



# Independent Alternatives

## INDEPENDENT ALTERNATIVES MONEY MARKET PRESCIENT FUND

Minimum Disclosure Document & General Investor Report : 30 June 2024

Published Date 2024/07/18

### FUND INVESTMENT OBJECTIVE & SUMMARY

The Independent Alternatives Money Market Prescient Fund "The Fund" is a quantitatively biased, macro-thematic money market fund. We believe that the performance of money market instruments is greatly influenced by the macroeconomic environment and central bank policy, and therefore we aim to position in those instruments, which we believe will outperform in the current macroeconomic environment. The Fund is a low risk, domestic only, money market portfolio which aims to outperform the Short-Term Fixed Interest (STeFI) Index before fees over three-year rolling periods.

### INVESTMENT POLICY

The Independent Alternatives Money Market Prescient Fund will aim to maximise the interest income, to provide liquidity, as well as the preservation of capital through investing in domestic cash and near cash instruments. The fund will invest in selected money market instruments issued by government, parastatals, corporates, and banks with a maturity term of less than 13 months. Independent Alternatives has adhered to the noliv objective in managing the Fund

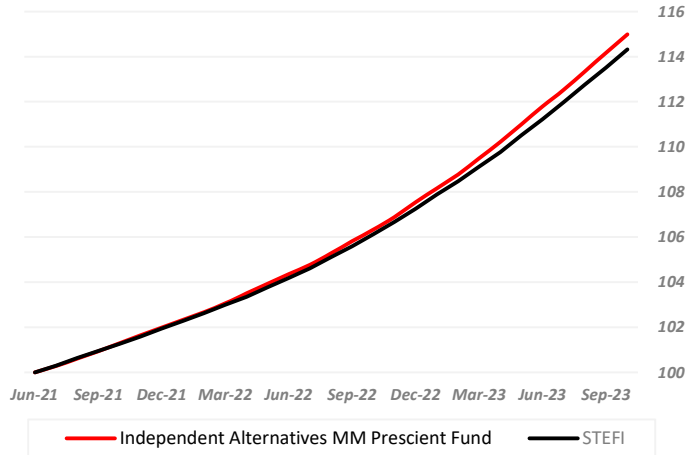
### GENERAL INFORMATION

Subscriptions	Daily
Redemption Notice Period	Daily
Inception Date	2021/06/21
Establishment of CIS	2021/06/21
Fund Size	R269 Million
Unit Price ( c )	100,00
Number of Units	269 Million
Minimum Investment	R500 debit order
Income Distribution ( c )	Sept 23; 0,71 Dec 23, 0,72 March 24 0,67; June 24 0,66
Management Fees	0,30% per annum
Performance Fees	NA
ASISA Fund Classification	South African - Interest Bearing - Money Market
Fund Benchmark	STeFI Index
Total Expense Ratio	0,48%
Administrator	Prescient Fund Services
Fund Auditors	Ernst & Young Inc.
Trustees	Nedbank Investor Services

### MANAGER INFORMATION

Fund Manager	Independent Alternatives Investment Managers
Physical Address	River Park 42 Homestead Road Edenburg Sandton, South Africa
Telephone	+27 (0)11 234 1519
Contact	clients@independentalternatives.co.za

### NET FUND PERFORMANCE



### RETURN STATISTICS

	FUND	STeFI
Current Month Return	0,68%	0,63%
Return 2024 YTD	4,34%	4,17%
Return Since Inception (SI)	21,74%	20,69%
Annualised Return SI	6,78%	6,47%
Last 12-month return	8,89%	8,50%
3 year annualised return	NA	NA
5 year annualised return	NA	NA
Best 12-month return	8,93%	8,52%
Worst 12-month return	4,35%	4,19%

### RISK STATISTICS

	FUND	STeFI
Historical Std Deviation	0,56%	0,53%
Average Gain	0,55%	0,52%
Average Loss	-	-
% Positive Months	100,00%	100,00%
% Negative Months	-	-
Maximum Drawdown	-	-
12M Sharpe Ratio	0,55	NA

### PORTFOLIO RISK CHANGES : 30 June 2024

Fund weighted average duration	Month End : 30-Jun-2024	Quarter End : 31-Mar-2024	Highest Fund	Maximum Limit
Fund weighted average maturity	88	112	119	120
Fund weighted average duration	77,72	86,00	90,00	90

### CHANGES IN PORTFOLIO COMPOSITION : 30 June 2024

	NCDS	TREASURY BILLS	CASH ON CALL	CORPORATES
30-Jun-2024	37,87%	45,71%	16,42%	0,00%
31-Mar-2024	42,30%	54,54%	5,00%	0,00%

## GENERAL INFORMATION

Collective Investment Schemes (CIS) should be considered as medium to long-term investments. The value of your investment may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressures and a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. The Manager retains full legal responsibility for any portfolio hosted on its CIS platform. Where foreign securities are included in a portfolio there may be 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. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees.

