

# New Funds ILBI Exchange Traded Fund

Report Date: 31 March 2015

## Fund Objectives

The ILBI (Inflation Linked Bond Index) ETF tracks total return version of the Barclays/Absa South African Government Inflation-Linked Bond Index, an index consisting of bonds issued by the South African Government which are linked to the South African Consumer Price Index and calculated on a daily basis by Barclays.

The ILBI ETF is suitable for investors seeking low-cost convenient alternatives to traditional non-listed products. The ILBI ETF can act as a building block for investors to use when constructing their own portfolios.

## Fund Details

|                        |  |
|------------------------|--|
| <b>Issuer</b>          | NewFunds CIS                                       |
| <b>Manager</b>         | NewFunds (Pty) Ltd                                 |
| <b>Originator</b>      | Absa Bank Limited acting through Absa CIB division |
| <b>Benchmark index</b> | ILBI Index   |
| <b>Sector</b>          | Exchange Traded Funds                              |
| <b>JSE code</b>        | NFILBI   |
| <b>ISIN</b>            | ZAE000162244                                       |
| <b>Base currency</b>   | ZAR  |
| <b>Listing date</b>    | 26/01/2012   |
| <b>Net Asset Value</b> | 65,965,935   |

|   |  |         |            |             |            |          |            |
|---|--|---------|------------|-------------|------------|----------|------------|
| <b>Annualised TER*1</b>                 | 0.28%  |         |            |             |            |          |            |
| <b>Index rebalance frequency</b>        | Monthly  |         |            |             |            |          |            |
| <b>Dividend frequency</b>               | Monthly  |         |            |             |            |          |            |
| <b>No. of securities issued</b>         | 1,100,000  |         |            |             |            |          |            |
| <b>Ex Div Date of last distribution</b> | 23/03/2015   |         |            |             |            |          |            |
| <b>Amount of last distribution</b>      | 11.36 cents per index security   |         |            |             |            |          |            |
| <b>Next distribution payment</b>        | <table border="0"> <tr> <td>Ex Date</td> <td>20/04/2015</td> </tr> <tr> <td>Record Date</td> <td>24/04/2015</td> </tr> <tr> <td>Pay Date</td> <td>21/05/2015</td> </tr> </table> | Ex Date | 20/04/2015 | Record Date | 24/04/2015 | Pay Date | 21/05/2015 |
| Ex Date                                 | 20/04/2015   |         |            |             |            |          |            |
| Record Date                             | 24/04/2015   |         |            |             |            |          |            |
| Pay Date                                | 21/05/2015   |         |            |             |            |          |            |

\* As published on Finswitch for the quarter ended 31 March 2015

## Benefits

- **Diversification:** exposure to the whole market / asset classes
- **Liquidity:** Absa market maker provides full liquidity to enable investors to easily buy or sell the ETF
- **Transparency:** The ETFs constituent assets, holdings and investment methodology are published regularly
- **Lower costs:** due to ETFs being passive in nature, they tend to have a low fee structure than actively managed funds
- **Investor protection:** ETF securities are fully backed by the underlying assets
- **Traded like a share:** ETFs are funds listed and traded like ordinary shares on a stock exchange

**ETF Performance<sup>2</sup> History as of 31 March 2015\***

| Performance Period     | ILBI ETF | ILBI Index |
|------------------------|----------|------------|
| Return since inception | 9.10%    | 9.42%      |
| 1 year return          | 9.26%    | 9.58%      |
| 2 year return          | 4.69%    | 5.00%      |
| 3 year return          | 8.97%    | 9.28%      |
| 4 year return          | N/A      | N/A        |
| 5 year return          | N/A      | N/A        |

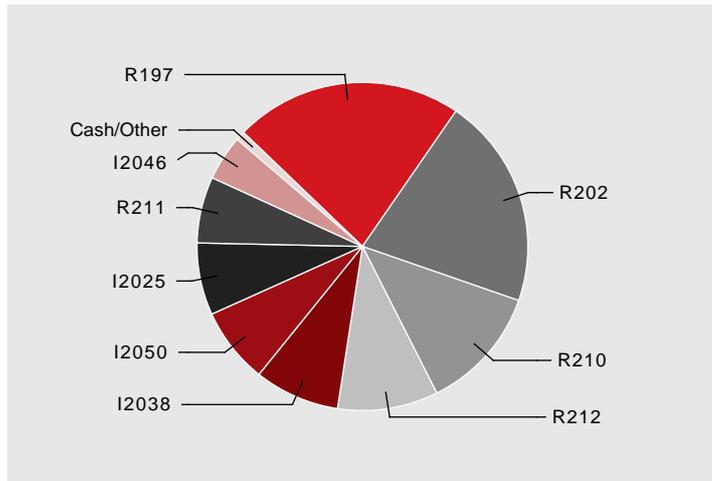
**Income Distribution in the past 12 months**

