

# FNB Namibia Unit Trusts

## FNB Namibia Corporate Fund

October 2018



### Fund Details

Sector	Domestic - Money Market
Inception Date	22 September 2010
Fund Manager	Ralf Düvel
Fund Size	N\$ 249,689,755
Benchmark	Namibian Repo Rate - 0.50%
ISIN Code	ZAE000146148
Nature of Distributions	Dividends
Income Declaration	Accrued Daily, Paid Monthly
Weighted Average Duration	157 days
Weighted Average Legal Maturity	157 days
Minimum Lump Sum	N\$ 5,000
Minimum Additional Contribution	N\$ 1,000
Minimum Debit Order	N\$ 500
Annual Management Fee	0.60%
Total Expense Ratio (TER)	0.66%
Total Investment Charge (TIC)	0.66%

Client Service Centre Contact Details  
Ashburton Investments Namibia  
Pointbreak Building  
c/o Schanzen & Sinclair Street  
Windhoek

Fund Manager Contact Details  
Ashburton Investments Namibia  
Pointbreak Building  
c/o Schanzen & Sinclair Street  
Windhoek

Trustee Contact Details  
Standard Bank Nominees  
Standard Bank Centre  
c/o Werner List & Post Street  
Windhoek

### Who Should Invest?

The FNB Namibia Corporate Fund is suitable for investors seeking a low risk investment that maximises income. It offers a high income yield, capital stability and good liquidity.

### Investment Objective

The fund seeks to achieve an investment medium for unit holders which has as its primary objective to provide superior money market returns and current income as is consistent with liquidity and capital preservation. The fund feeds into the Pointbreak Institutional Money Fund, which invests with the four major banking groups in Namibia and other similar rated institutions in South Africa. Securities to be included in the portfolio consist of money market instruments, participatory interests in unit trust schemes, bank call and fixed deposits, fixed income securities, government bills and bonds, quality commercial paper and repurchase agreements.

### Historical Distributions

Month	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18
Distribution (cents per unit)	0.5010	0.6571	0.6094	0.5254	0.5979	0.6112	0.5850	0.5443	0.5893	0.5865	0.5330	0.6317
Average naca Rate	6.27%	8.59%	6.95%	7.07%	7.79%	7.20%	7.11%	7.07%	6.93%	7.13%	7.17%	7.21%

Collective Investment Schemes in Securities (unit trusts) are generally medium to long term investments. The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to the future. Unit Trust prices are calculated on a net asset value basis, which is the total capital value invested including any income accrual and less any permissible deductions from the portfolio divided by the number of units in issue. Income accruals are made daily and paid out monthly. Purchase and repurchase requests may be received by the manager by 10h00 each business day. Permissible deductions may include management fees, brokerage, NAMFISA levies, auditor's fees, bank charges, trustee fees and RSC levies. A schedule of fees and charges is available on request from Ashburton Unit Trust Management Company. Commission and incentives may be paid and if so, would be included in the overall costs.

### Fund Commentary

CPI inflation came in unchanged at 4.9% in South Africa, while Namibia's reading has increased from 4.4% in August to 4.8% in September.

Lower GDP outcomes for 1H18, higher oil prices, and the Rand's depreciation have placed the SARB, who wish to remain accommodative to growth, in a difficult position. The 12-month FRA curve steepened, and we expect the first rate hike as early as November 2018. South African money market rates still offer a premium to Namibian money market rates (which remain fairly flat, supported by local liquidity), and the fund made use of this opportunity, to pick up yield and further diversify across the common monetary area.

The fund is well positioned to take advantage of expected reserve bank rate increases going forward.

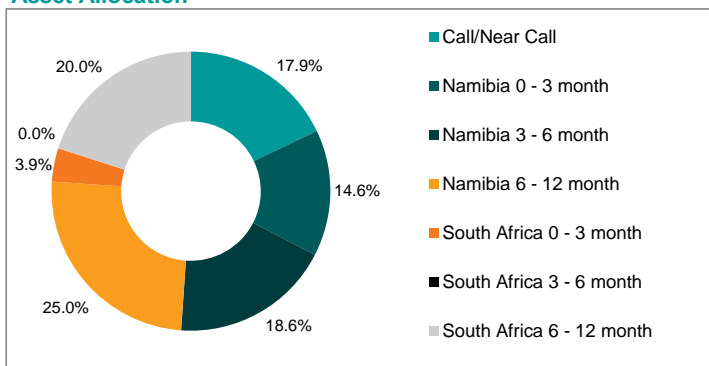
### Past Performance

For the period ended 31 October 2018, annualised net of fees

Period	1-month	3-month	6-month	1-year	3-year
Fund Performance	7.21%	7.17%	7.10%	7.21%	7.12%
Benchmark*	5.63%	5.63%	5.63%	5.63%	5.71%

\*Adjusted for Withholding Tax on Interest

### Asset Allocation



### Top 10 Holdings

Bank Windhoek Limited	20.88%
Investec Bank Limited	17.61%
Nedbank Namibia	14.86%
Bank of Namibia	13.49%
ABSA Bank Limited	8.04%
FNB Namibia Limited	6.85%
Standard Bank Namibia	6.68%
Nampost	6.65%
Nedbank South Africa	2.61%
Other	2.35%