

10X INVESTMENT REPORT

30 JUNE 2021



INVESTMENTS

Pre-retirement Index Portfolios: Regulation 28 compliant

Tel. 021 412 1010 invest@10X.co.za
www.10x.co.za

ABOUT 10X

Our goal is to give investors more money at and in retirement. We achieve this by providing one optimal investment solution, and no competing choices.

Three investment principles underlie 10X's life-stage portfolios:

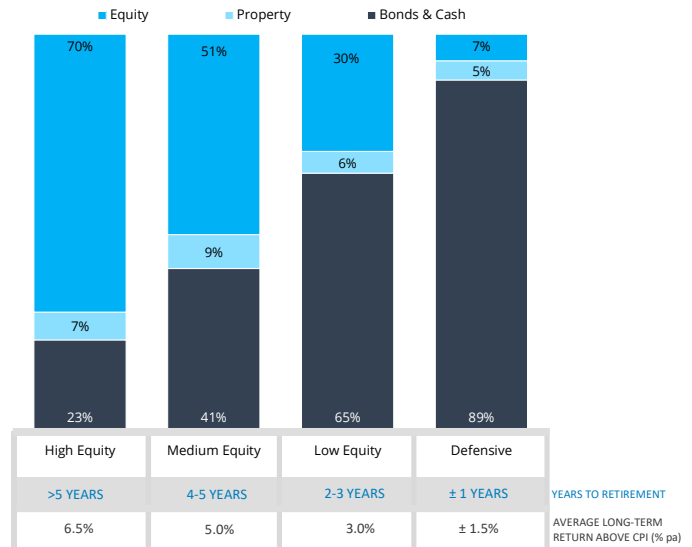
1. Time drives investment risk
2. Index funds
3. Low fees

01 | Time drives investment risk

10X invests each client's money according to their retirement date. Those more than 5 years from retirement are invested in the 10X High Equity Portfolio, to maximise their long-term return.

Those within 5 years of retirement are invested in portfolios with gradually declining equity exposure to preserve their capital. Investors planning for a living annuity at retirement can opt-out of this default path.

10X LIFE STAGE PORTFOLIOS¹



SOURCE: 10X Investments, Dimson, Staunton & Marsh. Based on back tested after-inflation returns since 1900.

10X LIFE-STAGE PORTFOLIO RETURNS VS INFLATION

10X PORTFOLIO	1 MONTH	3 MONTH	1 YEAR	3 YEAR	5 YEAR	7 YEAR	10 YEAR
High Equity	0.4%	3.0%	19.8%	8.3%	7.4%	7.5%	11.0%
Medium Equity	0.7%	2.9%	15.3%	6.5%	5.9%	6.7%	9.8%
Low Equity	0.9%	2.5%	10.0%	6.4%	6.1%	6.8%	8.3%
Defensive	0.6%	1.9%	5.8%	5.6%	5.8%	6.4%	7.4%
SA Inflation	0.1%	1.4%	5.2%	3.9%	4.3%	4.6%	5.0%

SOURCE: 10X Investments, Stats SA. Performance is before 10X's fee but after all other expenses. All returns greater than 12 months are annualised.

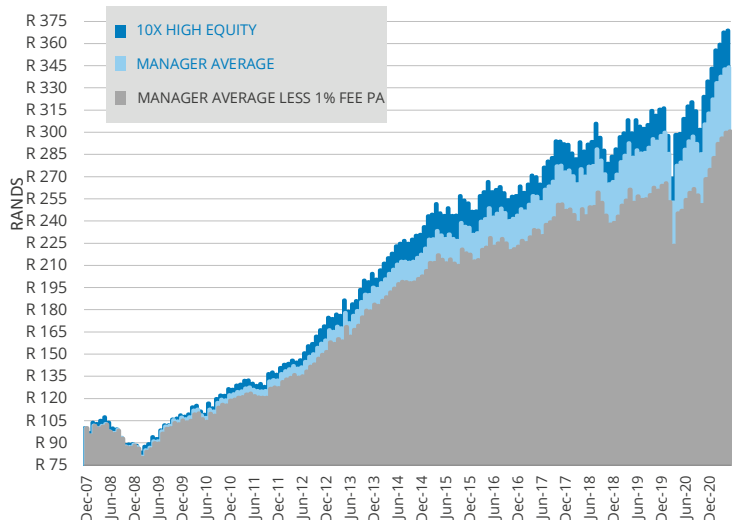
02 | Index funds

10X uses index funds as 3 out of 4 have historically outperformed active funds after costs.*

An index fund owns the same basket of investments as the index and therefore earns the index return at a low cost. Active funds do not own the same basket of investments as the index and therefore returns differ from the index return, and costs are higher.

