

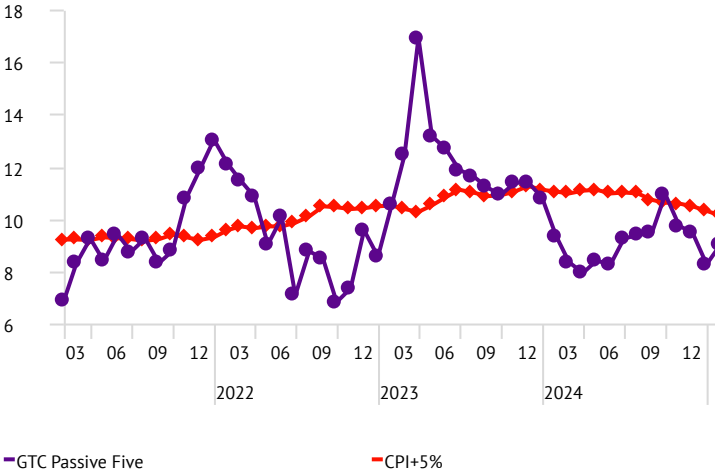
# GTC Passive Five

As of 31/01/2025

## Rolling returns (%)

Time Period: 01/02/2018 to 31/01/2025

Rolling Window: 3 Years 1 Month shift



## Investment mandate and objectives

The portfolio employs a rule based (passive) investment strategy. The GTC Passive Five fund comprises of both local and international asset classes, with a maximum exposure of 75% to equities. The fund is Regulation 28 compliant and aims to outperform inflation plus 5% over rolling 7 year periods. International exposure is kept within regulatory limitation which offers diversification and a local currency hedge.

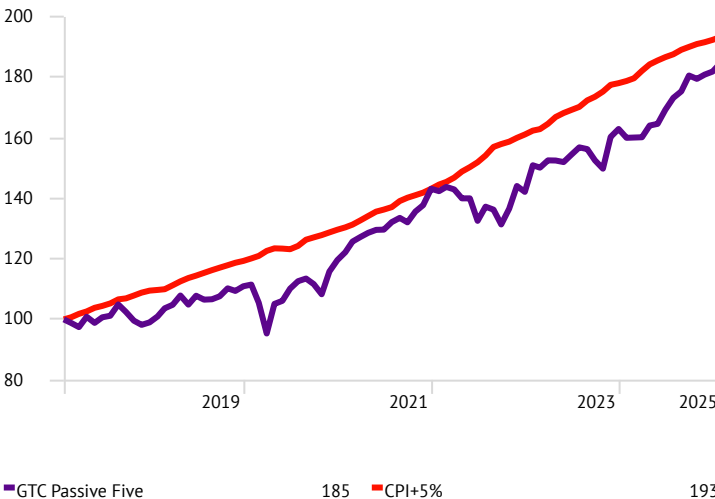
- Features:**
- Regulation 28 compliant
  - Flexible Asset Allocation
  - Local and International exposure
  - Capital Growth

## Fund facts:

- Multi manager:** GTC
- Benchmark:** CPI + 5% over a 7 year rolling period
- Risk profile:** Moderate to High Risk

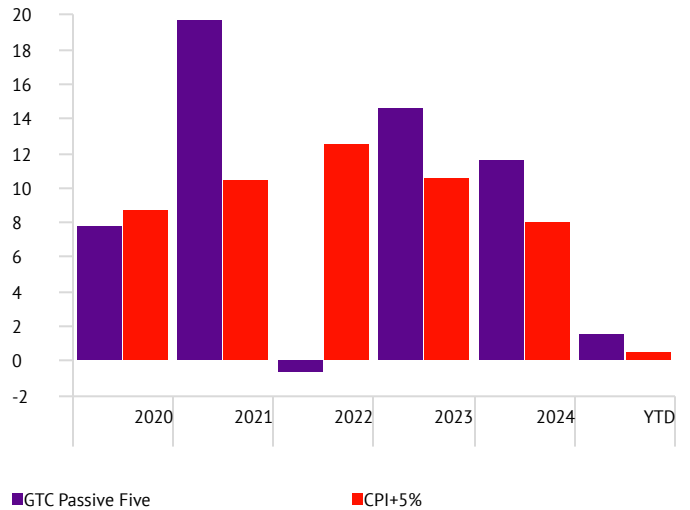
## 7 Year cumulative performance history (%)

