

NewFunds GOVI Exchange Traded Fund

Minimum Disclosure Document

Report Date: 29 July 2016

Fund Objectives

The GOVI ETF tracks the total return* version of GOVI Index, an index consisting of bonds issued by the South African Government which includes only those issues in which the Department of Finance obliges the primary dealers to make a market and constituting the GOVI. The GOVI is calculated daily by the JSE.

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

Fund Details

Issuer	NewFunds CIS	Annualised TER**1	0.28%
Manager	NewFunds (Pty) Ltd	Transaction Cost²	0.08%
Originator	Absa Bank Limited acting through Absa CIB division and Absa Alternative Asset Management (Pty) Ltd	Effective Annual Cost (EAC)³	0.36%
Trustee	Standard Bank (SA) Ltd	Risk Profile⁴	Moderate
Benchmark index	GOVI Index	Index rebalance frequency	Monthly
Sector	Exchange Traded Funds	Dividend frequency	Monthly
Fund Category	South African – Interest Bearing – Variable Term	No. of securities issued	6,000,000
JSE code	NFGOVI	Ex Div Date of last distribution	27/07/2016
ISIN	ZAE000161949	Amount of last distribution	30.86 cents per index security
Base currency	ZAR	Next distribution payment	Ex Date 24/08/2016 Record Date 26/08/2016 Pay Date 20/09/2016
Listing date	26/01/2012		
Net Asset Value	310,059,163		

* A total return ETF reinvests distributions back into the fund so as to increase the net asset value of the portfolio. Investors are also advised to speak to their tax or financial advisor about the tax treatment of distributions.

** As published on Finswitch for the quarter ended 29 July 2016

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 Performance⁵ History as of 29 July 2016*

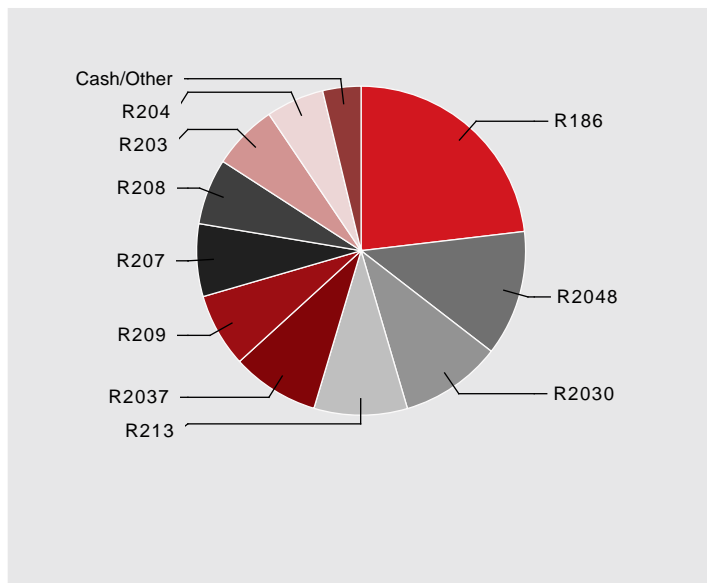
Performance Period	NewFunds GOVI ETF	GOVI Index
Return since inception	6.95%	7.20%
1 year return	6.47%	6.74%
2 year return	6.87%	7.22%
3 year return	6.98%	7.16%
4 year return	5.48%	5.71%
5 year return	N/A	N/A

Income Distribution in the past 12 months

Month	Income in Cents	Month	Income in Cents
August 15	36.30	February 16	26.61
September 15	27.77	March 16	23.82
October 15	29.55	April 16	40.44
November 15	36.14	May 16	48.76
December 15	25.81	June 16	30.86
January 16	38.61	July 16	

Risk statistics since listing*

	Annualised standard deviation ⁶	Percentage positive months ⁷	Maximum drawdown ⁸
NewFunds GOVI ETF	7.78%	67.27%	-13.09%
GOVI Index	7.72%	67.27%	-13.08%

Bond Weightings*


R186	23.13%	R207	7.14%
R2048	12.34%	R208	6.49%
R2030	9.98%	R203	6.42%
R213	9.18%	R204	5.69%
R2037	8.61%	Cash/Other	3.76%
R209	7.26%		

Maturity Bands

Below 3 Years	12.11%
3-7 Years	13.63%
7-12 Years	23.13%
More than 12 Years	47.37%

Historical NAV chart*


* Source: Absa - July 2016

All the returns are annualised

General Queries

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Absa CIB ETPs
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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 Transaction Cost is the cost incurred in the buying and selling of the underlying assets of an ETF. It is expressed as a percentage of the daily average value of the ETF and it is calculated over a 1 year period.
3. EAC is a measure of the charges that an investor will likely incur by investing in an ETF. It includes the investment management costs (TER and transaction costs), administration costs, advice costs and other costs. Our ETFs do not charge an administration or advice fees, these fees maybe payable through an investment platform chosen by the investor.
4. The risk classification is determined based on the price volatility and underlying asset type of the ETF.
5. 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.
6. 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.
7. The percentage of calendar months in which the Fund produced a positive monthly return since inception.
8. 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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