The 10X High Equity Portfolio has consistently outperformed the average return of large fund managers (BEFORE FEES) since inception (1 January 2008). 10X's total fees are generally half the industry average** and so 10X saves most clients at least 1% pa (of the investment balance) in fees. We thus also show the average return of large fund managers reduced by a 1% higher fee to show the effect of the fee differential. Higher fees will always reduce the investment outcome regardless of market performance, however past performance is used here for illustrative purposes.

10X HIGH EQUITY VS. AVERAGE RETURN OF LARGE INVESTMENT MANAGERS SINCE INCEPTION (BEFORE FEES)¹



SOURCE: 10X Investments, Alexander Forbes Large Manager Watch Global Best Investment View Median. Returns are based on R100 lump sum invested on 31 December 2007.

* Profile Data, 10X, General Equity unit trusts, 5 yrs to Dec 2019, index fund assumed to be ALSI less 0.4% pa fee.
** National Treasury, Charges in South African retirement funds, July 2013.

BENCHMARKS

Each 10X Portfolio is benchmarked against its own asset allocation, with the relevant indices shown below. 10X's tracking performance is disclosed in our Annual Investor letter.

ASSET CLASS	BENCHMARK (INDEX TRACKED)	DESCRIPTION
SA Equity	10X Top 60 SA Share Index	Top 60 Shares, 6% cap per share
SA Bonds	S&P SA Sovereign Bond 1+ Year Index (GOVI)	SA Government Bonds: nominal
	S&P SA Sovereign Inflation-Linked Bond 1+ Year Index (IGOV)	SA Government Bonds: inflation-linked
SA Property	10X SA Property Index	Top 14 property shares, 15% cap per share
SA Cash	STeFI 3-month	Interest rate on 3-month SA cash deposits
International Equity	MSCI World Index	Top 1,600+ developed market stocks
	MSCI Emerging Markets Index	Top 1,100+ emerging market stocks
International Property	FTSE EPRA/NAREIT Developed Index	Top 300+ developed real estate stocks
International Currency	US Dollar / Rand Exchange Rate	US Dollar / Rand exchange rate

SOURCE: 10X Investments

10X'S BENCHMARK RETURNS							
INDEX	1 MONTH	3 MONTH	1 YEAR	3 YEAR	5 YEAR	7 YEAR	10 YEAR
10X Top 60 SA Share	-3.1%	1.3%	27.4%	7.1%	6.4%	5.8%	10.5%
S&P SA Sovereign Bond	1.1%	7.0%	14.3%	9.3%	9.3%	8.5%	8.6%
S&P SA Sovereign Inf. Bond	-1.6%	2.9%	15.9%	5.2%	3.4%	4.3%	6.4%
10X SA Property	3.8%	11.2%	23.8%	-10.2%	-8.0%	0.5%	6.0%
STeFI 3-month	0.3%	0.9%	3.5%	5.6%	6.2%	6.2%	5.9%
MSCI World Index ¹	5.7%	4.6%	15.8%	16.8%	14.4%	14.9%	19.4%
MSCI EM Index ¹	5.6%	1.4%	16.1%	13.6%	12.7%	11.0%	12.5%
Developed Property Index ¹	5.5%	5.4%	12.3%	9.1%	5.6%	10.7%	15.8%
USD/ZAR	4.0%	-3.4%	-17.8%	1.3%	-0.6%	4.3%	7.7%

SOURCE: MSCI, FTSE/JSE, Reuters, 10X Investments. All returns greater than 12 months are annualised. ¹International Indices are lagged by 1 day due to underlying price availability

