


Cogence Income Prescient Fund of Funds

Minimum Disclosure Document & General Investor Report

31 August 2024



Fund Details

Portfolio manager	Riscura Invest (Pty) Ltd
Investment manager	Cogence (Pty) Ltd
Launch date	18 March 2024
ASISA classification	(ASISA) SA - Multi Asset - Income
Benchmark ¹	110% of Stefi Composite
Risk profile	 Very Low
Fund size	R23 576 667
Income distribution	Monthly
Regulation 28 compliant	Yes
Currency	South African Rands
NAV price month	103.11c
Inception NAV price	100c
Number of units	22 863 946
Annual fees (Incl. VAT)	0.40%
Performance fees	None
Total expense ratio (TER) ²	Not Available - New Fund
Transaction costs (TC) ²	Not Available - New Fund
Total investment charges (TIC) ²	Not Available - New Fund
JSE code	COIFFA
ISIN number	ZAE000331690
Transaction cut-off time:	16:00

Notes

- Benchmark and performance data is provided by Cogence (Pty) Ltd
- Due to the short financial life span of the fund, the TER will only be displayed 1 year after launched
- As per CISC requirements, performance figures will be made available 12 months after launch.
- The fund aims to target the benchmark. The benchmark performance is shown for illustrative purposes.
- There have been no material changes to the fund details displayed above since the fund launch.

Investment policy

The objective of this fund is to generate a high level of income while seeking opportunities to increase capital gains. The fund will have exposure to a wide range of bonds instruments, including local and offshore. The fund will be actively managed while the underlying investments may include both actively managed and index-tracking strategies.

The fund has adhered to its policy objectives as stated in the supplemental deed.

Who this investment may be suitable for

This fund is suitable for investors who seek stable returns and an investment diversified across multiple fixed income instruments with an emphasis on capital protection.

Historical Performance³

Period	Fund	Benchmark
1 month	-	0.76%
3 months	-	2.32%
YTD	-	-
1 year	-	-
3 year	-	-
5 year	-	-
Since Launch (Ann.)	-	-
Since Launch (Cum.)	-	4.27%

Performance data longer than 1 year is annualised.

Risk Statistics (Since launch)

Statistic	Fund	Benchmark
Volatility	-	0.60%
Maximum drawdown	-	0.00%
Highest one-year return	-	-
Lowest one-year return	-	-
Sharpe ratio (Rf = 0%)	-	-

Performance is calculated using the Total Returns Index (TRI), net of fees, with all dividend and/or income declarations reinvested on the declaration date at the net asset value price at that time. Investment performance is for illustrative purposes only.

Manager Allocation

Laurium BCI Strategic Income	24.8%
Taquanta Active Income	24.8%
BCI Money Market Fund	14.8%
Nedgroup Investments Money Market Fund	14.8%
10X Yield Selected Bond Index Fund	10.4%
SATRIX Bond Index	10.3%
ZAR CASH	0.0%

May not add up to 100% due to rounding.

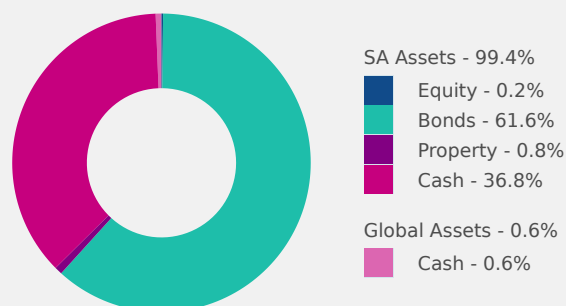
Top 10 Holdings

REPUBLIC OF SOUTH AFRICA 31/01/30 8%	6.5%
REPUBLIC OF SOUTH AFRICA 21/12/27 10.5%	3.3%
Rn2030 9.30200 170930	3.0%
REPUBLIC OF SOUTH AFRICA 31/03/32 8.25%	2.9%
REPUBLIC OF SOUTH AFRICA 31/03/36 6.25%	2.4%
REPUBLIC OF SOUTH AFRICA 31/01/40 9%	2.4%
REPUBLIC OF SOUTH AFRICA 28/02/35 8.875%	2.3%
REPUBLIC OF SOUTH AFRICA 28/02/41 6.5%	2.3%
ESKOM HOLDINGS SOC LTD 02/04/26 7.85%	2.3%
REPUBLIC OF SOUTH AFRICA 31/01/37 8.5%	2.2%

