



# AG Capital Opportunity SNN Retail Hedge Fund

## Minimum Disclosure Document - Class 2

December 2018  
4.27%

### Fund Details

<b>Investment Manager:</b>	AG Capital (Pty) Ltd
<b>Inception date:</b>	April 2015
<b>CISCA Inception date:</b>	1 October 2016
<b>Current size (in Millions):</b>	R 1.59
<b>Minimum Investment:</b>	R 100 000
<b>NAV Price (As at month end)</b>	R 784.99
<b>Number of units</b>	2,030.20
<b>Analysis Currency:</b>	ZAR
<b>Fund Structure:</b>	CIS (Unit Trust)
<b>Cost Ratio (incl. VAT):</b>	
*Total Expense Ratio (TER%):	2.83%
*Transactions Costs Ratio (TC%):	1.82%
Total Investment Charges (TIC%):	4.65%
<b>Fees:</b>	<b>Management Fee:</b> 1.25% (excl.VAT) <b>Performance Fee (uncapped):</b> 20% of the outperformance with a hurdle rate of the STEFI Composite Index + 3%.
<b>Hurdle:</b>	Stefi Composite Index 3% per annum
<b>FSP:</b>	AG Capital (Pty) Ltd
<b>Prime Broker:</b>	Investec Securities (Pty) Ltd
<b>Administrator:</b>	Sanne Fund Services SA (Pty) Ltd
<b>Auditor(s):</b>	Deloitte
<b>Contact Person:</b>	AG Capital Support
<b>E-mail:</b>	<a href="mailto:support@agcapital.co.za">support@agcapital.co.za</a>
<b>Tel:</b>	021 401 8900
<b>Income Distribution:</b>	
<b>Declaration:</b>	On the last day of December
<b>Payment:</b>	December 2017: 1676.218 cents per unit (cpu)

### Performance Analytics

	AG Capital Opportunity SNN Retail Hedge Fund	Standard Bank Call Rate	All Share Index (Total Return)
<b>Performance Comparison</b>			
Inception date	Oct-16	Oct-16	Oct-16
Current month	Dec-18	Dec-18	Dec-18
Total period (No. months)	27	27	27
Analysis currency	ZAR	ZAR	ZAR

### Return Analysis

Return for current month	4.27%	0.52%	4.25%
Total return (since inception)	-15.89%	15.16%	8.32%
Average annualised return (since inception)	-7.40%	6.47%	3.62%
Current 12 month rolling return	1.22%	6.38%	-8.53%
Best 12 month rolling return	1.22%	6.59%	22.54%
Worst 12 month rolling return	-13.15%	6.38%	-12.56%

### Consistency Analysis

% Up months (since inception)	51.85%	100.00%	48.15%
% Up months (last 12 months)	75.00%	100.00%	41.67%
Standard deviation (since inception - annualised for periods > 12 mths)	10.75%	0.03%	11.90%

\*The annualized total return is the weighted average compound growth rate of an investment over the measurement period. Please note that the annualized performance figures include returns earned during the relevant periods prior to the fund being regulated under CISCA. The annualised total return is the weighted average compound growth rate over the performance period measured. Actual annual figures are available from the manager on request. The highest and lowest 1 year returns represent the highest and lowest actual returns achieved during a 12 month rolling period since the original launch date of the portfolio.

### Risk Analysis

Downside deviation (since inception - annualised Risk free)	9.12%	0.00%	6.61%
Largest monthly drawdown	-10.02%	0.00%	-5.76%
Average monthly drawdown	-2.75%	0.00%	-2.45%
Largest cumulative drawdown	-10.02%	0.00%	-12.56%

### Risk/ Return Analysis

Total gain / Total loss	0.56%	n/a	1.28%
Largest gain / Largest loss	0.14%	n/a	0.59%
Average gain / Average loss	0.52%	n/a	1.38%
Sharpe ratio (since inception - annualised for periods > 12 mths)	-1.24	n/a	-0.17
Sortino ratio (since inception - annualised for periods > 12 mths)	-1.46	n/a	-0.31

### Market Correlation

Index correlation (All Share Index)	0.05	(Monthly)
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The above benchmark(s) are for comparison purposes with the fund's performance. The fund does not follow the benchmark(s).

### Risk Profile

Low	Low-Medium	Medium	Med-High	High
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. The manager does not provide financial advice. Our risk indicator does not imply that the portfolio is suitable for all types of investors. Please consult your financial adviser.				

**Please note:** All fund returns quoted net of fees.

### Portfolio Profile

The AG Capital Opportunity SNN Retail Hedge Fund is a Long/Short Equity portfolio investing pre-dominantly in listed equity and equity-related securities to generate return in excess of cash (STEFI) regardless of market direction. It seeks to grow investor's capital in real terms over the long-term with a strong focus on downside protection and capital preservation.

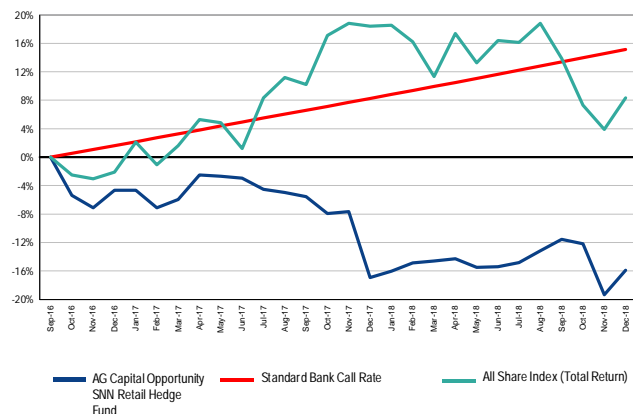
### Objective & Investment Policy

The AG Capital Opportunity SNN Retail Hedge Fund seeks to grow investor's capital in real terms over the long-term with a strong focus on downside protection and capital preservation. The portfolio will be managed as a Long/Short Equity strategy Retail Hedge Fund. This Long/Short Equity portfolio seeks to achieve its investment objective by employing a team approach, whereby the portfolio's assets are allocated to a variety of long/short investment strategies, thus integrating the expertise and experience of these investment professionals into a single fund. A rigorous risk management framework plays an essential role in achieving the funds objective.

