

MINIMUM DISCLOSURE DOCUMENT | 30 SEPTEMBER 2024

### INVESTMENT OBJECTIVE

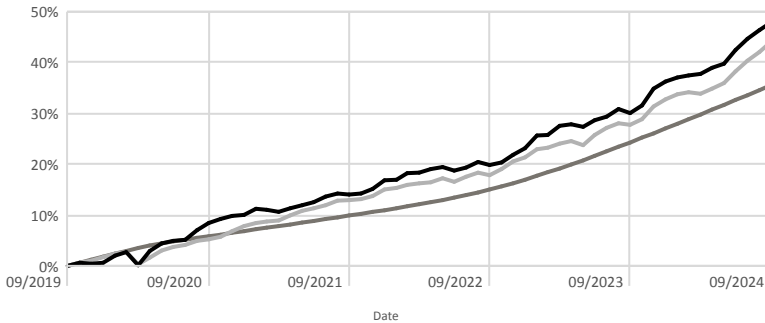
Northstar BCI Income Fund aims to provide investors with regular and stable income that targets inflation beating returns over the long term, whilst actively managing the risk of capital loss in the short term.

### INVESTMENT POLICY

The portfolio will invest in a combination of income generating assets, subject to a maximum equity exposure of 10% of the portfolio's net asset value. Investments to be acquired for the portfolio may include equity securities, property securities, property related securities, notes, interest bearing securities, non-equity securities, money market instruments, preference shares and assets in liquid form. The portfolio may also invest in participatory interests and other forms of participation in portfolios of 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	13.71	29.61	47.77	111.25	112.93
Fund Benchmark	9.05	23.31	35.48	91.32	93.55
ASISA Category	12.72	27.55	43.98	107.74	108.13
<b>Annualised (%)</b>					
Fund	13.71	9.03	8.12	7.77	7.69
Fund Benchmark	9.05	7.23	6.26	6.70	6.69
ASISA Category	12.72	8.45	7.56	7.58	7.45

Inception date: 22 Jul 2014

#### Risk Statistics

##### Fund / Fund Benchmark

Standard Deviation	1 Year	3 Years	Maximum Drawdown	1 Year	3 Years
Fund	2.37%	2.54%	Fund	-	-0.62%
Fund Benchmark	0.06%	0.55%	Fund Benchmark	-	-

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

	High	Low	Fund Benchmark	High	Low
Fund	10.71%	3.94%		8.61%	3.88%

### MONTHLY RETURNS (%)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2024	0.5	0.3	0.2	0.9	0.6	1.9	1.5	1.2	1.0	-	-	-	8.46
2023	2.1	0.1	1.4	0.3	-0.4	1.0	0.6	1.1	-0.6	1.2	2.6	1.0	10.71
2022	0.1	1.1	0.1	0.6	0.3	-0.5	0.5	0.9	-0.5	0.5	1.2	1.0	5.40
2021	1.0	-0.1	-0.4	0.6	0.6	0.5	0.9	0.6	-0.2	0.2	0.8	1.5	6.13
2020	1.3	0.7	-2.5	2.8	1.4	0.4	0.2	1.8	1.3	0.7	0.6	0.2	9.33
2019	1.0	0.6	1.0	0.9	1.1	0.5	0.4	1.4	0.4	0.6	-0.2	0.3	8.31

Effective 25/08/2023: Northstar Sanlam Collective Investments Income Fund amalgamated with Northstar BCI Income Fund. Annualised return is the weighted average compound growth rate over the period measured.

### FUND INFORMATION

Portfolio Manager:	Mark Seymour & Marco Barbieri
Launch date:	22 Jul 2014
Portfolio Value:	R 800 333 033
NAV Price (Fund Inception):	99.08 cents
NAV Price as at month end:	122.80 cents
JSE Code:	NMIF
ISIN Number:	ZAE000193132
ASISA Category:	SA Multi Asset Income
Fund Benchmark:	110% SteFI Call Deposit Rate
Minimum Investment Amount:	None
#Monthly Fixed Admin Fee:	Refer page 2 notes
Valuation:	Daily
Valuation time:	15:00
Transaction time:	14:00
Regulation 28:	Yes

### FEE STRUCTURE

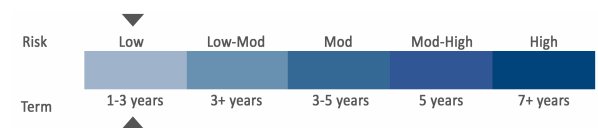
Annual Service Fee:	0.97% (Incl. VAT)
Performance Fee:	None
* Total Expense Ratio (TER):	Jun 24 : 1.05% (PY: 1.07%)
Performance fees incl in TER:	Jun 24 : 0.00% (PY: 0.00%)
Portfolio Transaction Cost:	Jun 24 : 0.03% (PY: 0.01%)
Total Investment Charge:	Jun 24 : 1.08% (PY: 1.08%)
<i>All percentages include VAT, where applicable</i>	

### Income Distribution (cpu)

Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24
-	-	1.60	-	-	1.57
Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24
-	-	1.67	-	-	1.50

Date of Income Declaration:	31 Mar/30 Jun/30 Sep/31 Dec
Date of Income Payment:	2nd working day of Apr/Jul/Oct/Jan

### RISK PROFILE



#### Low Risk

- This portfolio has no equity exposure or in some cases up to 10% equity exposure, resulting in low risk, stable investment returns.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to default and interest rate risks.
- The portfolio is suitable for shorter term investment horizons.

