

This document provides the investor with key information about this portfolio. It does not serve as marketing material. The publishing of this information is required by law (Collective Investments Schemes Control Act 45 of 2002 (“CISCA”), Board Notice 92 (“BN92”)), to help you understand the nature of the portfolios as well as the risks associated with investing in these portfolios. All potential investors are advised to read and familiarise themselves with the contents of this document in order to arrive at an informed investment decision.

PORTFOLIO INFORMATION

Launch Date:	10 February 2021
Investment Manager (FSP):	Taquanta Asset Managers (Pty) Ltd
Manager:	FundRock Management Company (RF) (Pty) Ltd
Directors of the Management Company	JF Louw*, IMA Burke*, R Jobing*, KM de Bruin and M Pykstra (Managing Director). (*Non-executive Director)
Income Distribution Frequency:	December and June
Financial Year End:	On the last day of December
Auditor:	Deloitte
Trustee:	FirstRand Bank Limited
Legal Structure:	Collective Investment Scheme
Fund Administrator:	Apex Fund and Corporate Services (Pty) Ltd
Portfolio Administrator:	Apex Fund Services South Africa Ltd
Risk Profile:	Medium
Does the Fund Invest in Underlying Funds:	No
Minimum Investment Amount:	R10,000 lump sum and/or R500 per month

The risk category shown is not guaranteed and may change over time. The lowest category does not mean the investment is risk free. There may be other special areas of risk relating to the investment, including liquidity risk, credit risk, market risk, and settlement risk. FundRock Management Company (RF) (Pty) Ltd (“the manager”) and the investment manager do not render financial advice. Our risk indicator does not imply that the portfolio is suitable for all types of investors. You are advised to consult your financial adviser.

FUND OBJECTIVE

The Fund will aim to outperform the JSE/ASSA All Bond Index (ALBI) Index over a rolling 3-year period with a low tracking error.

INVESTMENT STRATEGY

The fund will predominately invest in bonds but can also invest in a diversified range of listed and unlisted instruments, including government bonds, semi-government bonds, corporate bonds, fixed deposits, assets in liquid form, money market instruments and other interest-bearing instruments that offer value on a relative basis. The fund will predominately invest in South African markets but is permitted to include investments in offshore jurisdictions subject to the investment conditions determined by the legislation from time to time. The fund is looking to achieve its investment objective by actively selecting an optimal blend of assets from its investment universe.

INVESTMENT UNIVERSE

The fund is allowed to invest in a diversified range of local and global listed and unlisted fixed income instruments, including government bonds, semi-government bonds, corporate bonds, fixed deposits, assets in liquid form, money market instruments and any other interest-bearing instruments that offer value on a relative basis. The fund is permitted to invest in listed and unlisted financial instruments as determined by regulations from time to time.

LIST OF PORTFOLIOS

Taquanta Stable Income FR Fund	Taquanta Bond FR Fund
Taquanta Active Income FR Fund	Taquanta Equity FR Fund

CHANGES TO THE INVESTMENT STRATEGY

In order to amend any provision(s) contained in the supplemental deed, the manager has to request and receive prior approval from the FSCA. Such request shall state the reasons for the proposed amendment and the impact or benefit this is likely to have for the investor. Upon receiving such approval, the auditor of the scheme must oversee a balloting process which is undertaken to obtain consent from the investors. Investors holding at least 75% (seventy five percent) in value of the participatory interests in the portfolio and who constitute more than 50% (fifty percent) of the portfolio’s investors must vote in favour of the amendment for the amendment to be effected. Voting shall be conducted by electronic ballot in accordance with the provisions of the deed, and the manager shall, after having dispatched the ballots to investors, allow for a period thirty days for investor to return the ballots.

INVESTMENT RESTRICTIONS

The portfolio is precluded from including securities inconsistent with the provisions of CISCA and the investment policy.

ADMINISTRATION & CONFLICT OF INTEREST

The Manager has appointed Apex Fund and Corporate Services SA as the fund administrator and Apex Fund Services South Africa Ltd as the portfolio administrator. All entities are subject to separate governance structures and independent oversight and internal controls; as well as the FSCA regulatory oversight. All entities have satisfied the FSCA in terms of the conflict of interest policy they have in place. The parties agree that, for the duration of this agreement, they shall endeavour to avoid any conflict of interest between them. In order to protect the investors, the parties shall exercise due care and skill and note to any affected party the nature and extent of the potential conflict of interest as well as the steps undertaken to minimise the effect on any affected party by such conflict.

MANAGEMENT FEES, CHARGES & EXPENSES –CLASS T4

Service Fee (excl. VAT p.a.):	0.07%
Include Performance Fee (excl. VAT p.a.) ¹ :	66.67%
Performance Fee Method:	Outperformance
Benchmark:	JSE/ASSA All Bond Index (ALBI) Index over a rolling 3-year periods (after fees)
Entry Charge:	0%
Exit Charge:	0%

¹ A performance fee is charged if the gross return of the participatory interest, the deduction of the minimum annual service fee (applicable) over the 365-day rolling period exceeds the specified benchmark over the same period, provided that the total fee payable may be limited to a maximum fixed annual service charge.

The portfolio may offer multiple classes of units for different types of investors and unit holders. The various classes in the portfolio may each have different fee structures for the different types of investors. All investments will be allocated to specific classes at the discretion of the investment manager. All classes of units in the portfolio will invest in the same investment portfolio of securities and share the same investment objective and policy. For more detailed information about charges and how these are calculated, a detailed fee methodology is available on request from the Manager.

