

## NORTHSTAR BCI EQUITY FUND (A1)

MINIMUM DISCLOSURE DOCUMENT | 31 OCTOBER 2023

### INVESTMENT OBJECTIVE

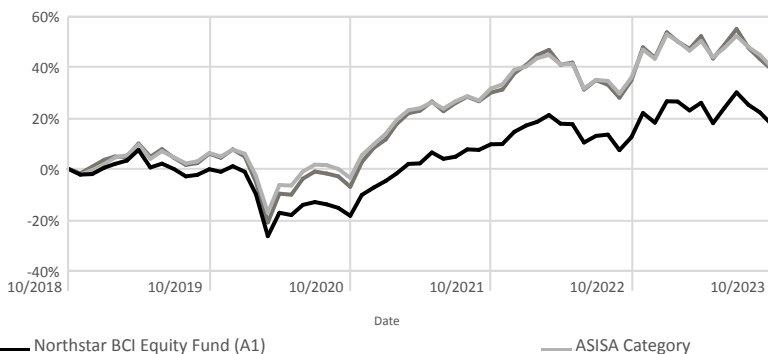
Northstar BCI Equity Fund is a general equity portfolio that aims to provide investors with high long-term capital growth.

### INVESTMENT POLICY

The portfolio's net equity exposure will be a minimum of 80% of the portfolio's asset value. The portfolio's investment universe consists of equity securities, preference shares, property shares and property related securities, notes, non-equity securities, interest bearing instruments and securities as well as assets in liquid form. The portfolio may invest in participatory interests or any other form of participation in portfolios of collective investment schemes or other similar collective investment schemes. The portfolio may from time to time invest in listed and unlisted financial instruments. The manager may also include forward currency, interest rate and exchange rate swap transactions. For the purpose of this portfolio, the manager shall reserve the right to close the portfolio to new investors in order to manage the portfolio in accordance with its mandate.

### PERFORMANCE (Net of Fees)

Performance: 5 years



	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Cumulative (%)</b>					
Fund	4.41	43.93	17.41	-	15.64
Fund Benchmark	3.10	49.47	39.02	-	38.96
ASISA Category	2.94	44.97	39.93	-	41.27
<b>Annualised (%)</b>					
Fund	4.41	12.91	3.26	-	2.33
Fund Benchmark	3.10	14.34	6.81	-	5.34
ASISA Category	2.94	13.18	6.95	-	5.62

#### Annualised (%)

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Fund Benchmark	3.10	14.34	6.81	-	5.34
ASISA Category	2.94	13.18	6.95	-	5.62

Inception date: 03 Jul 2017

#### Risk Statistics

##### Fund / Fund Benchmark

Standard Deviation	1 Year	3 Years	Maximum Drawdown	1 Year	3 Years
Fund	17.07%	13.60%	Fund	-9.72%	-11.38%
Fund Benchmark	17.29%	14.53%	Fund Benchmark	-10.32%	-12.82%

##### Highest and Lowest: Calendar year performance since inception

Fund	High	23.66%	Fund Benchmark	High	27.08%
	Low	-10.26%		Low	-10.94%

### FUND INFORMATION

Portfolio Manager:	Adrian Clayton & Marco Barbieri
Launch date:	03 Jul 2017
Portfolio Value:	R 371 500 785
NAV Price (Fund Inception):	997.27 cents
NAV Price as at month end:	984.90 cents
JSE Code:	NCEFA
ISIN Number:	ZAE000245973
ASISA Category:	SA Equity General
Fund Benchmark:	FTSE JSE Capped Shareholders Weighted Index (J433T)
Minimum Investment Amount:	None
#Monthly Fixed Admin Fee:	Refer page 2 notes
Valuation:	Daily
Valuation time:	15:00
Transaction time:	14:00
Regulation 28:	No

### FEE STRUCTURE

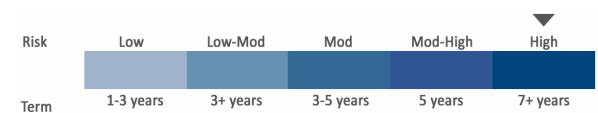
Annual Service Fee:	1.15% (Incl. VAT)
Performance Fee:	None
* Total Expense Ratio (TER):	Jun 23 : 1.13% (PY: 1.13%)
Performance fees incl in TER:	Jun 23 :- 0.19% (PY:- 0.19%)
Portfolio Transaction Cost:	Jun 23 : 0.39% (PY: 0.39%)
Total Investment Charge:	Jun 23 : 1.52% (PY: 1.52%)
	All percentages include VAT, where applicable

