



Links

Fund Objectives and Key Facts

Fund Performance

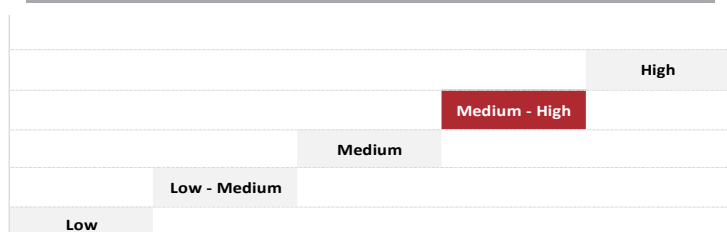
Portfolio Commentary

Contact Details and Disclaimer

Fund Objective

The primary investment objective of the Prime General Equity Fund is capital appreciation through investment primarily in equity and listed and unlisted financial instruments. The Fund will strive to provide investors with a minimum return equal to the Mean of Funds in the South African Equity category of ASISA on a rolling three-year basis.

Investor Risk Profile



Fund Facts

Classification	South African - Equity - General	
Benchmark	Avg. South African Equity General Category over a rolling one year.	
Inception Date of Fund	18-Aug-2009	
Inception Date of Class	21-Aug-2009	
Total Portfolio Size	295.3 M	
NAV price	Launch	100.00 (cpu)
	31-Aug-20	222.65 (cpu)
JSE code	PGECB	
ISIN number	ZAE000138749	
Income Declaration	February, August	
Valuation	Valuation time	22h00 (daily)
	Dealing cut-off	14h00 (daily)
Payment	3rd working day of Mar/Sep	
Minimum Initial Investment	R5 000 lump sum	
	R500 debit order	
Reg. 28 Compliant	No	
Issue date	1-Oct-2020	

Portfolio Income in Cents Per Unit (cpu)

Distribution	Dividend	Interest	Other	Total
Aug-20	0.9679	0.1323	0.0419	1.1422
Feb-20	1.0720	0.1834	0.0686	1.3240

Mandate Compliance

The Fund remains within the reporting fund regime as at the date of this report.

Fund Universe

The Fund will invest in the equity market as well as listed and unlisted financial instruments.

Investment Strategy

The Fund is actively managed and is not restricted to a particular investment style. The focus is on individual stock selection where holdings are expected to meet the Fund objective. The portfolio will invest a minimum of 80% its market value in equities at all times.

Who should be investing

The Fund is suitable for investors who are able to invest for at least three years. The Fund may underperform for a period of up to 35 months.

Total Investment Charges

Period (annualised): Mar 19 to Feb 20

Total Expense Ratio (TER) 1.83%

Expenses related to the administration of the Financial Product. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not be necessarily be an accurate indication of future TER's.

Transaction Costs (TC) 0.20%

Costs relating to the buying and selling of the assets underlying the Financial Product

Total Investment Charges 2.03%

Transaction costs are a necessary cost in administering the Financial Product and impacts Financial Product returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Financial Product, the Investment decisions of the investment manager and the TER. Inclusive of the TER of 1.83%, a performance fee of 0.00% of the net asset value of the class of the Financial Product was recovered.

Portfolio Fees

Management Fee	0.55% (excl. VAT)
Performance Fee	N/A
Advisory Fee	N/A
Investment Management Fee	0.85% (excl. VAT)

NAV Values	Jun-20	Jul-20	Aug-20
Fund Units	137 079 080	135 949 179	132 634 297
Fund NAV	R 298 036 059	R 300 627 235	R 295 321 715
Class NAV	R 298 036 059	R 300 627 235	R 295 321 715

*All figures have been rounded to the nearest Unit and Rand



Fund Objectives and Key Facts

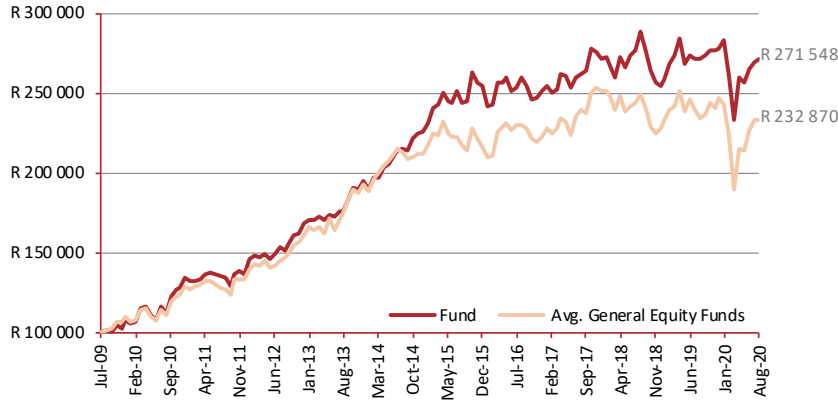
Fund Performance

Portfolio Commentary

Contact Details and Disclaimer

Fund Performance

Growth of a R 100 000 Investment



Performance History: Based on an initial investment of R100 000

Top 10 Holdings	Exposure
Naspers Ltd	6.93%
British American Tobacco PLC	6.06%
New Gold Issuer Limited	5.30%
Prosus NV	4.39%
Remgro Ltd	4.20%
Firststrand Ltd	3.41%
Standard Bank Group Ltd	3.13%
Reinet Investments SCA	3.12%
Multichoice Group LTD	2.12%
Alphabet Inc Class C	1.89%

