Investment Schemes Management  
Company (RF) (Pty) Ltd  
Hurlingham Office Park, 59 Woodlands Avenue,  
Sandton, 2196

## BENCHMARKS

Each asset class within the 10X Prime High Equity Portfolio is invested in the underlying securities comprising the benchmarks, with the relevant benchmarks shown below.

10X'S BENCHMARK (ASSET CLASS) RETURNS				
ASSET CLASS	1 MONTH	3 MONTH	1 YEAR	3 YEAR
SA Equity	4.1%	-4.3%	-8.0%	3.5%
SA Bonds	0.7%	1.5%	3.5%	6.8%
SA Property	-0.8%	-3.2%	-26.2%	-1.8%
SA Cash	0.6%	1.7%	7.0%	7.0%
International Equity	-1.7%	-10.1%	5.2%	4.8%
International Currency	5.4%	2.6%	17.2%	-2.1%
SA Inflation	0.4%	0.9%	4.9%	5.5%

SOURCE: S&P Dow Jones Indices, Reuters, 10X Investments. All returns greater than 12 months are annualised.

ASSET CLASS	BENCHMARK %	BENCHMARK	DESCRIPTION
SA Equity	50.0%	10X Top 60 SA Share Index	Top 60 Shares, with a 6% cap per share on re-weighting
SA Bond	12.0%	JSE Government Bond Index (GOVI)	SA Government Bonds: nominal
		Barclays/ABSA SA Government Inflation-linked Bond Index	SA Government Bonds: inflation-linked
SA Property	5.0%	10X SA Property Index	Top 14 property shares
SA Cash	8.5%	AF Short Term Fixed Interest Index	Interest rate on 3-month SA cash deposits
International Equity	22.0%	Global All Cap Index	Top 7,000+ global stocks
		Emerging Markets Index	Top 900+ emerging market stocks
International Currency	2.5%	US Dollar / Rand Exchange Rate	US Dollar / Rand exchange rate

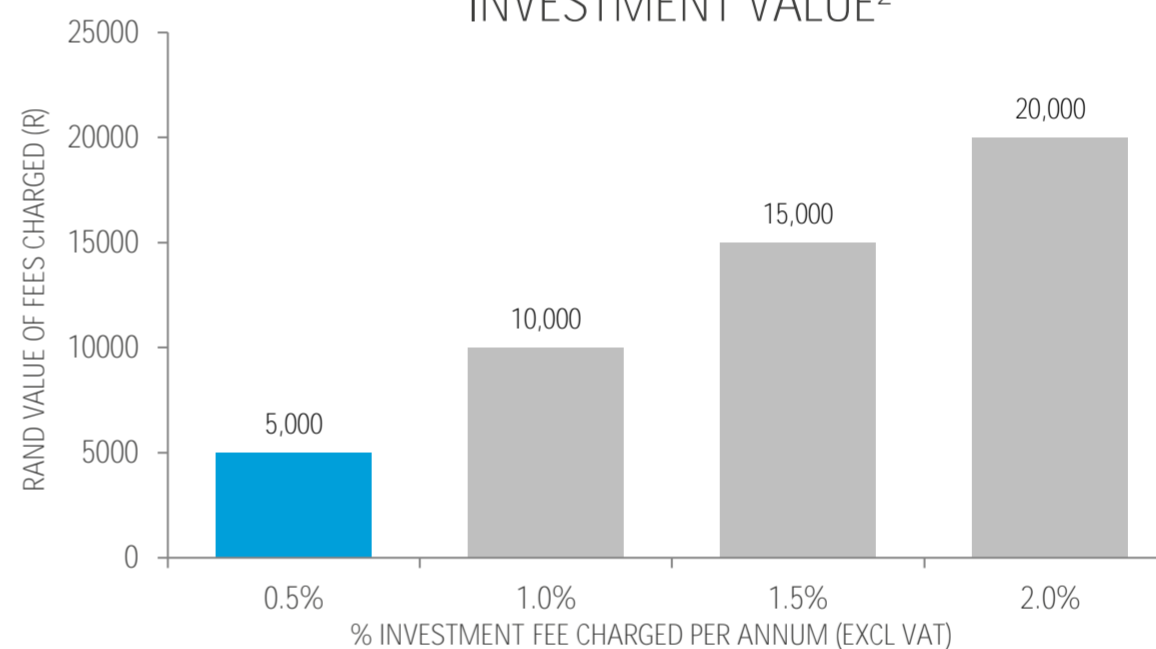
## LOW FEES

10X charges low total fees to ensure investors save more of their money, and keep more of the investment return.

