

NewFunds TRACI 3 Month Exchange Traded Fund

Minimum Disclosure Document

Report Date: 29 January 2016

Fund Objectives

NewFunds TRACI 3 Month ETF tracks the total return* version of the Barclays Capital/Absa Capital ZAR Tradable Cash Index 3 Month (TRACI-3M), an index consisting of 3 - month South African money market deposit rates (NCDs) of which the present mark-to-market value of these instruments constitute the Index level.

TRACI 3 Month ETF is suitable for investors seeking low-cost convenient alternatives to traditional non-listed products. TRACI 3 Month ETF can act as a building block for investors to use when constructing their own portfolios.

Fund Details

Issuer	NewFunds CIS	Annualised TER**1	0.20%
Manager	NewFunds (Pty) Ltd	Fund Category	South African – Interest Bearing – Money Market
Originator	Absa Bank Limited acting through Absa CIB division and Absa Alternative Asset Management (Pty) Ltd	Risk Profile²	Conservative
Trustee	Standard Bank (SA) Ltd	Index rebalance frequency	Quarterly
Benchmark index	TRACI Index	Dividend frequency	Monthly
Sector	Exchange Traded Funds	No. of securities issued	5,116,726
JSE code	NFTRCI	Ex Div Date of last distribution	25/01/2016
ISIN	ZAE000162251	Amount of last distribution	13.06 cents per index security
Base currency	ZAR	Next distribution payment	Ex Date 22/02/2016 Record Date 26/02/2016 Pay Date 23/03/2016
Listing date	26/01/2012		
Net Asset Value	102,968,482		

* 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 January 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 Performance³ History as of 29 January 2016*

Performance Period	NewFunds TRACI 3 Month ETF	TRACI Index
Return since inception	3.74%	3.78%
1 year return	6.01%	6.07%
2 year return	5.87%	5.90%
3 year return	5.53%	5.56%
4 year return	5.46%	5.51%
5 year return	N/A	N/A

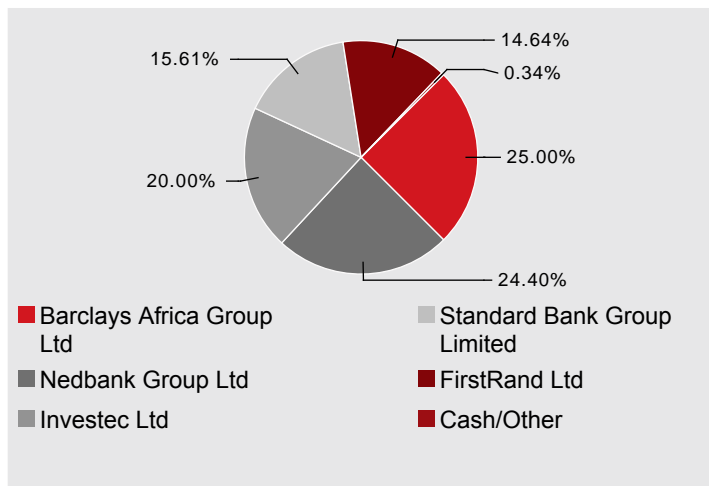
Income Distribution in the past 12 months

Month	Income in Cents	Month	Income in Cents
February 15	26.61	August 15	11.31
March 15	8.52	September 15	7.83
April 15	8.88	October 15	9.50
May 15	10.74	November 15	11.44
June 15	8.60	December 15	8.16
July 15	8.72	January 16	13.06

Risk statistics since listing*

	Annualised standard deviation ⁴	Percentage positive months ⁵	Maximum drawdown ⁶
NewFunds TRACI 3 Month ETF	0.24%	100.00%	-0.06%
TRACI Index	0.25%	100.00%	-0.07%

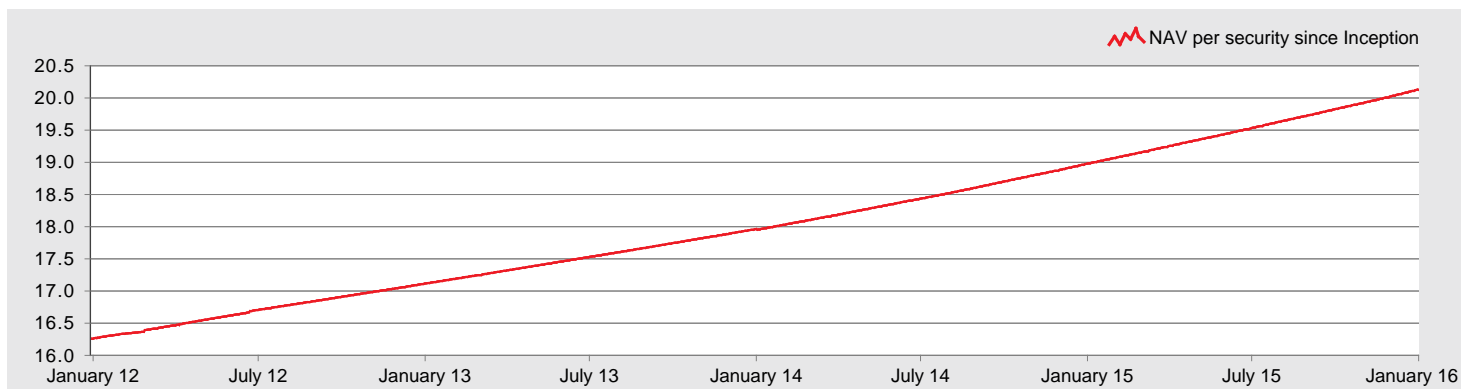
Paper Weightings*



Holdings*

Barclays Africa Group Ltd	25.00%
Nedbank Group Ltd	24.40%
Investec Ltd	20.00%
Standard Bank Group Limited	15.61%
FirstRand Ltd	14.64%
Cash/Other	0.34%

Historical NAV chart*



* Source: Absa - January 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 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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