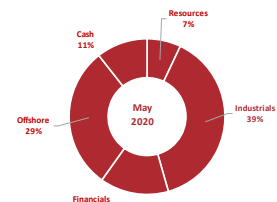
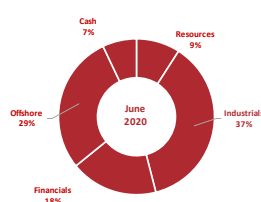
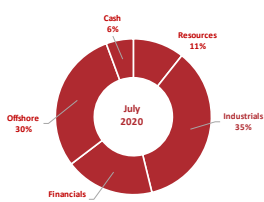
Period	August-2020		July-2020		June-2020	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
1 Month	0.69%	-0.14%	1.71%	2.74%	3.19%	5.84%
3 Months	5.68%	8.59%	3.98%	8.49%	13.47%	19.48%
6 Months	4.13%	4.36%	-4.65%	-4.05%	-4.72%	-8.01%
YTD	-2.42%	-5.62%	-3.09%	-5.49%	-4.72%	-8.01%
1 Year	0.00%	-0.60%	-0.79%	-2.78%	-3.08%	-7.51%
2 Years	-3.02%	-3.40%	-1.22%	-2.11%	-1.59%	-3.12%
3 Years	1.24%	-0.96%	1.24%	-0.30%	1.50%	0.42%
5 Years	2.16%	1.44%	1.42%	0.91%	1.70%	0.37%
Since Inception	9.43%	7.93%	9.44%	8.00%	9.34%	7.80%

Risk Statistics		
Risk Metrics	Fund (B)	Benchmark
Volatility	10.86%	11.54%
Tracking Error	4.92%	
Information Ratio	0.31	
Correlation (BMK)	0.91	
Beta	0.85	
Sharpe Ratio	0.31	0.18
Max (Rolling 12 Mths)	27.28%	28.53%
Min (Rolling 12 Mths)	-14.71%	-21.37%
Alpha	1.64%	

* Returns above one year are annualised; ** Fund Returns are net of fees

Monthly Performance	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
Fund	2020	1.64%	-7.80%	-10.39%	10.99%	-0.93%	3.19%	1.71%	0.69%				-2.42%	
Benchmark	2020	-1.49%	-8.19%	-14.86%	13.14%	-0.22%	5.84%	2.74%	-0.14%	0	0	0	-5.62%	
Fund	2019	1.37%	4.06%	1.99%	3.86%	-5.60%	1.84%	-0.63%	-0.10%	0.56%	1.40%	-0.17%	0.67%	9.27%
Benchmark	2019	2.32%	2.55%	0.85%	3.99%	-5.08%	2.89%	-2.26%	-2.33%	0.85%	3.15%	-1.26%	2.53%	8.06%
Fund	2018	0.40%	-2.25%	-2.71%	4.99%	-2.38%	2.94%	0.95%	4.45%	-4.12%	-4.69%	-2.82%	-0.67%	-6.30%
Benchmark	2018	0.23%	-1.23%	-3.75%	3.65%	-3.72%	1.30%	0.63%	2.54%	-3.77%	-4.51%	-2.21%	1.81%	-9.06%
Fund	2017	1.29%	-1.63%	0.57%	3.81%	-0.36%	-2.66%	2.51%	0.70%	0.88%	5.09%	-0.65%	-1.40%	8.16%
Benchmark	2017	2.28%	-1.17%	1.41%	2.47%	-0.83%	-3.36%	4.99%	1.88%	-0.90%	5.20%	1.41%	-0.95%	12.78%

Asset Allocation





Links

Fund Objectives and Key Facts

Fund Performance

Portfolio Commentary

Contact Details and Disclaimer

Fund Commentary

The Prime General Equity Fund produced a solid performance in August, delivering a positive return versus the negative performance from the Capped SWIX – the fund also outperformed peers.

The local market followed a similar pattern to previous months with resources, in particular platinum (up 5.7%) doing really well, while banks (down 3.6%) and Insurance (down 4.5%) continuing to feel the brunt of a domestic economy wreathing under a low to negative growth landscape compounded by COVID uncertainties.

Although resources did well and the fund is underweight, overall stock selection ensured that the SA portfolio kept up with the local market over the month. The top contributors to local performance were Prosus, Discovery and Sibanye whilst the detractors were Remgro, MultiChoice and Oceana. Our valuation work indicates significant potential returns in these detractors, indicating that market participants continue to indiscriminately sell-down SA Inc. The Northstar domestic buy list points to intrinsic value upside across the domestic portfolio in a base case of 30% with downside or our bear case hinting at returns of negative 10% for the overall portfolio. Certain stocks have bull cases exceeding 100% and the average across the portfolio is 60%. There is finally a real asymmetry of pay-off in favour of owning many good SA businesses – but without a sentiment shift, which requires political adjustments, the JSE is moribund and volatile.

