

OUR FOUR FUNDAMENTAL QUALITY PILLARS - IDENTIFYING GLOBAL BEST OF BREED BUSINESSES



INVESTMENT OBJECTIVE

The Fund is a feeder fund investing only in the Stonehage Fleming Global Best Ideas Equity Fund ("Master Fund"), managed by Stonehage Fleming Investment Management Limited. The Master Fund seeks to achieve long-term growth in capital and income in a focused portfolio of high quality listed businesses from around the world.

INVESTMENT PHILOSOPHY

We invest in best of breed businesses for their quality, strategic competitive edge and value.

FUND COMMENTARY

Microsoft has been in the list of our top ten holdings for a while. Some may wonder why we added another technology name to our concentrated list of outstanding businesses.

As our investment strategy clearly states, we invest for sustainable long-term growth in free cash flow generation. The particular sector under which a business is officially classified is of little interest to us – it is purely about the specific quality characteristics of the business under consideration.

In this context, index providers have just over the weekend changed the sector classifications for some of our businesses. Alphabet and Walt Disney now find themselves classified as Communications businesses, not Technology and Discretionary businesses respectively. Our view of these businesses does not change one iota because of this, but those with an eye for detail may note that our official exposures to these sectors have dropped as a result.

Microsoft's composition of business drivers has changed materially over the recent past. These changes have happened on three fronts predominantly. Their Azure commercial cloud business has developed into a strongly growing cash generating business unit. It makes a meaningful contribution towards the group's excellent free cash flow conversion ratio of over 100%.

Along with this, the conversion of their Office 365 business model from a one-off highly priced ticket item to a monthly low-priced subscription model is making the same product much more affordable, and with better access to technology updates for the client. Furthermore, the leadership culture has shifted to a more open and inclusive one of learning and support amongst business associates and clients, away from a more aggressive sales culture.

We are strongly attracted to annuity income type of businesses. Our impression is that Microsoft is today a much better sustainably growing free cash flow generator than a few years ago and we can view it as an above-average dividend growth business trading at a market related yield.

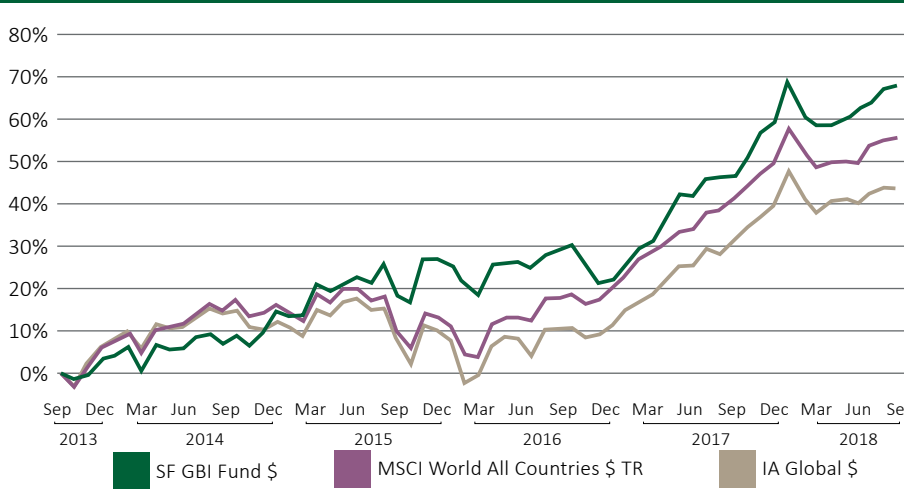
INVESTMENT STRATEGY

- Invest for sustainable organic growth
- Fundamental research driven
- Particular focus on quality of management, balance sheet strength, return on invested capital, free cash flow generation, ability to grow dividends each year
- Bottom-up approach to identify exceptional businesses
- Global orientation, with emerging market exposure
- High conviction concentrated portfolio
- Predominantly larger capitalisation businesses, also consider exceptional medium-sized ones
- Buy to hold and disciplined selling
- No benchmark orientation, no active trading, no leverage, no hedging

PERFORMANCE AND ASSET ALLOCATION OF FEEDER FUND

This Fund invests solely into the Stonehage Fleming Global Best Ideas Equity Fund. The performance details of the Fund cannot be shown before the 12 month anniversary of the fund being 1 November 2019. The Fund intends to invest at least 97% of all cash received in the Master Fund and hold not more than 3% cash. The performance details of the underlying Master Fund is as follows:

CUMULATIVE PERFORMANCE OF MASTER FUND



ANNUALISED PERFORMANCE ¹	USD CLASS B	BENCHMARK
1 Year	13.83	9.80
3 Years	12.52	13.39
5 Years	10.78	8.66
Since Inception ²	10.72	9.01

ACTUAL HIGHEST & LOWEST ANNUAL FIGURES FOR ROLLING 10 YRS (%) ³	USD CLASS B
Highest Annual (1 Feb 2017 - 31 Jan 2018)	34.2
Lowest Annual (1 Dec 2015 - 30 Nov 2016)	-4.5

CALENDAR YEAR PERFORMANCE	2017	2016	2015	2014
Stonehage Fleming Global Best Ideas \$	30.0	-2.5	10.4	6.6
MSCI World ALL Countries \$ TR	24.0	7.9	-2.4	4.2
IA Global \$	24.8	3.4	-2.9	0.8

¹ Source for all performance is Link, Bloomberg, Financial Express, MSCI and Stonehage Fleming Equity Management as at 30/09/2018. Third parties (including Bloomberg and Financial Express) whose data may be included in this document do not accept any liability for errors or omissions.

