

SAFFRON BCI FLEXIBLE FUND

CLASS A

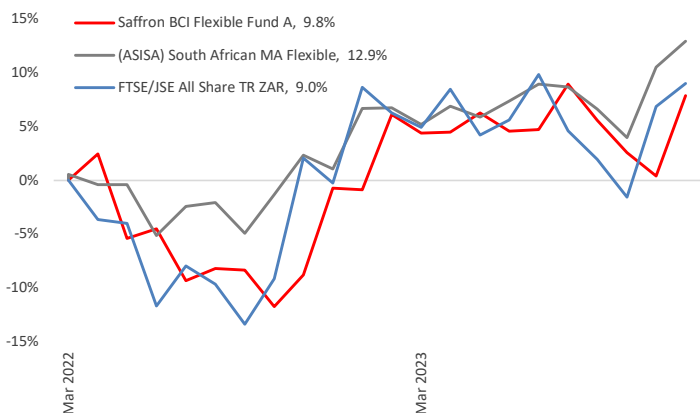
Minimum Disclosure Document (MDD)

31 December 2023



Fund Performance

Since launch cumulative performance graph



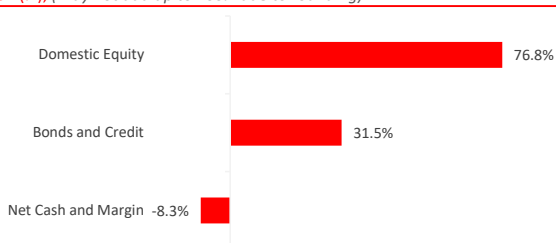
Monthly %	Jan'23	Feb'23	Mar'23	Apr'23	May'23	Jun'23	Jul'23	Aug'23	Sep'23	Oct'23	Nov'23	Dec'23
Fund	7.07	-1.65	0.11	1.70	-1.60	0.15	4.03	-3.07	-2.85	-2.12	7.46	1.74
Benchmark	5.57	0.05	-1.46	1.65	-0.97	1.42	1.44	-0.23	-1.90	-2.47	6.29	2.17
ALSI TR	8.89	-2.19	-1.26	3.38	-3.92	1.35	4.01	-4.77	-2.55	-3.44	8.55	2.00

Yearly %	Dec'23
Fund	10.74
Benchmark	11.75
ALSI TR	9.25

	Cumulative Return (%)				Annualised Return (%)			
	Fund	Benchmark	ALSI TR	Inflation	Fund	Benchmark	ALSI TR	Inflation
1 Year	10.74	11.75	9.25	5.52	10.74	11.75	9.25	5.52
3 Years								
5 Years								
10 Years								
Inception	9.76	12.95	10.88	12.48	5.40	7.11	6.00	6.86

Fund Holdings

Asset Allocation (%); (May not add up to 100% due to rounding)



Risk Statistics (3 Year Rolling)

Standard Deviation	-
Sharpe Ratio	-
Information Ratio	-
Maximum Drawdown	-

Highest and Lowest Annual Returns

Time Period: Since Inception to 31/12/2023

Highest Annual %	18.68%
Lowest Annual %	1.98%

Risk Profile

Moderate-High Risk

This portfolio holds more equity exposure than a medium risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a medium risk portfolio, but less than a high-risk portfolio. The probability of losses is higher than that of a medium risk portfolio, but less than a high-risk portfolio and the expected potential long term investment returns could therefore be higher than a medium risk portfolio. Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks. The portfolio is exposed to equity as well as default and interest rate risks. Therefore, it is suitable for medium to long term investment horizons.

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

Fund Objective

The Saffron BCI Flexible Fund is a flexible portfolio that aims to deliver a high long-term total return by investing across asset classes.

Investment Policy

The portfolio may invest in equity securities, interest bearing securities, property shares, property related securities, preference shares, money market instruments, non-equity securities, notes 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 efficient portfolio management purposes.

Fund Information

Fund Manager	Brandon Quinn
Launch Date	25 March 2022
Fund Size	ZAR 417.00 million
NAV Price (Fund Inception)	100.00 cents
NAV Price as at month end	117.66 cents
JSE Code	MSMT
ISIN Number	ZAE000168233
ASISA Fund Classification	South African - Multi Asset - Flexible
Benchmark	South African - Multi Asset - Flexible - Average
Minimum Investment Amount	None
Monthly Fixed Admin Fee*	R15 excl. VAT on all direct investor accounts with balances of less than R100,000
Valuation	Daily
Portfolio Valuation Time	15:00
Transaction Cut Off Time	14:00
Regulation 28 Compliant	No

Distribution History (cents per unit)

02/01/2024	1.90
03/07/2023	1.54
03/01/2023	1.04

Income Declaration Date	30 June & 31 December
Income Payment Date	2nd business day of July & January

Cost Ratios

TER**:	1.51% (PY: 1.52%)	TC:	0.03% (PY: 0.02%)	TIC:	1.54% (PY: 1.54%)
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.	