### \*Net Returns To Investors

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2016													
2017	0.01%	-2.59%	1.24%	3.70%	-0.22%	-0.24%	-1.64%	-0.44%	-0.65%	-5.38%	-1.85%	2.67%	-4.65%
2018	1.07%	1.36%	0.30%	0.36%	-1.39%	0.11%	0.68%	1.94%	1.86%	-0.72%	-8.14%	4.27%	1.22%

### Cumulative Fund Returns vs Market Indices



Fund Source: Sanne Fund Services SA (Pty) Ltd as of December 2018

Index Source: Bloomberg as of December 2018

\*The inception date for the portfolio is 01 April 2015. The historical performance figures until the end of 30 September 2016 reflect performance achieved prior to CISCA regulation. The portfolio has been transitioned under CISCA regulations on 01 October 2016 and has since been managed as a regulated product. The annualized total return is the average return earned by an investment each year over a given time period, since date of the launch of the fund. Actual annual figures are available from the manager on request. The highest and lowest 1 year returns represent the highest and lowest actual returns achieved during a 12 month rolling period year since the original launch date of the portfolio. The performance figures given show the yield on a Net Asset value ("NAV") basis. The yield figure is not a forecast. Performance is not guaranteed and investors should not accept it as representing expected future performance. Individual investor performance may differ as a result of initial fees, time of entry/actual investment date, date of reinvestment, and dividends withholding tax. Performance is calculated for a lump sum investment on a Net Asset Value basis.



### Portfolio Valuation & Transaction Cut-Off

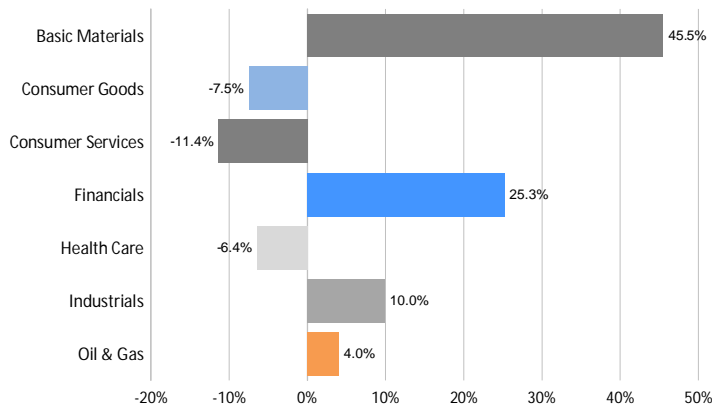
Portfolios are valued monthly. The cut off time for processing investment subscription is 10:00am on the last day of the month prior to enable processing for investment on the first day of the next month.

### \*Total Expense Ratio & Transaction Costs

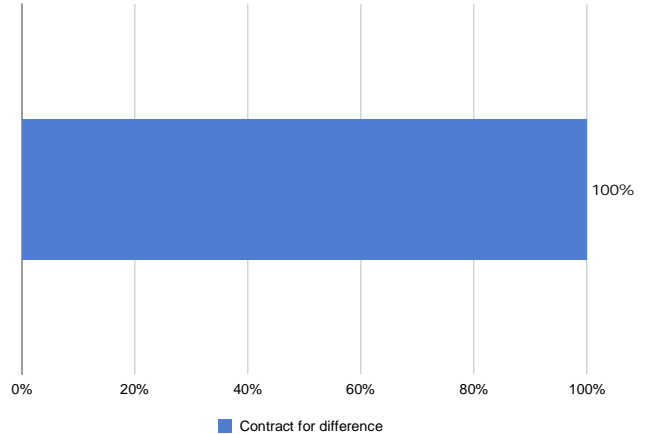
A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction Costs are a necessary cost in administering the financial product and impacts financial product returns. It should 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. The TER is reported excluding performance fees for the first 6 months of the portfolio. The Manager has applied its mind hereto and is of the view that any reporting of TER with performance fee at this stage may be inaccurate and potentially misleading to investors.

### Portfolio Asset Allocation Report

#### Sector Allocation



#### Asset Class Allocation



### Mandatory Disclosures

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. A schedule of fees, charges and maximum commissions, as well as a detailed description of how performance fees are calculated and applied, is available on request from Sanne 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 fund 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. Portfolios may be closed.

Prices are published monthly on our website and local media. 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. Performance is further affected by uncertainties such as changes in government policy, taxation and other legal or regulatory developments.

The Manager ensures fair treatment of investors by not offering preferential fee or liquidity terms to any investor within the same strategy. The Manager is registered and approved by the Financial Sector Conduct Authority ("FSCA") under CISCA. The Manager retains full legal responsibility for the portfolio. AG Capital Management (Pty) Limited, FSP No. 43325, is authorised under the Financial Advisory and Intermediary Services Act 37 of 2002 to render investment management services. FirstRand Bank Limited, is the appointed trustee.

Management Company	Investment Manager
Sanne Management Company (RF) (Pty) Ltd	AG Capital (Pty) Ltd
Registration No: 2013/096377/07	An Authorised Financial Services Provider, FSP No. 43325
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Directors: J F Louw (Chairman)*, L Fourie, G P Rate (Managing Director), I Burke*, H J Pienaar *	FirstRand Bank Limited, Johannesburg
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