² Inception Date: 16 August 2013

³ The lowest and highest annualised performance numbers are based on 10 non-overlapping one year periods or the number of non-overlapping one year periods from inception where performance history does not exist for 10 years. Annualised return is the weighted average compound growth rate over the period measured. Performance of the Master Fund relates to the USD B Share Class.

* Stonehage Fleming Sanlam Collective Investments Global Best Ideas Equity Feeder Fund

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INFORMATION PERTAINING TO THE MASTER FUND

SECTOR BREAKDOWN	% of Fund
Staples	21.9
Technology	21.7
Health Care	14.4
Discretionary	13.5
Communication	11.3
Financials	4.6
Industrials	4.3
Materials	1.6
Cash	6.6
Total	100.0

Source: Link Fund Administrators (Ireland) Limited and Stonehage Fleming Investment Management Limited.

REGIONAL BREAKDOWN	% of Fund
United States	63.1
Continental Europe	15.8
UK	7.5
Asia Pacific	7.0
Cash	6.6
Total	100.0

PORTFOLIO CHARACTERISTICS	
Average Market Cap (Billions USD)	180.0
Number of Holdings	25
Operating Margin	25.5%
Return on Invested Capital	15.7%
Net Debt/EBITDA ¹	0.8
Expected 3 Year EPS ² Growth (p.a.)	12.5%
Expected 3 Year DPS ³ Growth (p.a.)	8.5%
Dividend Yield (gross) ^{4,5}	1.6%
Price/Earnings Ratio ⁵	23.7
Free Cash Flow Yield ⁵	4.1%
PEG Ratio ^{6,7}	2.5


¹ Earnings Before Interest, Taxes, Depreciation and Amortisation. ² Earnings Per Share. ³ Dividend Per Share. ⁴ Of underlying holdings, and stated gross of withholding taxes and costs. ⁵ Estimated 12 months forward. ⁶ Price/Earnings to Growth Ratio. ⁷ Applying Trailing P/E Ratio. Source: Stonehage Fleming Investment Management Limited, Bloomberg.

TOP TEN HOLDINGS	% of Fund
Visa	7.2
Alphabet	5.7
Zoetis	5.5
Accenture	5.4
Nike	5.2
Becton Dickinson	5.0
PayPal	4.7
AIA	4.6
Microsoft	4.4
Estée Lauder	4.4
Total	52.0

ESTIMATED REGIONAL REVENUES ⁸	% of Fund
North America	40.2
Emerging Markets	34.5
Continental Europe	21.4
UK	3.9
Total	100.0

⁸ Source: Based on where underlying companies in the Stonehage Fleming Global Best Ideas Equity Fund derive their revenues. Source: Bloomberg; Stonehage Fleming Investment Management Limited; Link Fund Administrators (Ireland) Limited. Due to rounding, values may not add up to 100%.

FUND MANAGER



Gerrit Smit

Gerrit Smit is Head of the Equity Management team. He has overall responsibility for its Portfolio Management and Equity Research functions. The team invests for sustainable growth with a particular focus on quality of management, balance sheet strength, cash flow generation and the ability to grow dividends each year.

ADDITIONAL INFORMATION	
Total Net Assets	\$886.2m
Fund Type	UCITS
Fund Domicile	Ireland
Inception Date	16 August 2013
Number of Holdings	20-30 stocks

FUND CHARACTERISTICS	
Active Share	92.4%
Ex Post Tracking Error	4.5%
12 Month Turnover	5.6%
BETA	0.88

MASTER FUND'S RATINGS AND AWARDS



- Citywire Wealth Manager Performance Award in the 'Aggressive Strategy' category was awarded on 12 October 2017.
- FE Crown Fund Ratings do not constitute investment advice offered by FE and should not be used as the sole basis for making any investment decision. All rights reserved.
- Morningstar and Morningstar OBSR ratings © 2018 Morningstar. All Rights Reserved. Ratings are collected on the first business day of the month. Morningstar Sustainability Rating as of 30/09/18. Sustainalytics provides company-level analysis used in the calculation of Morningstar's Sustainability Score. Sustainability Mandate information is derived from the fund prospectus. that full details and basis of the awards are available from the manager.
- Finalist for PAM Investment Performance (High Growth) on 1 March 2018.

