



Sygnia

Sygnia CPI + 2% Fund



Fund Class D

A low-risk, multi-asset-class global balanced portfolio managed on a multi-manager basis

Risk profile

Low

Low-Medium

Medium

Medium-High

High

Investment objective and strategy

The Sygnia CPI + 2% Fund portfolio targets an annual return of the consumer price index (CPI) plus 2% over a rolling 24-month period and no capital losses over a rolling 12-month period. The multi-asset-class fund is managed with a low exposure to equities in its search for low-volatility returns that are at least 2% per annum above inflation in the long term. The fund has exposure to both domestic and foreign assets, which include equities, fixed interest and money market assets, and is comprised of a number of underlying portfolios managed by different managers selected by Sygnia. The fund is managed within prudential guidelines and maintains a maximum 40% equity exposure. Derivatives are allowed for efficient portfolio management.

Risk profile

The fund has a low risk profile, as it has a 40% strategic allocation to South African and global equities. The risk is managed by spreading investments across asset classes and among a number of asset management houses. The former ensures a diverse source of returns over market cycles, while the latter diversifies investment styles and philosophies. Tactical asset allocation is used to take advantage of short-term mispricing opportunities in the market in an efficient and cost-effective manner and as a risk management tool in times of market downturns.

What the fund invests in

| Asset Class | Percentage | Allocation |
|---------------------------------|------------|-------------|
| Domestic Equities | 14.6 | <div></div> |
| Domestic Property | 0.2 | <div></div> |
| Domestic Bonds | 21.6 | <div></div> |
| Domestic Inflation-Linked Bonds | 15.0 | <div></div> |
| Domestic Income | 26.6 | <div></div> |
| Domestic Money Market | 7.7 | <div></div> |
| International Equities | 7.4 | <div></div> |
| International Fixed Interest | 4.6 | <div></div> |
| International Property | 0.0 | <div></div> |
| International Cash | 2.3 | <div></div> |

Who should invest?

Investors seeking to outperform inflation with a low volatility of monthly returns and who aim to preserve accumulated capital while enjoying the benefits of positive returns over the short term. The strategy complies with Regulation 28 of the Pension Funds Act 1956, as amended, so is suitable for investors in retirement annuities and preservation, pension and provident funds.

Fees

| | |
|-------------------------------|------------------------|
| Initial Fees | 0.00% (excl. VAT) |
| Management Fees | 1.00% p.a. (excl. VAT) |
| Other Expenses | 0.03% p.a. (excl. VAT) |
| VAT | 0.15% |
| Total Expense Ratio (TER) | 1.18% (Mar 2025) |
| Transaction Costs (TC) | 0.03% (Mar 2025) |
| Total Investment Charge (TIC) | 1.21% (Mar 2025) |

Sygnia charges an annual management fee, calculated and accrued daily. This fee is payable monthly in arrears. The underlying asset managers may charge performance-related fees relative to performance benchmarks designed by Sygnia, which are intended to incentivise the manager to maximise returns. These performance fees are accrued daily and collected monthly. Consequently, the TER of the product may be higher than the annual management fee quoted above.

Portfolio managers



Iain Anderson
Co-Head: Investments
BMath (Hons), CFA



Kyle Hulett
Co-Head: Investments
BBusSc (Actuarial), FFA,
FASSA, CFA

Key facts

Fund Launch Date
20 June 2012

Class Launch Date
27 January 2015

Fund Size
R 2 282 Million

Regulation 28
Compliant

Benchmark
Headline CPI + 2% per annum over rolling 24 months

Minimum Investment Period
2 years

Disclosures
Sygnia does not provide advice and therefore does not charge advice fees. If a financial planner is appointed, initial and ongoing advice fees may be payable as agreed upon between you and your financial advisor. The payments of these fees are facilitated by the Linked Investment Service Provider (LISP) and not directly by Sygnia. 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 TER's. 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.

Disclaimer
The Sygnia Group is a member of the Association for Savings and Investment SA. Sygnia Collective Investments RF (Pty) Ltd is a registered and approved Manager in Collective Investment Schemes in Securities. Collective investment schemes are generally medium to long-term investments. Sygnia Asset Management (Pty) Limited (FSP 873), an authorised financial services provider, is the appointed investment manager of the Fund. The portfolio may invest in other unit trust portfolios which levy their own fees, and may result in a higher fee structure and that the value of investments / units / unit trusts 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 borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available from the Manager on request. Performance is based on NAV to NAV calculations with income reinvestments done on the ex-div date. Performance is calculated for the portfolio and the individual investor performance may differ as a result of initial fees, actual investment date, date of reinvestment and dividend withholding tax. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. 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. Forward pricing is used. 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 may from time to time invest 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. A copy of the Minimum Disclosure Document (MDD) is available on our website: www.sygnia.co.za