### Income Distribution (cpu)

Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23
-	14.23	-	-	-	-
May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23
-	15.95	-	1.38	-	-

Date of Income Declaration:	30 June/31 December
Date of Income Payment:	2nd working day of Jul/Jan

### RISK PROFILE



#### High Risk

- This portfolio has a high exposure to equities and therefore tends to be more volatile than most other portfolios.
- Expected potential long-term returns are high, but the risk of potential capital losses is high as well, especially over shorter periods.
- Where the asset allocation contained in this MDD reflect offshore exposure, the portfolio is exposed to currency risks.
- Therefore, it is suitable for long term investment horizons.

### MONTHLY RETURNS (%)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2023	7.1	-0.1	-2.8	2.4	-6.3	5.1	4.8	-3.7	-2.4	-3.9	-	-	-0.67
2022	2.2	1.1	2.3	-2.8	-0.2	-6.1	2.3	0.5	-5.4	4.7	8.5	-3.1	3.15
2021	2.8	3.1	3.9	0.1	4.3	-2.4	0.8	2.8	-0.2	2.1	0.1	4.4	23.66
2020	-2.2	-9.0	-18.3	12.4	-1.1	5.0	1.3	-1.1	-1.6	-3.7	10.0	3.2	-8.34
2019	2.6	1.4	1.2	4.1	-6.4	1.6	-2.1	-2.9	0.6	2.2	-1.0	2.2	3.19
2018	0.2	-1.7	-3.0	4.1	-2.7	1.4	1.2	1.5	-5.1	-4.2	-2.2	0.2	-10.26

Effective 25/08/2023: Northstar Sanlam Collective Investments Equity Fund amalgamated with Northstar BCI Equity Fund. Effective 26/08/2023: Benchmark change from ASISA SA Equity General category average. Annualised return is the weighted average compound growth rate over the period measured.

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## PORTFOLIO HOLDINGS

Effective Exposure (%)	As at 30 Sep 2023	Top Holdings (%)	As at 30 Sep 2023
Domestic Equity	96.44	Naspers Ltd	9.6
Domestic Cash	2.20	Standard Bank Group Ltd	5.5
Domestic Property	1.35	Firstrand Limited	5.2
Offshore Equity	0.01	British American Tobacco PLC	4.6
		MTN Group Limited	4.1
		Anglo American PLC	3.8
		Absa Group Ltd	3.8
		Remgro Ltd	3.4
		Gold Fields Ltd	3.2
		Bidvest Group	3.0

Derivative exposure included above (look-through on underlying funds included) 0.00%

## INFORMATION AND DISCLOSURES

### Risks

Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. Where foreign securities are included in the portfolio there may be additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information.

### \* Total Expense Ratio (TER)

Please note: A higher TER ratio 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 TER's. Transaction Costs are a necessary cost in administering the Fund and impacts Fund 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 Fund, the investment decisions of the investment manager and the TER. The prior year ("PY") TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 30 June 2023, whilst the underlying portfolios' ratio and cost calculations are based upon their most recent published figures, being 30 June 2023.

### Effective Annual Cost:

Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at [www.bcis.co.za](http://www.bcis.co.za). BCI calculates the EAC as per the ASISA standard for a period of 3 years up till the most recent TER reporting period.

#Monthly Fixed Admin Fee: R15 excl. VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

### Total Investment Charges

* Total Expense Ratio (TER)	Transactional Cost (TC)	Total Investment Charge (TER & TC)
1.13%	0.39%	1.52%
Of the value of the Fund was incurred as expenses relating to the administration of the Fund.	Of the value of the Fund was incurred as costs relating to the buying and selling of the assets underlying the Fund.	Of the value of the Fund was incurred as costs relating to the investment of the Fund.

### FAIS Conflict of Interest Disclosure

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instances portfolios invest in other portfolios which form part of the BCI Scheme. These investments will be detailed in this document, as applicable.

### Investment Manager

Northstar Asset Management (Pty) Ltd is an authorised Financial Service Provider FSP 601.

- Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website [www.bcis.co.za](http://www.bcis.co.za).
- Valuation takes place daily and prices can be viewed on our website ([www.bcis.co.za](http://www.bcis.co.za)) or in the daily newspaper.
- Actual annual performance figures are available to existing investors on request.
- Upon request the Manager will provide the investor with portfolio quarterly investment holdings reports.