* Stonehage Fleming Sanlam Collective Investments Global Best Ideas Equity Feeder Fund

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INFORMATION PERTAINING TO THE FEEDER FUND

ASSET ALLOCATION

Stonehage Fleming Global Best Ideas Equity Fund	97.0%
Cash	3.0%

FEEDER FUND INFORMATION

Portfolio manager	Jean-Pierre du Plessis (B.Bus.Sci Hons, UCT)
ASISA fund classification	Global - Equity - General
Portfolio launch date	1 November 2018
Fee class launch date	1 November 2018
Portfolio size	R1m seed capital
Benchmark	MSCI All Countries World Index (Total Return Version) measured in Rands
Risk profile	Aggressive, the fund is not suitable for investors with a time horizon under five years or looking to preserve capital
Income declaration dates	31 December
Last two distributions	n/a
Income payment dates	1 st working day in January
Portfolio valuation time	3pm (local time)
Transaction cut-off	3pm (local time)
Repurchase period	3 working days
Availability of daily pricing information	Local newspapers www.sanlamunitrusts.co.za
Investment manager	Stonehage Fleming Investment Management (South Africa) (Pty) Ltd
Trustee	Standard Bank of South Africa Ltd 021 441 4100 compliance-sanlam@standardbank.co.za
Management company	Sanlam Collective Investments (RF) (Pty) Ltd 2 Strand Road, Bellville, 7530 PO Box 30, Sanlamhof, 7532 021 916 1800 service@sanlaminvestments.com www.sanlamunitrusts.co.za

INVESTMENT MANAGER INFORMATION

Manager	Stonehage Fleming Investment Management (South Africa) (Pty) Ltd
FSP Number	42847
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Telephone	+27 21 446 2100
Email	jp.duplessis@stonehagefleming.com

Stonehage Fleming Investment Management is the specialist investment division of the Stonehage Fleming Group. Stonehage Fleming is one of the world's leading independently owned family offices with 11 offices situated in 8 global jurisdictions. The Master Fund is managed by Gerrit Smit, Head of the Equity Management team. He has overall responsibility for its Portfolio Management and Equity research functions. The team invests for sustainable growth with a particular focus on quality of management, balance sheet strength, cash flow generation and the ability to grow dividends each year.

FEES ¹	CLASS 1	CLASS 2
Minimum Investment	R 10,000	R 65,000,000
Advice Initial Fee (max)	N/A	N/A
Advice Annual Fee (max)	N/A	N/A
Investment Manager Initial Fee	N/A	N/A
Investment Manager Annual Fee (Feeder Fund)	0.58%	0.00%
Investment Manager Annual Fee (Master Fund)	0.75%	0.75%
Performance Fee	N/A	N/A
Total Expense Ratio (TER)	1.697%	1.122%
Estimated Transaction Costs (TC)	0.01%	0.01%
Total Investment Charges (TIC)	1.707%	1.132%

¹ Advice fees are negotiable between the client and their adviser. Annual advice fees are paid through the purchase of units from the investor. The fund is available through certain LSPs which levy their own fees. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TERs. Transaction Costs are a necessary cost in administering the Financial Product and impacts Financial Product 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. Disclosed performance information is calculated after all fees and costs deducted.

DISCLOSURES AND ADDITIONAL INFORMATION

A Feeder Fund is a portfolio that invests in a single portfolio of a collective investment scheme, which levies its own charges and which could result in a higher fee structure for the Feeder Fund. The management of investments is outsourced to Stonehage Fleming Investment Management (South Africa) (Pty) Ltd, FSP 42847 an authorized Financial Services Provider under the Financial Advisory and Intermediary Services Act, 2002.

All reasonable steps have been taken to ensure the information on this MDD is accurate. The information to follow does not constitute financial advice as contemplated in terms of the Financial Advisory and Intermediary Services Act. Use or rely on this information at your own risk. Independent professional financial advice should always be sought before making an investment decision.

The Sanlam Group is a full member of the Association for Savings and Investment SA. Collective investment schemes are generally medium- to long-term investments. Please note that past performances are not necessarily a guide to future performances, and that the value of investments / units / unit trusts may go down as well as up. A schedule of fees and charges and maximum commissions is available from the Manager, Sanlam Collective Investments (RF) Pty Ltd, a registered and approved Manager in Collective Investment Schemes in Securities. Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained from the Manager, free of charge.

Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. Collective investments are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses such as audit fees, brokerage and service fees. Actual investment performance of the portfolio and the investor will differ depending on the initial fees applicable, the actual investment date, the date of reinvestment of income as well as dividend withholding tax. Forward pricing is used. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The performance of the portfolio depends on the underlying assets and variable market factors. Performance is based on NAV to NAV calculations with income reinvestments done on the ex-div date. Lump sum investment performances are quoted. Source: Money Mate. All the portfolio options presented are approved collective investment schemes in terms of Collective Investment Schemes Control Act, No 45 of 2002 ("CISCA"). The fund invests in foreign countries and therefore it may have risks regarding liquidity, the repatriation of funds, political and macroeconomic situations, foreign exchange, tax, settlement, and the availability of information.

The Manager has the right to close any portfolios to new investors to manage them more efficiently in accordance with their mandates. The Manager retains full legal responsibility for the co-named portfolio.

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