TOP 10 SA SHARES AS % OF SA EQUITY		TOP 10 INTERNATIONAL SHARES AS % OF INTERNATIONAL EQUITY	
BHP Group Plc	6.3%	Apple Inc.	3.4%
Richemont SA	6.3%	Microsoft Corp.	2.9%
Naspers Ltd	6.1%	Amazon.com Inc	2.2%
Anglo American Plc	5.7%	Facebook, Inc	1.2%
FirstRand Ltd	5.1%	Alphabet, Inc Class C	1.1%
Impala Platinum	3.6%	Alphabet, Inc Class A	1.1%
MTN Group Ltd	3.6%	Taiwan Semiconductor Manufacturing	0.9%
Mondi Plc	3.5%	Tesla Inc	0.8%
Sibanye Stillwater Ltd	3.4%	Nvidia	0.7%
Standard Bank Ltd	3.2%	JPMorgan Chase & Co.	0.7%

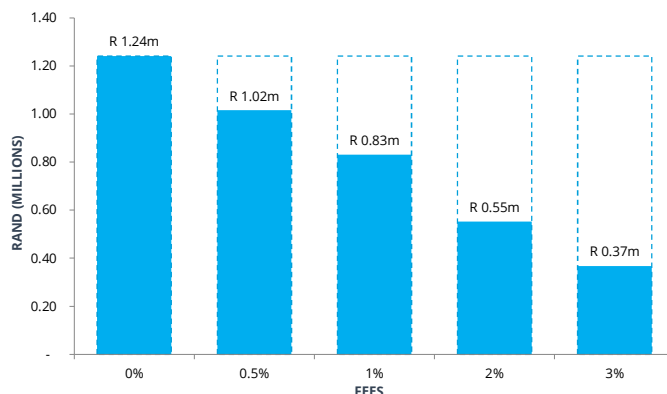
SOURCE: S&P Dow Jones Indices, FTSE EPRA/NARET and MSCI Indices

03 | Low Fees

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

A lump sum of R100,000 invested over a working life (40 years) earning 6.5% pa plus inflation will grow to R1.24 million in today's money. However, this is before fees. Paying a fee of 0.5% pa (as a % of investment value), your lump sum will only grow to R1.02 million. In fact, for every 1% in fees you save per annum, you will have almost 50% more money after 40 years.

AFTER INFLATION VALUE OF R100,000 INVESTED FOR 40 YEARS EARNING 6.5% PA PLUS INFLATION²



SOURCE: 10X Investments. This graph shows the hypothetical 6.5% pa return above inflation.

DISCLAIMER & FOOTNOTES

1. Returns are not necessarily indicative of future returns, which are not guaranteed.
2. Higher fees will always reduce investment outcome regardless of market performance, however, the returns used here are for illustrative purposes. It is not necessarily indicative of future returns, which are not guaranteed.

While every effort has been made to ensure the accuracy and reliability of the information in this document, 10X Investments cannot be held responsible for any errors. Past performance is not necessarily indicative of future performance. Future returns are not guaranteed.

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"). The S&P South Africa Sovereign Bond 1+ Year Index and S&P South Africa Sovereign Inflation-Linked 1+ Year Index (the "Indices") are a products of S&P Dow Jones Indices LLC or its affiliates ("SPDJ"), and have been licensed for use by 10X Investments (Pty) Ltd. Standard & Poor's and S&P are registered trademarks of Standard & Poor's Financial Services LLC ("S&P"); Dow Jones is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"); and these trademarks have been licensed for use by SPDJ and sublicensed for certain purposes by 10X Investments (Pty) Ltd. The 10X Funds are not sponsored, endorsed, sold or promoted by SPDJ, Dow Jones, S&P, their respective affiliates, and none of such parties make any representation regarding the advisability of investing in such products nor do they have any liability for any errors, omissions, or interruptions of the Indices.

Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness to a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

GENERAL INFORMATION

Auditors
PwC
Bankers
FNB Corporate
Regulator
Financial Sector Conduct Authority
Investment manager
10X Investments
Funds under management
R 16.2 billion
Since Inception (10X funds)
01 January 2008