

NewFunds ILBI Exchange Traded Fund

Minimum Disclosure Document

Report Date: 30 September 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

Issuer	NewFunds CIS	Annualised TER**1	0.28%
Manager	NewFunds (Pty) Ltd	Fund Category	South African – Interest Bearing – Variable Term
Originator	Absa Bank Limited acting through Absa CIB division and Absa Alternative Asset Management (Pty) Ltd	Risk Profile²	Moderate
Trustee	Standard Bank (SA) Ltd	Index rebalance frequency	Monthly
Benchmark index	ILBI Index	Dividend frequency	Monthly
Sector	Exchange Traded Funds	No. of securities issued	2,000,000
JSE code	NFILBI	Ex Div Date of last distribution	18/09/2015
ISIN	ZAE000162244	Amount of last distribution	7.44 cents per index security
Base currency	ZAR	Next distribution payment	Ex Date 19/10/2015 Record Date 23/10/2015 Pay Date 17/11/2015
Listing date	26/01/2012		
Net Asset Value	122,831,491		

* 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 30 September 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 Performance³ History as of 30 September 2015*

Performance Period	NewFunds ILBI ETF	ILBI Index
Return since inception	8.51%	8.81%
1 year return	4.81%	5.05%
2 year return	8.04%	8.35%
3 year return	6.40%	6.70%
4 year return	N/A	N/A
5 year return	N/A	N/A

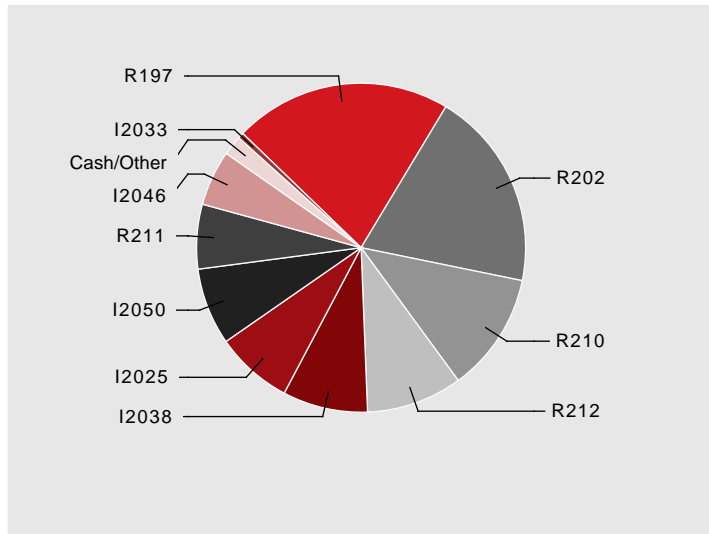
Income Distribution in the past 12 months

Month	Income in Cents	Month	Income in Cents
October 14	14.82	April 15	12.58
November 14	10.93	May 15	14.48
December 14	13.86	June 15	12.07
January 15	12.49	July 15	11.98
February 15	11.70	August 15	14.46
March 15	11.36	September 15	7.44

Risk statistics since listing*

	Annualised Volatility ⁴	Percentage positive months ⁵	Maximum drawdown ⁶
NewFunds ILBI ETF	31.88%	73.33%	-33.95%
ILBI Index	4.47%	71.11%	-10.11%

Bond Weightings*

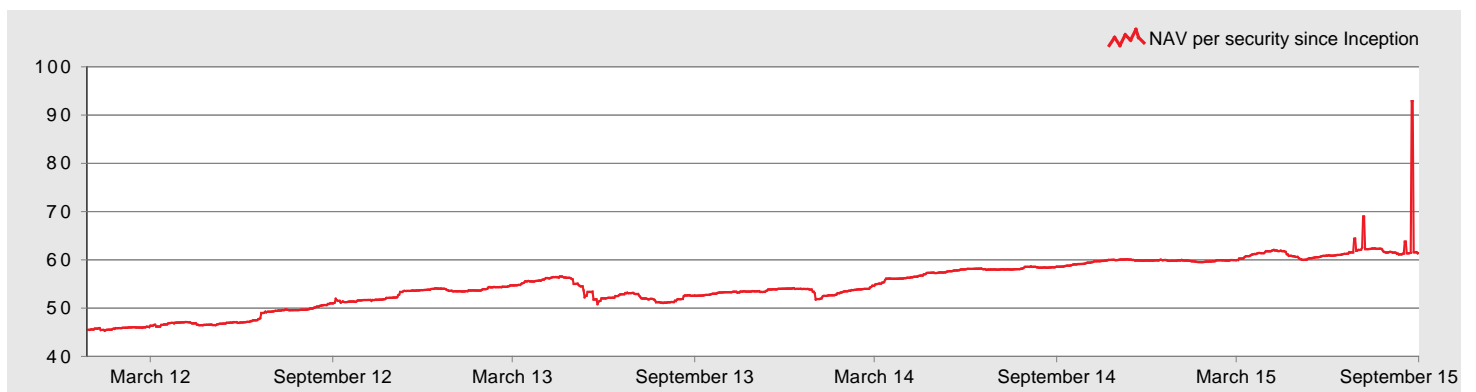


R197	21.40%	I2050	7.57%
R202	19.59%	R211	6.35%
R210	11.73%	I2046	5.45%
R212	9.43%	Cash/Other	1.94%
I2038	8.37%	I2033	0.57%
I2025	7.60%		

Maturity Bands

1-7 Years	15.78%
7-12 Years	29.00%
More than 12 Years	53.28%

Historical NAV chart*



* Source: Absa - September 2015
All the returns are annualised

General Queries

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Absa CIB ETPs
Website: <http://etfcib.absa.co.za>

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 risk classification is determined based on the price volatility and underlying asset type of the ETF.
3. 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.
4. 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.
5. The percentage of calendar months in which the Fund produced a positive monthly return since inception.
6. 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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