FAIR TREATMENT OF CUSTOMERS

The Manager observes a policy of Treating Customers Fairly (“TCF”) and this permeates throughout the business and informs all business dealings of the Manager. The Manager strives to design, distribute, and provide products that meet the objectives of the TCF code and all investors investing in our products simple and complex are encouraged to seek qualified financial advice in order to select and invest in a product that not only meets their requirements, but is to their level of understanding and sophistication.

PREFERENTIAL TREATMENT

The directors and employees of the investment manager may hold an investment in the portfolio. These investments may be zero fee at the discretion of the Investment Manager.

PURCHASE OF UNITS

The portfolio is valued daily. The transaction cut off time is 14:00pm on a business day. Investor purchase instructions received after 14:00pm shall be processed the following business day.

VALUATION AND PRICING METHODOLOGIES

The portfolio will apply the portfolio valuation and asset pricing policy of the Manager. The portfolio shall be valued daily at 17:00.

LIQUIDITY RISK MANAGEMENT

Liquidity management is facilitated through real time monitoring of the portfolio liquidity profile using both an independent third-party risk monitoring system and internal proprietary system. The investment manager shall ensure that the liquidity of the securities included in the portfolio shall not compromise the liquidity terms of the portfolio. Regular liquidity stress testing will be applied, providing for increased investor repurchases, and shortage of liquidity of the underlying assets in the portfolio.

GLOSSARY

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

CHARGES PAID BY THE PORTFOLIO

The following fees and charges will be deducted from the Portfolio:

- ▶ Initial fee & VAT;
- ▶ Investment management fee;
- ▶ Administration fee;
- ▶ Exit fee;
- ▶ Trading charges e.g. brokerage, securities transfer tax, VAT, etc.
- ▶ Auditor’s fees;
- ▶ Bank charges; and
- ▶ Trustee and custodian fees.

The portfolio may directly deduct and pay other fees if such payments are permitted in terms of Section 93 of CISCA and are due and payable under lawful agreement.

LATEST ANNUAL REPORT

The latest annual report of the portfolio shall be kept at the office of the Manager for viewing by the investor.

SALE OF UNITS

The portfolio is valued daily. The transaction cut off time is 14:00pm on a business day. Investor redemption instructions received after 14:00pm shall be processed the following business day. There are no special repurchase arrangements of rights for any investors.

CONTACT DETAILS

INVESTMENT MANAGER (FSP)	MANAGER	TRUSTEE
Taquanta Asset Managers (Pty) Ltd	FundRock Management Company (RF) (Pty) Ltd	FirstRand Bank Limited(acting through its RMB Custody and Trustee Services division)
Reg. Number: 1999/021871/07; FSP Number: 618	Reg. Number: 2013/096377/07	
5 th Floor Draper on Main 47 Main Road Claremont, Western Cape 7708	Pier Place Heerengracht Street, Foreshore Cape Town, South Africa	3 Merchant Place, Ground Floor, Cnr Fredman and Gwen Streets, Sandton, 2196
Telephone: +27 21 681 5100 Email: info@taquanta.com Website: www.taquanta.co.za	Telephone: +27 21 202 8282 Email: information@apexfs.group Website: www.fundrock.com	Telephone: +27 87 736 1732 Website: www.rmb.co.za
FUND ADMINISTRATOR	PORTFOLIO ADMINISTRATOR	AUDITOR
Apex Fund and Corporate Services SA	Apex Fund Services South Africa Ltd	Deloitte
FSP Number: 16802		
Telephone: +27 21 202 8282 Email: information@apexfs.group Website: www.apexgroup.com	Telephone: +27 021 681 8000 Website: www.apexgroup.com	

MANDATORY DISCLOSURE

Collective Investment Schemes are generally medium to long term investments. The value of participatory interests (units) may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investments are traded at ruling prices and can engage in scrip lending and borrowing. The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges, minimum fees, and maximum commissions, as well as a detailed description of how performance fees are calculated and applied, is available on request from FundRock Management Company (RF) (Pty) Ltd (“the Manager”). The Manager does not provide any guarantee in respect to the capital or the return of the portfolio. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressure and in such circumstances, a process of ring fencing of withdrawal instructions and managed pay outs over time may be followed. Commission and incentives may be paid, and if so, are included in the overall costs. The Manager may close the portfolio to new investors in order to manage it in accordance with its mandate. Prices are published daily on our website. Additional information, including key investor information documents, minimum disclosure documents, as well as other information relating to the basis on which the manager undertakes to repurchase participatory interests offered to it, and the basis on which selling and repurchase prices will be calculated, is available, free of charge, on request from the Manager. The value of an investment is dependent on numerous factors which may include, but not limited to, share price fluctuations, interest and exchange rates and other economic factors. Where the portfolio invests in offshore assets, performance is further affected by uncertainties such as changes in government policy, taxation and other legal or regulatory developments. The Manager is registered and approved by the Financial Sector Conduct Authority (FSCA) under CISCA. The Manager retains full legal responsibility for the portfolio. FirstRand Bank Limited is the appointed trustee. Taquanta Asset Managers (Pty) Ltd FSP No. 618, is authorised under the Financial Advisory and Intermediary Services Act 37 of 2002 to render investment management services.

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