| Month        | Income in Cents | Month       | Income in Cents |
|--------------|-----------------|-------------|-----------------|
| April 14     | 11.28           | October 14  | 14.82           |
| May 14       | 14.22           | November 14 | 10.93           |
| June 14      | 11.72           | December 14 | 13.86           |
| July 14      | 11.38           | January 15  | 12.49           |
| August 14    | 14.36           | February 15 | 11.70           |
| September 14 | 10.97           | March 15    | 11.36           |

**Risk statistics since listing\***

|            | Annualised Volatility <sup>3</sup> | Percentage positive months <sup>4</sup> | Maximum drawdown <sup>5</sup> |
|------------|------------------------------------|---|-------------------------------|
| ILBI ETF   | 4.60%                              | 76.92%                                  | -10.14%                       |
| ILBI Index | 4.67%                              | 74.36%                                  | -10.11%                       |

**Bond Weightings\***

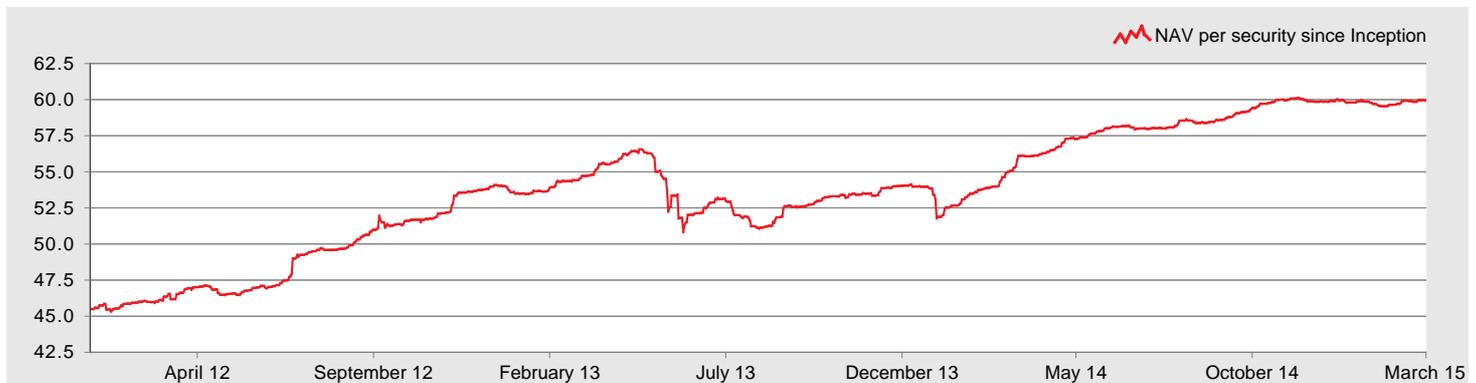


|       |        |            |       |
|-------|--------|------------|-------|
| R197  | 22.34% | I2050      | 7.48% |
| R202  | 20.79% | I2025      | 7.11% |
| R210  | 12.24% | R211       | 6.53% |
| R212  | 9.83%  | I2046      | 4.44% |
| I2038 | 8.35%  | Cash/Other | 0.91% |

**Maturity Bands**

|                    |        |
|--------------------|--------|
| Below 5 Years      | 6.53%  |
| 5-12 Years         | 39.27% |
| More than 12 Years | 53.29% |

**Historical NAV chart\***



\* Source: Absa - March 2015  
All the returns are annualised

## General Queries

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Absa CIB ETPs  
Website: [etf.absacapital.com](http://etf.absacapital.com)

## Notes

1. The Total Expense Ratio (TER) is a measure of the ETFs assets that have been sacrificed as payment for services rendered (allowable charges per prescribed industry standards) in the management of the ETF (the TER excludes brokerage and transactional costs), expressed as a percentage of the daily average value of the portfolio and calculated over a 12 month rolling period. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.
2. The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by visiting [etf.absacapital.com](http://etf.absacapital.com).
3. The standard deviation of the Fund's monthly returns since inception. This is a measure of how much an investment's return varies from its average over time.
4. The percentage of calendar months in which the Fund produced a positive monthly return since inception.
5. Maximum percentage decline over any period. Maximum drawdown is calculated as a rate of return between the current NAV and the historical peak NAV.

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