Income Distribution (Last 12 Months)

No income declared in the last 12 months.

Asset allocation



Data source: Prescient

Portfolio composition

There have been no material changes to the composition of the fund over the last quarter.

Monthly market commentary

Despite a volatile period for financial markets in August, the month ended in positive territory across equity and fixed income. Global markets performed positively with developed equity gaining 2.64% over the month while Global Fixed Income gained 1.10%, both in USD terms. During the first half of August, 25bps interest rate hike by the Bank of Japan and weak economic data in the US led to equity markets and the USD selling off. Markets soon rebounded as US equities rallied later in the month due to strong retail sales and corporate earnings. Similarly, UK and European equities were also positive but lagged the US due to softening economic activity in the region. Fixed income assets performed well over the month as the market began to price in cuts over the coming months as CPI data showed continued easing of inflationary pressures. This month we see local equity underperforming their global counterparts with local equity gaining 1.34%, in ZAR terms. The Q2 GDP numbers came in strong at 0.4% increase (0.3% YoY) driven by stronger contributions from manufacturing, electricity, gas and water sectors which benefitted from the lack of load shedding. However, global markets registered stronger growth with OECD measure indicating 0.5% growth in Q2, overall Emerging Markets underperformed Developed Markets. This is with particular focus on China's weaker growth 0.5% growth in Q2 which makes up a large amount of South Africa's commodity exports. On the other hand, we saw local fixed income outperforming global fixed income, seeing gains of 2.35% over the month, in ZAR terms. A local driver of bonds' outperformance was the positive sentiment in the aftermath of the election results. The expected monetary easing by the South African Reserve Bank, in line with developed central banks was also supportive of rates decreasing over the month. Additionally, local fixed income was able to perform well on the back of a weaker US dollar. Finally, the Rand strengthened against USD in August closing at around 17.834R/\$ compared to R18.215/\$ in July.

General

Collective investment schemes (Unit Trusts) are generally medium to long-term investments. The value of participatory interests (units) or the investment may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending (i.e. borrowing and lending of assets). The manager does not provide any guarantee, with respect to the capital or the return of a portfolio. Prescient retains full legal responsibility for the third-party-named portfolio. Any forecasts and/or commentary in this document are not guaranteed to occur. Different classes of participatory interests apply to these portfolios and are subject to different fees and charges. A schedule of all fees and charges, inclusive of VAT and maximum commissions, is available on request from us or from your financial adviser. Forward pricing is used.

Investment Manager

Cogence (Pty) Ltd

Registration number	2009/011658/07
Postal address	PO Box 786722, Sandton, Gauteng, 2196
Physical address	Sandton, Gauteng, 2196
Website	www.cogence.co.za

CIS Manager

Prescient Management Company (RF) (Pty) Ltd

Registration number	2002/022560/07
Physical address	Prescient House, Westlake Business Park, Otto Close, Westlake, 7945
Postal address	PO Box 31142, Tokai, 7966
Telephone number	0800 111 899
E-mail address	info@prescient.co.za
Website	www.prescient.co.za

Prescient is registered and approved under the Collective Investment Schemes Control Act.

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

Yields

The yield for bond and income portfolios is historic and is calculated quarterly.

Important information

The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. The ability of the portfolio to repurchase is dependent upon the liquidity of the securities and cash of the portfolio. A manager may suspend repurchases for a period, subject to regulatory approval, to await liquidity, and the manager must keep the investors informed about these circumstances.

