

GTC Fixed Income Minimum Disclosure Document

31 May 2016



Investment mandate and objective

The primary investment objective of the Fund is to generate real positive returns over time through the active management of a combination of money market, bond and income generating instruments. The strategy and investment mandate of the fund has a focus on income generation, with downside protection of capital.

Investment features:

The Fund will primarily invest in a range of fixed income securities including instruments guaranteed by the Republic of South Africa, gilts, semi-gilts, loan stock, preference shares, debentures, debenture stock, debenture bonds, unsecured notes, financially sound listed property investments, participatory interest in collective investment schemes and any other instruments guaranteed by the Republic of South Africa which are considered consistent with the fund's primary objective. Taquanta Asset Management is our preferred investment manager mandated to achieve the above.

Risk Profile of the Fund

Low Risk

Fund facts:

Investment manager/s:	Taquanta
Fund classification:	SA - Multi Asset - Income
Benchmark:	Alexander Forbes MM Index
Trustee:	Societe General
Auditors:	KPMG Inc
Management company:	GTC Management Company
Target	Better of SteFi Call Rate and ALBI 1-3years
Inception date:	July 2007
Fund size:	R752 780 877
Income declarations:	28 Feb, 31 May, 31 Aug, 30 Nov
Income distribution:	Third day of the following month
Value distributed:	June 15 Sept 15 Dec 15 Mar 15
Class B	1.3734 1.5503 1.8635 1.8502
NAV & dealing prices:	Class B: R 1.0678
Valuation:	Priced a day in arrears

Performance (%)

	1 Year	2 Years*	3 Years*	4 Years*	5 Years*
GTC Fixed Income Class B ¹	6.51	7.16	6.40	5.95	5.93
SteFi Call Rate ²	4.51	4.18	3.89	3.73	3.73
ALBI 1-3 year ³	4.79	4.91	4.43	4.43	5.14
SteFi ⁴	5.18	4.92	4.54	4.34	4.30

¹Stated performance is after fees have been deducted

²Annualised. The figures refer to the average yearly return of an investment over a given time period. Returns for period less than one year are not annualised.

³Lump sum investment performances quoted.

⁴Income distributions not included in the performance calculation.

⁵Performance is calculated for the portfolio; individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax.

Risk/Reward

This is considered to be a low risk portfolio with an expected range of returns around the benchmark

Total Investment Charges

as at 31 March 2016

Total Expense Ratio (TER)	1.45%
Weighted TER portion of underlying	1.45%
Performance Fees	0.00%
Transaction Costs (TC)	0.00%
Total Investment Charges (TIC)	1.45%

TER: expenses relating to the administration of the Financial Product. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not be necessarily an accurate indication of future TERs.

TC: Costs relating to the buying and selling of the assets underlying the Financial Product.

TIC: Transaction costs are a necessary cost in administering the Financial Product returns. It should 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.

Performance history (%)

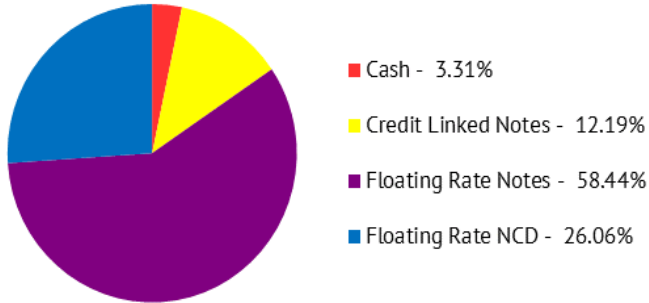
Year	Highest annual return (%)				Lowest Annual Returns (%)			
	Portfolio: Class B	SteFi Call Rate	SteFi	ALBI 1-3years	Portfolio: Class B	SteFi Call Rate	SteFi	ALBI 1-3years
2016*	0.62	0.43	0.48	1.64	0.53	0.47	0.40	0.02
2015	0.65	0.37	0.42	1.77	0.22	0.27	0.35	-1.60
2014	3.00	0.33	0.40	1.56	-0.77	0.25	0.28	-1.34
2013	0.62	0.27	0.31	0.97	0.26	0.22	0.26	-0.70
2012	0.53	0.32	0.34	1.23	0.31	0.25	0.30	0.09
2011	1.30	0.31	0.37	2.05	0.14	0.27	0.31	-0.76
2010	0.95	0.43	0.49	0.89	0.30	0.32	0.38	0.17
2009	1.02	0.79	0.83	1.12	0.52	0.41	0.47	-0.09
2008	1.76	0.82	0.86	3.56	-0.08	0.68	0.70	-1.53
2007	1.14	0.71	0.72	1.42	0.01	0.52	0.51	-0.88

*2016 return reflects the highest return achieved from January to the current month

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Asset class exposure



Portfolio commentary: Quarter 1

The All Bond Index returned 6.6% with yields in the longer end of the curve retracting sharply. The South African Reserve Bank MPC increased interest rates by 0.25% in anticipation of rising inflationary pressure. Headline CPI annual inflation rate in February 2016 was 7.0% and was considerably higher than had been expected. The Rand strengthened by 4.9% closing at 14.72 at the quarter end.

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Contact Us

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Disclaimer

This is a minimum disclosure document. Collective Investment Schemes are generally medium to long term investments. The value of participatory interests may go down as well as up. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. Past performance is not necessarily an indication of future performance. CIS's are traded at ruling prices and can engage in borrowing and scrip lending. Different classes of units apply to these portfolios and are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the manager. The manager has a right to close portfolios to new investors in order to manage them more efficiently in accordance with their mandates. Commission and incentives may be paid and if so, will be included in overall costs. Forward pricing is used. The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Income is re-invested on the re-investment date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Dealing prices are calculated on a net asset value and auditor's fees, bank charges and trustee fees are levied against the portfolios. Performance is calculated for the portfolio, as well as that the individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Recurring investments or lump sum investment performance. Income distributions are included in the performance calculations prior to deduction of applicable taxes. Performance numbers and graphs are sourced from GTC. NAV to NAV figures have been used. The investment performance is for illustrative purposes only. The investment performance is calculated after taking the actual initial fees and all ongoing fees into account. The reinvestment of income is calculated on the actual amount distributed per participatory interest by using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. Risk profile of the fund ranges from low risk to high risk with a low risk potentially associated with lower rewards and a high risk with potentially higher rewards. Foreign securities may be included in the portfolio from time to time and as such may result in the following: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks and potential limitations on the availability of market information. The daily cut off time is 14:00 for trades and the valuation point is 17:00. Prices are published on Finswitch by 10:00 daily. One can also obtain additional information on GTC products on the website and all price related queries or information is readily available on request. GTC Management Company (RF) (Pty) Ltd is registered as a Collective Investment Scheme Manager in terms of Section 5 of the Collective Investment Schemes Control Act and is a member of ASISA.

MDD Issue date: 16th working day of every month