### Management Company Information

Boutique Collective Investments (RF) (Pty) Limited  
Catnia Building,  
Bella Rosa Village, Bella Rosa Street,  
Bellville, 7530  
Tel: +27 (0)21 007 1500/1/2  
+ Email: [clientservices@bcis.co.za](mailto:clientservices@bcis.co.za) + [www.bcis.co.za](http://www.bcis.co.za)

### Custodian / Trustee Information

The Standard Bank of South Africa Limited  
Tel: 021 441 4100

### DISCLAIMER

Boutique Collective Investments (RF) (Pty) Ltd ("BCI") is a registered Manager of the Boutique Collective Investments Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002 and is a full member of ASISA. Collective Investment Schemes in securities are generally medium to long term investments. The value of participatory interests may go up or down and past performance is not necessarily an indication of future performance. BCI does not guarantee the capital or the return of a portfolio. Collective Investments are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees, charges and maximum commissions is available on request. BCI reserves the right to close the portfolio to new investors and reopen certain portfolios from time to time in order to manage them more efficiently. Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge. Performance fees are calculated and accrued on a daily basis based upon the daily outperformance, in excess of the benchmark, multiplied by the share rate and paid over to the manager monthly. Performance figures quoted for the portfolio are from Morningstar, as at the date of this minimum disclosure document for a lump sum investment, using NAV-NAV with income reinvested and do not take any upfront manager's charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax. BCI retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of BCI's products. Access the BCI Privacy Policy and the BCI Terms and Conditions on the BCI website ([www.bcis.co.za](http://www.bcis.co.za)).

## Q3 2023 Northstar Equity Fund Commentary

### MARKET PERFORMANCE REVIEW

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Despite a strong performance in 2023, risky assets came under pressure during the third quarter of the year. Emerging and developed market equities were respectively down -2.8% and -3.4% (in USD terms) as higher interest rates and geopolitical dynamics stalled an otherwise strong year for global equity returns. Global bonds too had a difficult quarter, with the Global Aggregate Bond Index falling by -3.6%, while commodities performed well and were a strong outperformer returning +4.7%.

The JSE Capped Swix Index was down -3.8% (in Rand terms; -4.7% in US Dollars) during the quarter and -0.3% year-to-date (-10.3% in US Dollars). In Dollar terms the local equity market is the second worst performing emerging equity market this year. Despite a relatively positive performance from SA financials (+1.7%) lead by broadly positive results from both insurers and banks, the local industrial index and resources fell -6.2% and -4.3% respectively. The local market benefitted somewhat from improved loadshedding management versus prior quarters, but this was eclipsed by tough macro data out of China which had a severe impact on various local sectors such as personal goods (Richemont), precious and diversified miners and Technology (Naspers/Prosus).

### FUND'S QUARTERLY PERFORMANCE

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The Northstar BCI Equity fund was down -1.6% during the quarter, well ahead of the JSE Capped Swix (-3.8%) and the (ASISA) South African Equity General Peer Average which returned -2.6%. Whilst the fund's quarterly numbers were negative, the performance showed resilience against its benchmark due to both positive sector allocation and stock selection effects. The fund benefitted from an overweight position to financials (banks and insurers) and consumer staples which performed well ahead of the market. While broadly also benefitting from an underweight position to resources, the low exposure to energy stocks, which rebounded strongly during the quarter, detracted from performance. From a stock specific perspective, the largest attributors included conviction calls in Absa (+8.2%), Sanlam (+12.5%), Outsurance (+25.8%) and a large underweight position in Richemont (-25.4%). Main detractors included Exxaro, Glencore and Sibanye Stillwater.

### POSITIONING AND EXPECTATIONS

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High levels of volatility during the quarter afforded us the opportunity to buy various out of favour stocks. Most significantly we decided to take some profits from some of our financial positions and rotated them into attractively priced diversified miners and gold stock, which had sold off significantly over the past months. Another out favour area of the market, which we added to and believe will perform well over the medium term is the healthcare sector, with hospital stock now trading at unjustified extreme valuation discounts.

Overall, the fund remains defensively positioned despite having increased its cyclical exposure, in the form of resources and a larger proportion of local industrials. We remain cautious of the macro environment, as the impact of interest rate hikes is being progressively felt globally but note that valuations are becoming increasingly supportive and many attractive opportunities are starting to emerge.