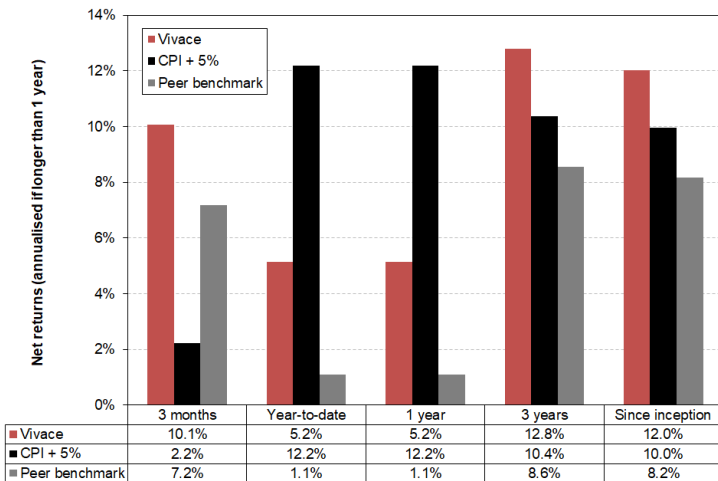
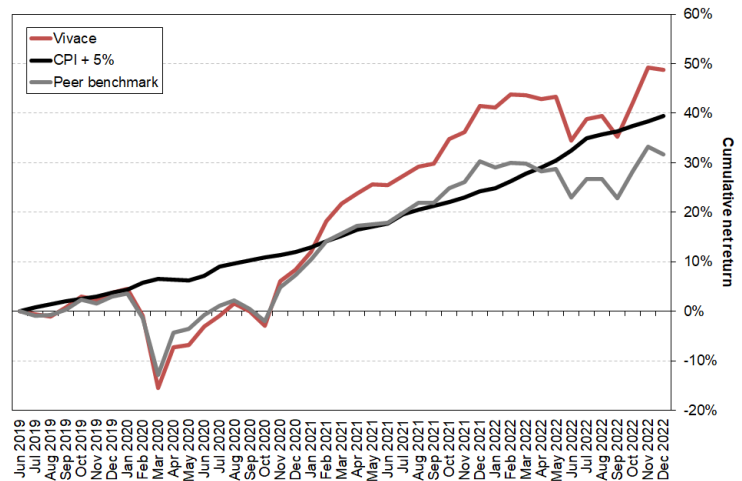


VIVACE FUND**QUARTERLY FACT SHEET AS AT 31 DECEMBER 2022**

The Vivace Fund invests in a range of local and foreign asset classes, including equities, listed property, bonds and cash. The management of the assets are outsourced to professional investment managers that have been given full discretion to allocate capital between (and within) these asset classes in line with their views of current and expected market and economic conditions, in proportions appropriate to the portfolio's objective, and subject to the regulatory limits applicable to retirement funds. Passive strategies may be included where deemed appropriate, either by the underlying managers themselves, or as separate building blocks. The underlying managers bring a diverse range of capabilities, investment styles and philosophies to the table, with the aim of achieving competitive relative performance throughout the market cycle.