Where a current yield has been included for Funds that derive its income primarily from interest bearing income, the yield is a weighted average yield of all underlying interest-bearing instruments as at the last day of the month. This yield is subject to change as market rates and underlying investments change.

A fund of funds is a portfolio that invests in portfolios of collective investment schemes that levy their own charges. This could result in a higher fee structure.

Lump-sum performance returns are being quoted. Income distributions, prior to deduction of applicable taxes, are included in the performance calculations. NAV to NAV figures have been used for the performance calculations, as calculated by the manager at the valuation time of 16:00 as defined in the deed, over all reporting periods. Investment performance calculations are available for verification upon request by any person. Reinvestment of income is calculated on the actual amount distributed per participatory interest, using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. The performance is calculated for the fee class. The individual investor performance may differ, as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax.

The rate of return is calculated on a total return basis, and the following elements may involve a reduction of the investor's capital: interest rates, economic outlook, inflation, deflation, economic and political shocks or changes in economic policy. Annualised returns are period returns re-scaled to a period of one year. This allows investors to compare returns of different assets that they have owned for different lengths of time. All period returns greater than one year have been annualised. Returns for periods less than one year have not been annualised. A cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period of time involved. Actual annual figures are available to the investor on request. Illustrative investment performance is for illustrative purposes only.

Specific fund risks

- Derivatives
- Exposure to foreign securities
- Drawdown
- Liquidity
- Equities
- Bond

For a detailed description of these risks, and other risks that are relevant to the portfolio, please refer to the CIS and other Risk Disclosure Documents, available at www.cogence.co.za.

Glossary

Annualised - An annualised return is the weighted average compound growth rate over the period measured.

Volatility - Volatility (also called standard deviation) is a measure of how widely the returns varied over the period measured.

Maximum drawdown - A maximum drawdown is the maximum loss from a peak to trough of the portfolio over the period measured, before a new peak is attained.

Sharpe ratio - The Sharpe ratio is a measure of risk-adjusted returns. The Sharpe ratio reflects the extent to which an investment compensates for extra risk.

What is the total investment charge (TIC)

Total expense ratio (TER) is the percentage of the value of the portfolio that was incurred as expenses relating to the administration (charges, levies and fees) of the portfolio. TER is calculated over rolling 3 years (or since inception, where applicable), and is annualised, to the most recent calendar quarter-end. A higher TER does not necessarily imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction costs (TC) is the percentage of the value of the portfolio that was incurred as costs relating to the buying and selling of the assets underlying the portfolio. Transaction Costs are a necessary cost in administering the portfolio and impacts portfolio 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. Calculations are based on actual data, where possible, and best estimates, where actual data is not available. Total investment charges (TIC) is the percentage of the value of the portfolio that was incurred as costs relating to the investment of the portfolio. It is the sum of the TER and TC.

For additional information on the portfolio, refer to the application forms, quarterly investment report and minimum disclosure documents, available on our website, www.cogence.co.za, from your financial adviser, or on request from the manager, free of charge.

The complaints policy and procedure, as well as the conflicts of interest management policy, are available on our website www.cogence.co.za. Associates of the manager may be invested within certain portfolios, and the details thereof are available from the manager. The manager has the right to close certain portfolios to new investors, in order to manage them more efficiently, in accordance with their mandates.

The Manager retains full legal responsibility for any third party-named portfolio. 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.

- This document was published on 18 September 2024.

Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by Prescient by or before 13:00 (SA), to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut off time Prescient shall not be obliged to transact at the net asset value price as agreed to. Funds are priced at either 3pm or 5pm depending on the nature of the Fund. 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.

Cogence (Pty) Ltd - Registration 2009/011658/07 - is an authorised financial services provider (FSP No 52242).

For further information email info@cogence.co.za or visit us at www.cogence.co.za.