Fees (Incl. VAT)

Annual Service Fee	1.15
Initial Advisory Fee (Max)	3.45
Annual Advice Fee	0.00 - 1.15 (if applicable)
Initial Fee	0.00
Performance Fee	None



Information & Disclosures

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.

Valuation takes place daily and prices can be viewed on our website (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.

* 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 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 September 2023.

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.

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. BCI calculates the EAC as per the ASISA standard for a period of 3 years up till the most recent TER reporting period.

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.

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 the Association for Savings and Investment SA.

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Performance figures quoted for the portfolio is from Morningstar, as at the date of this 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.

Investments in foreign securities may include 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.

Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio.

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Investment Manager

Saffron Wealth (Pty) Ltd

(FSP) License No. 34638

Physical Address: B6 Octo Place, Electron Road, Technopark, Stellenbosch, 7599

Postal Address: Suite 426, Private Bag X5061, Stellenbosch, 7599

Tel: +27 (21) 880 7080

Email: info@saffronwealth.com

Website: www.saffronwealth.com

Management Company Information

Boutique Collective Investments (RF) (Pty) Ltd

Catnia Building, Bella Rosa Village, Bella Rosa Street, Bellville, 7530

Tel: +27 (21) 007 1500/1/2 | +27 (21) 914 1880

Fax: +27 (86) 502 5319

Email: clientservices@bcis.co.za

Website: www.bcis.co.za

Custodian / Trustee Information

The Standard Bank of South Africa Ltd

Tel: +27 (21) 441 4100



The Saffron BCI Flexible Fund outperformed on the quarter, returning 7.01% vs the ALSI rising 6.91% and the category average rising 5.92%. The fund benefited from longer equity positions, as well as strong performance of the government bond positions in the fund to end off the year. Tactical equity positions also continued to bear fruit.

The key sentiment shift in the markets in the final quarter of the year was the dovish turn in relation to the trajectory of interest rate hikes. Central banks around the world continued to pause, with the market pricing anticipating no further hikes in the current cycle. As a result, a risk-on sentiment prevailed, as rates compressed, and Equities rallied. Global markets were more mixed, as the Chinese economy notably continued to struggle while the US rallied significantly on the dovish rate hike sentiment. The S&P gain 5.82%, while the Hang Seng index saw a decline of 7.26%.

Commodity prices continued to be mixed over the quarter, with global growth and rate hike predictions causing a fair amount of noise in the markets. Gold rallied and continues to be near all time highs on the back of future rate-cut bets, while PGMs continue to disappoint, with Platinum only slightly recovering from lows and Palladium notably losing a further 11.84%.

Asset classes on the JSE were mixed over the period, with the RESI20 again being the worst performer of the major indexes (returning -0.18% for the period) while the INDI25 returned 0.22%. The move on the RESI should be viewed within the context of the convertible debt issuance of Sibanye Stillwater which rattled shareholders, as well as the continued fall in Sasol. The standout over the quarter was the FINI index which remained defensive (returning 5.24%). Gold Prices were positively affected by the prospect of lower future interest rates, while global risk-on sentiment aided some of the more cyclical metals. Within the South African asset class universe, the top-performing asset class for the quarter was Cash (STeFI Index), which delivered a solid return of +2.05%. In contrast, nominal bonds (ALBTR Index) yielded a negative return of -0.36%, while inflation-linked bonds (CILITR Index) posted a slight positive return of +0.78%.

Small Cap names and Mining counters dominated the quarterly winners, with Murray&Roberts and Transaction capital both rebounding off low bases, while Angloplats and Harmony rallied on more favourable pricing environments and operational improvements. Notably, Sasol continued to drop, down 26% on the quarter, while Pick N Pay and Nampak also continued to struggle. We also saw significant idiosyncratic price action in some of the biggest names on the JSE. Naspers saw volatility in the holiday trade as the CCP announced regulatory crackdowns on the online gaming industry in China, before easing their stance slightly shortly after. Anglo American spooked investors as they announced downward revisions to production in the short to medium term, while Sibanye's convertible debt issuance announcement sent the counter into a free-fall. The market has thus been rife with volatility to end off the year.

During the quarter, we saw the Rand depreciate against the dollar a further 2.96%, reaching 7.78% depreciation over the year, with even more drastic depreciations against the pound (13.13%) and euro (10.63%). This left the fund exposed to slight underperformance of the benchmark due to peer group offshore holdings, versus our fund which holds only domestic assets.

The fund outperformed the benchmark on the quarter to end the year (7.01% vs 5.92%), with a beneficial overweight holding of government bonds and South African fixed income instruments benefitting the fund while the peer group retains a higher offshore exposure.

Portfolio Manager
Brandon Quinn
BCom, CFA

