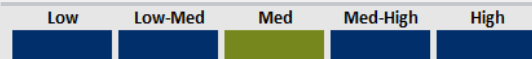


# PCP HIGH INCOME PORTFOLIO

## 30 JUN 2020

### RISK PROFILE



### PORTFOLIO INFORMATION

Inception Date	1 May 2006
Benchmark	CPI + 3%
Portfolio Manager	Grant Alexander
Investment Manager	Private Client Portfolios
Stockbrokers	Investec, FNB, SBG
Min. Lump Sum	R 1 000 000 ( Negotiable )

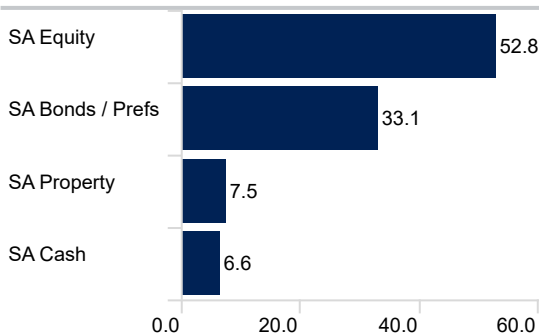
### FEES ( INC VAT IF APL )

<b>Initial Fee</b>	Negotiable
<b>Annual Fees</b>	
Portfolio Management Fee	1.03%
Adviser Fee	1.15% ( Maximum )
Performance Fee	N/A

### TOP 10 HOLDINGS %

NewFunds GOVI ETF	17.6
NewGold Debentures	7.4
STeFI Composite ZAR	6.6
Anglo American PLC	6.4
British American Tobacco PLC	5.3
PSG Financial Services Ltd Pref Share	4.6
Firststrand Ltd Pref Share	4.5
Discovery Ltd Pref Share	4.3
Standard Bank Group Ltd	3.9
BHP Group PLC	3.4

### SECTOR ALLOCATION



### INVESTMENT OBJECTIVE

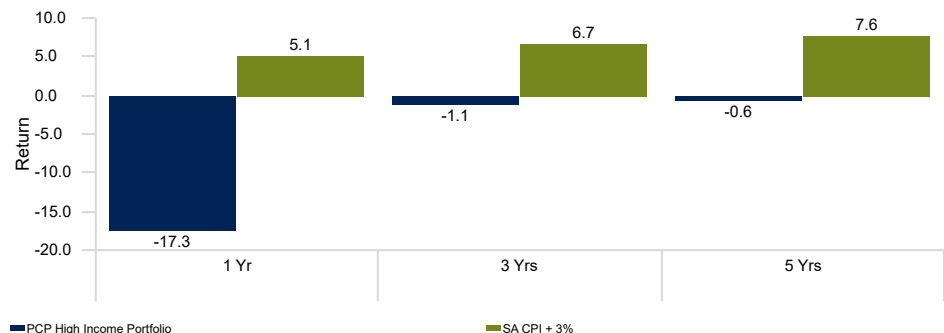
The objective of the PCP HIGH INCOME PORTFOLIO is to achieve a favourable and reliable income yield at a moderate risk by investing in a diversified set of asset classes. This portfolio is ideal for clients who seek stable, above inflation returns through a combination of high dividend income and moderate capital growth. The portfolio aims to outperform inflation (CPI) over the medium term, assuming a moderate level of risk in the short term. The PCP High Income Portfolio looks to achieve its total return goals by combining the capital & income growth potential of equities, with a strong focus on high-dividend yielding counters, with the strong yield & inflation beating nature of listed property and the strong, stable and tax-efficient yield provided by preference shares.

The JSE outperformed most other major stock markets despite some hiccups along the way, with the FTSE/JSE All Share Index up 7.7% for the month of June, making +23.2% for the 2nd quarter of 2020 and down only 3.2% since the beginning of the year. The All Share Index was propelled higher towards its start of year mark by strong share price gains from various large-cap constituents including index heavy weights Prosus +12.9% and Naspers +13.4%. Miners were also seen doing some of the heavy lifting for the month with the resources sector up 8.6% as AngloGold Ashanti rose 19.1%, Sibanye Stillwater +16.5%, Anglo American Platinum (Amplats; +13.0%), and Anglo American +9.8%. However, gold miners were the big winners in the sector as they rallied c. 20% due to gold approaching \$1,800/oz – a level not breached since 2011, when the US credit rating got downgraded amidst negotiations regarding its debt ceiling. The gold price has been buoyed by uncertainties around the COVID-19 pandemic which continues to cloud the global economy, feeding gold's appeal as a safe-haven investment.

The Reserve Bank continued to buy government bonds in June. However, bond purchases amounted to a lower - R5.1 billion, compared with R11.4 billion and R10.2 billion in April and May respectively. The total value of government bonds held by the Reserve Bank amounts to a record of R35.9 billion, with securities worth R27.8 billion bought so far this year alone.

### PERFORMANCE % ( NET OF PORTFOLIO MANAGEMENT FEES )

ANNUALISED	1 Yr	3 Yrs	5 Yrs	CUMULATIVE	1 Yr	3 Yrs	5 Yrs
PCP High Income Portfolio	-17.3	-1.1	-0.6	PCP High Income Portfolio	-17.3	-3.3	-2.9
SA CPI + 3%	5.1	6.7	7.6	SA CPI + 3%	5.1	21.6	44.5

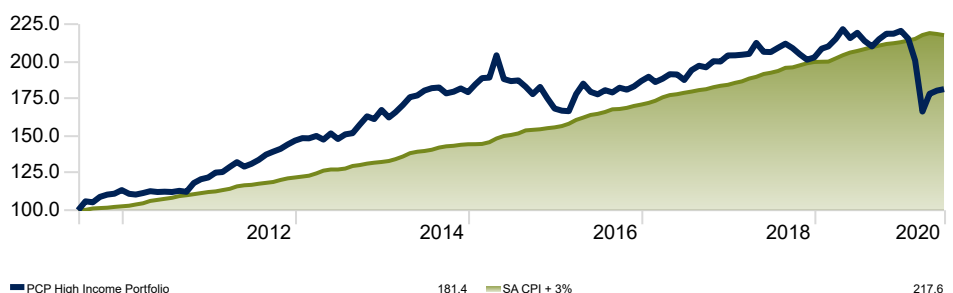


### RISK STATISTICS OVER THE PAST 10 YEARS

	Max Drawdown	Std Dev	Sortino Ratio	Sharpe Ratio
PCP High Income Portfolio	-25.0	10.2	0.0	0.0

### GROWTH CHART OVER THE PAST 10 YEARS

Time Period: 2010/07/01 to 2020/06/30



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Source: Morningstar Direct