Time Period: 01/02/2018 to 31/01/2025



## Calendar year returns (%)

As of Date: 31/01/2025



## Performance (%)

	7 Yr*	5 Yr*	3 Yr*	1 Yr
GTC Passive Five	9.17	10.63	9.07	15.46
CPI+5%	9.88	9.99	10.18	8.14

\*Annualised  
CPI is lagged by 1 month.  
Returns are gross of fees.  
Please note that this document is an INFORMATION SHEET meant only for illustrative purposes and is not a fund fact sheet.  
Please note that past performance is not a guide to future performance.

## Risk statistics: 7 years rolling (%)

Time Period: 01/02/2018 to 31/01/2025

	Return	Tracking Error	Sharpe Ratio	Max Drawdown
GTC Passive Five	9.17	2.35	0.32	-14.51
Composite Benchmark*	9.09	0.00	0.29	-16.40

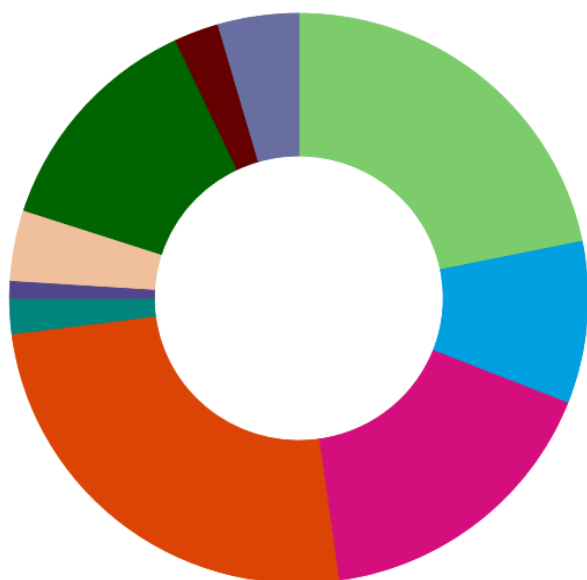
\*Composite Benchmark: 41% Capped SWIX, 2% Property, 14% Bonds, 8% Cash, 4% FTSE WGBI, 23% MSCI World ESG and 8% MSCI Emerging Markets ESG.  
Tracking error reflected is against the Composite Benchmark.

# GTC Passive Five

As of 31/01/2025

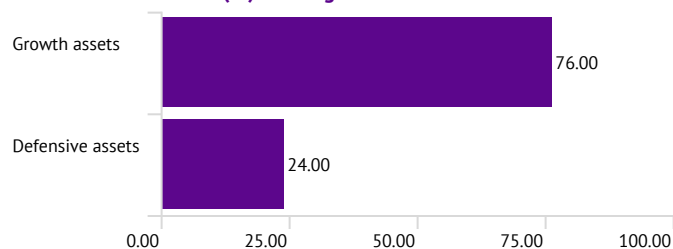
## Investment allocation: Managers and Strategies

	%
● WWC (Offshore Developed Passive Equity)	21.80
● WWC (Offshore Emerging Passive Equity)	9.20
● Sanlam (Passive Equity)	16.80
● WWC (Flexible Fund)	25.20
● Prescient (Protected Equity)	2.00
● WWC (Real Estate)	1.00
● SEI (Offshore Bonds)	4.00
● Aluwani (Bond Fund)	13.00
● Sanlam (Inflation Linked Bond)	2.50
● Taquanta (Money Market)	4.50
<b>Total</b>	<b>100.00</b>



Asset class	Exposure (%)
Local Equity	42.93
Local Property	1.19
Local Bond	16.01
Local Cash	3.06
Local Other	0.00
Foreign Equity	32.17
Foreign Property	0.00
Foreign Bonds	3.84
Foreign Cash	0.80
Foreign Other	0.00