10X encourages investors to know the fees that they pay. Calculating that fee is as simple as multiplying the charge by the investment balance. For example, for a R1 million investment balance, paying a 1.5% Excl VAT fee to your investment manager means paying R15,000 per year if there is no growth on the investment.

Importantly, not only do you pay your fee to the investment manager, you lose the potential growth you could have earned on that fee in future. This makes fees such an important aspect when choosing an investment.

## RAND VALUE OF INVESTMENT MANAGEMENT FEES CHARGED EX VAT PER ANNUM ON R1M INVESTMENT VALUE<sup>2</sup>



SOURCE: 10X Investments. The Rand Value of Investment Management Fees Charged Per Annum

## DISCLAIMER & FOOTNOTES

1. Full details of the award are available on our website [www.10X.co.za](http://www.10X.co.za)
2. Higher fees will always reduce your investment outcome regardless of market performance. It is not necessarily indicative of future returns, which are not guaranteed.
3. Excludes local cash

**Total Expense Ratio (TER):** Expenses related to the administration of the Financial Product including Management Fees (MF) and Other Costs (OC). A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. The TER of this class of participatory interest / portfolio will be higher than the quoted service charge of the manager.

**Transaction Costs (TC):** Costs relating to the buying and selling of the assets underlying the Financial Product. The TC of this class of participatory interest / portfolio will be higher than the quoted service charge of the manager.

**Total Investment Charges (TIC):** Transaction costs are a necessary cost in administering the Financial Product and impacts Financial Product 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 Financial Product, the Investment decisions of the investment manager and the TER.

The 10X Top 60 SA Share Index and 10X SA Property Index (the "Indices") is the property of 10X Investments (Pty) Ltd, which has contracted with S&P Opco, LLC (a subsidiary of S&P Dow Jones Indices LLC) to calculate and maintain the Index. The Indices are not sponsored by S&P Dow Jones Indices or its affiliates or its third party licensors (collectively, "S&P Dow Jones Indices"). S&P Dow Jones Indices will not be liable for any errors or omissions in calculating the Index. "Calculated by S&P Dow Jones Indices" and the related stylized mark(s) are service marks of S&P Dow Jones Indices and have been licensed for use by 10X Investments (Pty) Ltd. S&P® is a registered trademark of Standard & Poor's Financial Services LLC ("SPFS"), and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones").

This is a minimum disclosure document. Collective Investment Schemes are generally medium to long term investments. The value of participatory interests may go down as well as up. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. Past performance is not necessarily an indication of future performance. CIS's are traded at ruling prices and can engage in borrowing and scrip lending. Different classes of units apply to these portfolios and are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the manager. The manager has a right to close portfolios to new investors in order to manage them more efficiently in accordance with their mandates. Forward pricing is used. The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Income is re-invested on the re-investment date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Dealing prices are calculated on a net asset value and auditor's fees, bank charges and trustee fees are levied against the portfolios. Performance is calculated for the portfolio, as well as that the individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Income distributions are included in the performance calculations prior to deduction of applicable taxes. Performance numbers and graphs are sourced from 10X Investments (Pty) Ltd and Prime CIS. NAV to NAV figures have been used. The investment performance is for illustrative purposes only. The investment performance is calculated after taking all ongoing fees into account. There are no initial fees. The reinvestment of income is calculated on the actual amount distributed per participatory interest by using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. Risk profile of the fund ranges from low risk to high risk with a low risk potentially associated with lower rewards and a high risk with potentially higher rewards. Foreign securities may be included in the portfolio from time to time and as such may result in the following: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks and potential limitations on the availability of market information. The daily cut off time is 14:00 for trades and the valuation point is 17:00. Prices are published on Finswitch by 10:00 daily. Prime Collective Investment Schemes Management Company (RF) (Pty) Ltd is registered as a Collective Investment Scheme Manager in terms of Section 5 of the Collective Investment Schemes Control Act and is a member of ASISA. One can also obtain additional information on Prime products on the Prime CIS website and all price related queries or information is readily available on request.