## TOTAL EXPENSE RATIO (TER)

The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. 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 TER's. During the phase in period TER's do not include information gathered over a full year.

## TRANSACTION COSTS (TC)

Transaction Costs (TC) is the percentage of the value of the Fund incurred costs relating to the buying and selling of the Fund's underlying assets. 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, investment decisions of the investment manager and the TER. The TER and the Transaction costs should not be deducted again from published returns.

## TOTAL INVESTMENT CHARGE

The sum of the TER and transaction costs is shown as the Total Investment Charge. Since Fund returns are quoted after the deduction of these expenses, the TER and Transaction costs should not be deducted again from published returns.

### **Total Investment Charge annualised**

Annual Management Fee (incl. VAT)	0.345%
Other Costs (incl. VAT)	0.138%
Performance Fee (incl. VAT)	0.00%
Total Expense Ratio (incl. VAT)	0.483%
Transaction Costs (incl. VAT)	0.00%
Total Investment charge (incl. VAT)	0.483%

## CONTACT DETAILS

### **Management Company:**

Prescient Management Company (RF) (Pty) Ltd, Registration number: 2015/891620/07  
Physical address: Building 2, Ground Floor, Cavendish Links, Cavendish Street, Claremont, Cape Town 7708. Telephone number: 021 671 2173. E-mail address: manco@27four.com  
Website: www.27four.com

### **Investment Manager:**

Independent Alternatives Investment Managers (Pty) Limited, Registration number: 2015/267782/07 is an authorised Financial Services Provider (FSP47402) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. Physical address: 42 Homestead Road, Jupiter Houser River Park, Edenburg, Rivonia, Sandton Telephone number: 011 234 1519 Website: www.independentalternatives.co.za

### **Trustee:**

Nedbank Investor Services Physical address: 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709 Telephone number: +27 11 534 6557 Website: www.nedbank.co.za. The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002).

### **Administrator:**

Prescient Fund Services (Pty) Ltd, Registration number : 1998/023727/07 Physical address: Prescient House, Westlake Business Park, Otto Close, Westlake 7945, Telephone: 021 700 3600, Email address : 27fouradmin@prescient.co.za

The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). Prescient is a member of the Association for Savings and Investments South Africa.

## IMPORTANT DEFINITIONS

**Annualised Performance:** annualised performance show longer term performance rescaled to a 1-year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

**Highest & Lowest return:** the highest and lowest returns for any 1 year over the period since inception have been shown.

NAV: the net asset value represents the assets of a Fund less its liabilities.

**High Water Mark:** the highest level of performance achieved over a specified period.

**Correlation:** a statistical measure of how two securities move in relation to each other. Correlation is computed into what is known as the correlation coefficient, which ranges between -1 and +1. Perfect positive correlation (a correlation co-efficient of +1) implies that as one security moves, either up or down, the other security will move in lockstep, in the same direction. If the correlation is 0, the movements of the securities are said to have no correlation.

**Maximum Drawdown:** the maximum peak to trough loss suffered by the Fund since inception

**Standard Deviation:** measures the variation of returns around the portfolio's average return

## DISCLAIMER FOR FUND SPECIFIC RISKS

Performance has been calculated using net NAV to NAV numbers with income reinvested. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request.

The Independent Alternatives Money Market Prescient Fund is not a bank deposit account. The Fund aims to maintain a constant price of 100 cents per unit. The total return an investor receives is made up of interest received and any gain or loss made on instruments held by the Fund. While capital losses are unlikely, they can occur if, for example, one of the issuers of an instrument defaults. In this event investors may lose some of their capital. To maintain a constant price of 100 cents per unit, investors' unit holdings will be reduced to the extent of such losses. The yield is calculated according to ASISA standards. Excessive withdrawals from the Fund may place it under liquidity pressure; if this happens withdrawals may be ring-fenced and managed over a period of time. Purchase and redemption requests must be received by Prescient by 13:00 each business day to receive that day's price. Prices are published daily and are available on the Prescient website.

This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

**INVESTING:** Investment subscriptions are processed daily. Your application form together with proof of payment must be submitted to Prescient Fund Services before 13h00. The minimum initial lump sum investment is R1 000 and the minimum subsequent monthly investment is R500 per month. No entry fees are payable on investing.

**REDEMING:** Redemptions are processed daily. To receive month end prices, your redemption instruction must be submitted to Prescient Fund Services before 13h00. No exit fees are payable on redeeming.

For any additional information such as brochures and application forms please contact [clients@independentalternatives.co.za](mailto:clients@independentalternatives.co.za)

Prices are published daily and are available on the Prescient website.