# NORTHSTAR BCI INCOME FUND (A)

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## PORTFOLIO HOLDINGS

Effective Exposure (%)	Top Holdings (%)
Domestic Bonds 83.3	I2025 2% 310125 13.3
Domestic Cash 6.3	I2029 1.875% 310329 11.3
Offshore Bonds 5.5	R210 2.60% 310328 11.1
Commodities (Gold) 2.6	R2035 8.875% 280235 7.5
Offshore Equity 1.0	NORTHSTAR GB INCOME-A USD 5.2
Domestic Property 0.9	R2032 8.25% 310332 5.2
Offshore Cash 0.6	FRB125 2% 310125 5.1
	NI29 1.875% 310329 3.9
	R2037 8.50% 310137 2.9
	NEW GOLD ISSUER LIMITED 2.5

## 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 31 December 2023, whilst the underlying portfolios' ratio and cost calculations are based upon their most recent published figures, being 30 June 2024.

### 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)
1.05%	0.03%	1.08%
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) ("BCI") Ltd is part of the Apex Group 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 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)). Income funds derive their income from interest-bearing instruments in accordance with Section 100(2) of the Act. The yield is a current yield and is calculated daily.

### PERFORMANCE REVIEW

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The Northstar Income fund delivered 3.78% over the last quarter. This was a solid outperformance versus the SteFI x110% benchmark, which returned 2.26% in Q3. The fund has showed strong performance of 13.71% over the past 12 months, ahead of the benchmark as well as the ASISA Multi Asset sector average for the same period.

Over the last quarter, the fund's exposure to fixed bonds returned 2.38%. The next best performing asset class held was that of inflation linked bonds, delivering 0.84%. The fund's floating rate note positions added 0.37%, while direct property holdings returned 0.12%. Returns generated from offshore allocations were flat over Q3; the gold position added 0.15%, while the fund's exposure to global bonds detracted 0.14%.

### MARKET OUTLOOK AND PORTFOLIO POSITIONING

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Favourable global dynamics, combined with sustained optimism around the GNU and the cessation of loadshedding, continues to support local asset prices. SAGB yields grinded lower over the quarter, dropping by as much as 250bps at the 10-year point of the curve. The long end of the yield curve has delivered robust performance as the market reassess and reduces the embedded country/political risk. The National Treasury remains committed to fiscal consolidation efforts and October's MTBPS should provide more clarity on the sovereign's fiscal health and growth prospects. Borrowing costs are falling but uncertainty remains on how much support needs to be earmarked for SOEs, public wages, social grants and NHI.

During the quarter, the SARB lowered the repo rate by 25bps to 8.0%, noting progress on inflation but exercising caution due to potential upside risks in prices, including food, fuel and administrative prices, that may materialise in the future. A slow and steady reduction in the repo rate has buoyed the exchange rate, as other economies look to implement a sharper cutting cycle. The Rand reached \$/R17.07 at the end of September after the Federal Reserve implemented a 50bps cut.

Globally, rate cuts have been the broad theme as central banks begin or continue on their easing cycle. The ECB brought down its deposit rate to 3.5% over Q3, while the BoE cut the Bank Rate to 5.0%. Inflation is seen to be moving more sustainably towards central banks' respective targets and the front of mind concern has swiftly shifted to labour market health and recessionary risks. Developed market yields have been rangebound but volatile, as a series of contradicting data reports on job numbers sow uncertainty around the idea of a soft landing. Geopolitical risk reared its head near the end of the quarter as conflicted escalated in the Middle East. This saw the dollar strengthen, gold rally and inflationary concerns return on the back of rising oil prices.

The Northstar Income fund was well positioned to benefit from the decline in SAGB yields over the quarter. As yields moved towards and eventually through our base case valuation level, SAGB exposure was reduced. Proceeds from the fixed bond reduction were allocated to front-end ILBs that provided real yields of 4.5% and exhibited an attractive relative risk-return profile. The gold position provided a benefit and a buffer to the fund.

Looking forward, the fund is well positioned to take advantage of further interest rate cuts and an improving fiscal/political condition. The ILB exposure generates elevated real returns while providing protection against inflationary risk. The global bond allocation allows the fund to partake in declining yields on the back of widespread cutting cycles. Furthermore, the offshore positions, including gold, provide a hedge against local specific risks as well as global risk-off scenarios.