The benefit of global diversification certainly revealed itself once again in August as the MSCI World Index returned 6.7% in dollars and with the rand only slightly firmer for the month, offshore buoyed the fund. Google, Microsoft and MasterCard were the largest contributors to performance whilst Cognizant, Blackstone and Unilever detracted over the month.

Global indices have been buoyant since reaching lows on the 23rd of March this year – so far, considered the ‘COVID bottom’. As indices have soared, so too have valuations in anticipation for a bounce-back in economic activity and corporate profitability. However, much of the market action has been concentrated on long duration technology companies and cyclicals (commodities) which have benefited from China’s economic recovery post COVID as well as supply shortages due to mine shut-downs. As the recovery broadens, sectors that have been ignored should begin to once again, attract investor support, these contain quality business that admittedly have been ravished by the crisis, but are unencumbered by debt and have robust long-standing business models. For patient investors, we believe opportunities exist in this space.

The Prime General Equity fund had a solid month, the portfolio remains well balanced between fairly priced high quality offshore businesses and undervalued South African listed companies.

Glossary of Terms

Volatility is a statistical measure of the dispersion of returns for a given security or market index.

Tracking error is a measure of the risk in an investment portfolio that is due to active management decisions made by the portfolio manager; it indicates how closely a portfolio follows the index to which it is benchmarked.

Information ratio, is a measure of the risk-adjusted return of a portfolio. In this case, it measures the active return of the manager's portfolio divided by the amount of risk that the manager takes relative to the benchmark.

Sharpe Ratio is a measure for calculating risk-adjusted return. It is the average return earned in excess of the risk-free rate per unit of total risk.

Beta is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole.

Alpha is a measure of the active return on an investment. It represents the excess returns of a fund relative to the return of a suitable benchmark.



Links

Fund Objectives and Key Facts




Fund Performance

Portfolio Commentary

Contact Details and Disclaimer

Prime Collective Investment Schemes Management Company (RF) (Pty) Ltd

www.primeinvestments.co.za


 +27 (0)10 594 2100
 +27 (0)87 220 4547
 save@primeinvestments.co.za

28 Peter Place, Lyme
 Park, Sandton
 2060

PostNet Suite 208,
 Private Bag X9,
 Benmore, 2010

Fund Contact Details
Fund Manager

 Northstar Asset Management (Pty) Ltd
 (FSP No: 601)

 +27 (0)21 8108400

Trustee

FirstRand Bank Limited

 +27 (0)87 577 8730

Administrator

Global Independent Administrators

 +27 (0)10 594 2100

 save@primeinvestments.co.za

Disclaimer

This is a minimum disclosure document and a general investor report. Collective Investment Schemes are generally medium to long term investments. The value of the participatory interests may go down as well as up. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. Past performance is not necessarily an indication of future performance. CIS's are traded at ruling prices and can engage in borrowing and scrip lending. Different classes of units apply to these portfolios and are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the manager. The manager has a right to close portfolios to new investors in order to manage them more efficiently in accordance with their mandates. Commission and incentives may be paid and if so, will be included in the overall costs. Forward pricing is used. The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Income is reinvested on the re-investment date. The Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Dealing prices are calculated on a net asset value and auditor's fees, bank charges and trustee fees are levied against the portfolios. Performance is calculated for the portfolio, as well as that the individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Income distributions are included in performance calculations prior to deduction of applicable taxes. Performance numbers and graphs are sourced from Collective Endeavours Consulting (Pty) Ltd. NAV to NAV figures have been used. Investment performance is for illustrative purposes only. Investment performance is calculated after taking the actual initial fees and all ongoing fees into account. The reinvestment of income is calculated on the actual amount distributed per participatory interest by using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual date of reinvestment. Risk profile of the fund ranges from low risk to high risk with a low risk potentially associated with lower rewards and a high risk with potentially higher rewards. Foreign securities may be included in the portfolio from time to time and as such may result in the following: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks and potential limitations on the availability of market information. Certain investments, including futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. The daily cut off time is 14:00 for trades and the valuation point is 22:00 daily. Prices are published on Finswitch by 10:00 daily. One can also obtain additional information on Prime Investments products on the Prime Investments website and all price related queries or information is readily available on request. Prime Collective Investment Schemes Management (RF) (Pty) Ltd is a registered Collective Investment Scheme Manager in terms of Section 5 of the Collective Investment Schemes Control Act and is a wholly owned subsidiary of Prime Financial Services (Pty) Ltd, a member of ASISA. This document is for information purposes only and does not constitute or form part of any offer to issue or sell, or any solicitation of any offer to subscribe for or purchase any particular investment. This document should not be construed as advice or guidance in any form whatsoever. Investors should take cognisance of the fact that there are risks involved in buying or selling any financial product and are encouraged to obtain independent professional investment and taxation advice. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable, directly or indirectly, to the use of or reliance upon the information.