GENERAL FUND INFORMATION

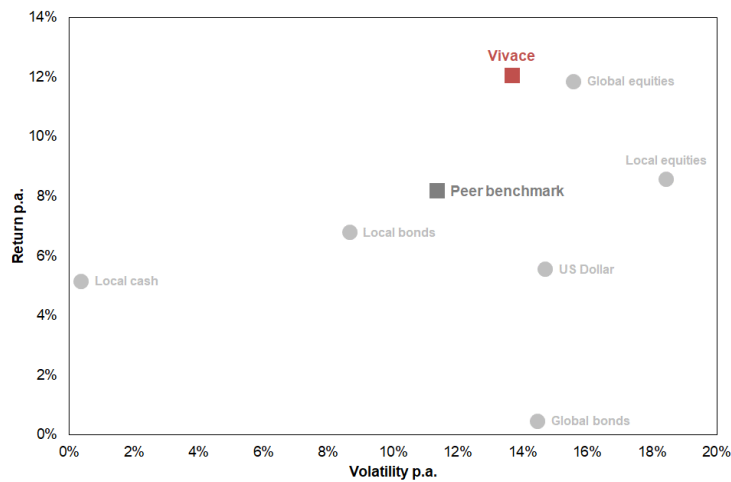
FUND:	Vivace (/vi'va:tʃei/, meaning lively, or brisk)		HIGH	MED	LOW
Objective:	To maximise investment growth over the long term.				
	Given the fund's objective of maximising returns, the portfolio will usually have a high exposure to equities (up to the regulatory limit of 75%).				
Fund characteristics:	While the performance of the Vivace Fund is expected to be the highest of the annuity strategy suite of portfolios over the long term, returns can be very volatile over the short term, with the possibility of occasional temporary losses.	Risk profile & suitability:	Has a moderate to high risk profile, and is typically suitable for members who: <ul style="list-style-type: none"> Are seeking high levels of investment growth; Can tolerate the associated high levels of volatility; Have an investment horizon of more than five years; Have low and/or flexible drawdown requirements; Have assets outside of the fund; Want to house long term capital in a bucket strategy. 		
Return target:	Aims to achieve a net return of at least 5% a year above inflation over the long term (i.e., more than five years).	Peer benchmark:	Median of the Alexander Forbes Global Best Investment View survey		
Total Investment Charges (TIC):	1.13%	Inception date:	1 July 2019		

PERFORMANCE**NET RETURNS****CUMULATIVE NET RETURNS****MONTHLY NET RETURNS**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total	Peer benchmark
2019							-0.5%	-0.6%	1.9%	2.2%	-0.6%	1.3%	3.7%	2.9%
2020	0.7%	-5.2%	-14.7%	9.8%	0.5%	4.0%	2.2%	2.5%	-1.4%	-3.0%	9.2%	2.3%	4.6%	4.3%
2021	3.2%	5.6%	2.9%	1.7%	1.6%	-0.1%	1.5%	1.5%	0.5%	3.8%	1.0%	4.0%	30.5%	21.4%
2022	-0.3%	1.9%	-0.1%	-0.6%	0.3%	-6.1%	3.3%	0.4%	-3.1%	5.1%	5.0%	-0.3%	5.2%	1.1%

RISK

ASSET ALLOCATION

VOLATILITY VS RETURN ¹

Asset class

Local

Foreign

Total

Equities

40.8%

26.6%

67.4%

Property

2.3%

0.6%

2.9%

Bonds

22.1%

2.9%

25.0%

Cash

1.5%

2.2%

3.6%

Other

1.0%

0.0%

1.0%

Total

67.7%

32.4%

100.0%

RISK

UNDERLYING PORTFOLIO ALLOCATION

Risk statistic ¹	Vivace	Peer benchmark	Portfolio	Strategic allocation	Current allocation
Volatility	13.7%	11.4%	Abax Balanced	20.0%	20.3%
% negative months	33.3%	31.0%	Aylett Balanced	20.0%	21.0%
Largest monthly loss	-14.7%	-11.6%	Coronation Managed	20.0%	18.8%
Largest cumulative loss	-19.1%	-14.9%	Ninety One Balanced	20.0%	18.0%
			PSG Balanced	20.0%	21.8%

NOTES

1. Since inception.

COMMENTARY

The markets

After 2021's bonanza 2022 turned out to be a low-return year, as global markets buckled under the pressure of aggressive interest rate hikes amid multi-decade-high inflation numbers. In this environment steep losses on global markets (equities & bonds = -13%) largely offset the small gains eked out by our local ones (equities & bonds = +4%), with the average balanced fund ending the year basically unchanged (-1% to +1% depending on the benchmark used), compared to the +/-20% gains of 2021.

It could have been much worse, however, were it not for the healthy inflation-moderating- and China-reopening-driven returns of 2022 Q4. In this strong end to a difficult year local equities enjoyed double-digit gains (ALSI = +15% & Capped SWIX = +12%) and local bonds returned a solid +6%. At the same time a sharply appreciating Rand (+6% against the US Dollar) eroded most of the almost as-strong USD returns from the global equity and bond markets (+3% and -2%, in ZAR, respectively). The average balanced fund thus returned +7% in Q4, largely erasing its earlier losses.