## Investment allocation (%): Strategies



As of 31/01/2025

## Market performance ranking

As of Date: 31/01/2025 Currency: Rand

	2020	2021	2022	2023	2024	YTD
Best	Global Emerging Markets 24.0	Local Property 36.9	Local Cash 5.2	Global Developed Markets 34.0	Local Property 29.0	Local Equity 2.6
	Global Developed Markets 21.5	Global Developed Markets 32.9	Local Equity 4.4	Global Emerging Markets 18.9	Global Developed Markets 21.9	Global Developed Markets 2.3
	Global Bonds 15.4	Local Equity 27.1	Local Bonds 4.3	Global Bonds 13.9	Local Bonds 17.2	Local Cash 0.7
	Local Bonds 8.6	Local Bonds 8.4	Local Property 0.5	Local Property 10.1	Local Equity 13.4	Global Emerging Markets 0.6
	Local Cash 5.5	Global Emerging Markets 6.3	Global Developed Markets -13.2	Local Bonds 9.7	Global Emerging Markets 10.2	Local Bonds 0.4
	Local Equity 0.6	Local Cash 3.8	Global Bonds -13.3	Local Cash 8.0	Local Cash 8.4	Global Bonds -0.7
Worst	Local Property -34.5	Global Bonds 2.5	Global Emerging Markets -15.2	Local Equity 7.9	Global Bonds -0.1	Local Property -2.3

<span style="color: blue;">■</span> Local Equity	<span style="color: grey;">■</span> Local Property	<span style="color: purple;">■</span> Local Bonds
<span style="color: green;">■</span> Local Cash	<span style="color: pink;">■</span> Global Emerging Markets	<span style="color: yellow;">■</span> Global Developed Markets
<span style="color: orange;">■</span> Global Bonds		

## Market summary

- The South African Reserve Bank (SARB) further reduced the repo rate by 25 basis points to 7.75%. The Governor of the SARB, Kganyago, confirmed that the MPC is also monitoring the potential impact of a global trade war amid rising tariff threats from newly elected U.S. President Donald Trump.
- Local equities ended the month with a return of +2.6%, driven by a +17.9% rally in the Resources sector on the back of Harmony Gold (+42.3%), Anglo Ashanti (+34.3%) and Kumba Iron Ore (+19.1%). Financials had a negative return of -2.7% affected by weakness in banking counters such as Capitec (-5.2%) and Investec Ltd (-4.9%). Industrials returned +0.53% with local property down -2.3%.
- The local bonds earned +0.44% despite facing pressures in the first half of January due to a shift in investor sentiment against emerging markets.
- The MSCI Emerging Markets Index delivered +1.8% USD for the month, lagging its developed market counterpart, the MSCI World Index, which returned +3.5% USD. Emerging markets faced pressure amid elevated geopolitical tensions as the Trump administration's announcement of tariffs on imports from Canada, Mexico, and China.
- As anticipated, the U.S. Federal Reserve maintained the Federal Funds rate at 4.5% during its January 2025 meeting. Fed Chair Jerome Powell emphasised that the central bank is in no hurry to cut rates further, choosing to rather pause and evaluate ongoing inflation progress. The European Central Bank (ECB) lowered its key interest rates by 0.25% in January 2025, as expected, reducing the deposit facility rate to 2.75%.

## Glossary

### Standard deviation

- Is a measure that is used to quantify the amount of variation or dispersion of a set of data values around the mean value. This measure is commonly known as volatility and referenced as an explicit measure of risk.

### Maximum drawdown

- Is the maximum loss from a peak to a trough of a portfolio before a new peak is attained. Maximum Drawdown is an indicator of downside risk over a specified time period.

### Sharpe ratio

- Is a measure for calculating risk-adjusted return, and this ratio has become the industry standard for such calculations. The Sharpe ratio is the average return earned in excess of the risk-free rate per unit of volatility or total risk. In other words, it measures how much excess return a portfolio has earned in relation to the level of risk it is exposure to. The higher the ratio the stronger the risk adjusted return.

### Calmar ratio

- Is a measure for calculating risk-adjusted return. It is the average return earned per unit of capital loss risk taken in the form of maximum drawdown over a given period.