It has certainly been a tumultuous last three years, with a pandemic, lockdowns, a war and rising inflation and interest rates causing a lot of volatility on global markets. Despite this very tough backdrop the average balanced fund has returned +8 to +9% p.a. over this period, comfortably ahead of cash (+4.8% p.a.) and inflation (+5.4% p.a.).

Your portfolio

The Vivace portfolio participated in the strong market gains of 2022 Q4, delivering a solid return of +10.1% for the quarter, and beating the peer benchmark by nearly 3%.

Despite a strong finish Vivace was unfortunately not immune to the low-to-negative returns on offer from the markets in 2022, but thanks to Abax (+6.6%), Aylett (+6.6%) and PSG (+10.1%) managed to deliver a good *relative* return (+5.2%) for the year. This was around 4% ahead of the peer benchmark, and ahead of all of the major asset class returns.

Over the harrowing 3-year period Vivace has also done remarkably well by not only delivering a double-digit gain of 12.8% p.a., but also outperforming inflation by more than 7% p.a. and the peer benchmark by more than 4% p.a.

It has now been three and a half years since the inception of the Vivace strategy. Over this period all of its underlying managers have outperformed the peer benchmark, while all of the managers, with the exception of Ninety One, managed to deliver double-digit returns. This puts Vivace around 4% p.a. ahead of the peer benchmark and 2% p.a. ahead of its real return target since inception.

Please see below for further commentary on Vivace's underlying portfolios.

COMMENTARY (CONT'D)Abax

Abax enjoyed a very good quarter (+10.9%), pushing its return for 2022 into positive territory (+6.6%) and 6-7% ahead of the peer benchmark. The major contributors for the year include Abax's holdings in energy, tobacco and banking stocks, their exposure to local bonds, as well as a relatively low offshore weighting before the worst of the global market losses earlier in the year.

Abax has been one of the market's top performers since the inception of the Vivace strategy 42 months ago, with their return of +12.1% p.a. being almost 4% p.a. ahead of the market benchmarks.

Aylett

Aylett delivered a solid return of +9.4% in Q4, and managed to end the year 6.6% up, comfortably ahead of the peer benchmark. Over this period Aylett's local and global stock picks were the main contributors.

Over the last 42 months Aylett has been the top-performing balanced fund in the country, with their return of +15.1% p.a. being almost 7% p.a. higher than the average portfolio in its category.

Coronation

After a period of underperformance Coronation had a good quarter (+9.2%) in absolute and relative terms (the peer benchmark returned +7.2%). This means that they ended 2022 with a return of +2.0% which, although low, is around 1% ahead of the peer benchmark. In 2022 Coronation added value in local equities (+9% vs +4% from the market) and by having a below-average offshore weighting. The latter was however partially offset by underperformance from Coronation's global stock picks.

2022's result means that Coronation's longer term track record of outperformance (i.e., 1-3% p.a. ahead of the peer benchmark) remains intact.

Ninety One

Ninety One ended an unremarkable year (+0.1%) with a decent quarter (+7.4%). In 2022 none of the portfolio's major components made any outsized absolute or relative contributions to the year's result, but their longer term track record of outperformance (i.e., 1-2% p.a. ahead of the peer benchmark) remains intact.

PSG

PSG was the best performing balanced fund in the country in 2022 Q4, delivering a stellar return of +13.2%, and beating the peer benchmark by 6%. Over this period their global stocks were the main contributor in relative and absolute terms, delivering a return of +17%, compared to just +3% from the market.

PSG was one of only a handful of balanced funds able to end 2022 with a double-digit gain (+10.1%), which put their performance a solid 9% ahead of the peer benchmark. Over this period stock picking was the major contributor. On the local side PSG's stocks delivered +14%, beating the index by 10%. PSG's global stock picks delivered a similar result (+14%), but is even more remarkable considering the fact the global stocks in general fell by 13% in 2022 (PSG's global equity fund was also the country's best-performing global equity fund in 2022).

Over the last 42 months, which has been an exceptionally difficult period, PSG has returned +12.4% p.a., providing a real return of 7.4% p.a. and outperforming the peer benchmark by 4.2% p.a.