

STANLIB European Equity Fund

The fund is a class fund of STANLIB Offshore Unit Trusts which invest exclusively in the STANLIB Funds Limited - STANLIB European Equity Fund.

STANLIB

Minimum Disclosure Document as at 31 July 2020

STANLIB Collective Investments (RF) Pty. Limited. Registration number 1969/003468/07

Portfolio Facts

Investment Manager	STANLIB Asset Management Pty Limited
Underlying Investment Manager	Columbia-Threadneedle Investment Manager
Launch Date	2 May 1997
Fund Size	€ 36.04 million
Denominated in	Euro
Min. Investment Amount	Euro equivalent of US\$2.500
Min. Subsequent Investment	Euro equivalent of US\$1.000
Upfront Charge (Maximum)	3.00%
Annual Management Charge (AMC): Class A	1.20%
Annual Management Charge (AMC): Class B1	0.70%
Annual Management Charge (AMC): Class B2	0.40%
Class A Intermediary Trail Commission (Paid from AMC)	0.50%
ISIN code: Class A	GB00B0660J06
ISIN code: Class B1	JE00BD8RK470
ISIN code: Class B2	JE00BD8RK926
Benchmark Index	MSCI Daily TR Europe Euro Net (Euro)
Manager and Administrator	STANLIB Fund Managers Jersey Limited
Trustee	Apex Financial Services (Corporate) Limited

Class Funds are valued on a daily basis at 23h59 (UK Time). Transaction requests received before 14h30 (UK time) will receive the following days unit price. This is an accumulation portfolio and does not distribute income. Please refer to Statutory Disclosure and General Terms and Conditions.

Total Expense Ratio, Transaction Costs & Total Investment Charge

Total Expense Ratio (TER): This shows the charges, levies and fees relating to the management of the portfolio and is expressed as a percentage of the average net asset value of the portfolio, calculated over a rolling three years (where applicable) and annualised to the most recently completed quarter. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.

Transaction Costs (TC): The percentage of the value of the fund as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts fund 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 Fund, investment decisions of the investment manager and the TER.

Total Investment Charges (TIC): The percentage of the value of the Fund incurred as costs, relating to the investment of the Fund. As fund returns are reported after deducting all fees and expenses, these costs (the TER & TC) should not be deducted from the fund returns. It is the sum of the TC & TER.

TER and Transactional Cost Breakdown (12 and 36 months rolling)

FUND CLASS	TER (12 months rolling)	TER (36 months rolling)	TC (36 months rolling)	TIC (36 months rolling)
Class A	1.89%	1.91%	0.23%	2.14%
Class B1	1.39%	1.41%	0.23%	1.65%
Class B2	1.09%	1.11%	0.23%	1.34%

TER + TC = TIC

Where a transaction cost is not readily available a reasonable best estimate has been used. Estimated transaction costs may include Bond, Money Market and FX Costs (where applicable).

Performance

	1 year 01/08/19-31/07/20	3 years 01/08/17-31/07/20	5 years 01/08/15-31/07/20	10 years 01/08/10-31/07/20
Portfolio Annualised Growth: Class A	-0.85%	1.42%	-0.36%	5.80%
Portfolio Annualised Growth: Class B1	-0.35%	1.93%	0.00%	0.00%
Portfolio Annualised Growth: Class B2	-0.05%	2.24%	0.00%	0.00%
Index Annualised Growth	-6.57%	0.78%	0.23%	6.19%
Highest Return over 12 rolling months				44.74%
Lowest Return over 12 rolling months				-40.09%

The reported performance of the fund is net of fees, while the performance of the benchmark is gross of fees.

Fund Performance: Morningstar
Benchmark: Bloomberg

*Annualized Return: is the weighted average compound growth rate over the performance period measured. The performance is calculated for the portfolio. The individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax.

Risk Profile

Conservative

Moderate

Aggressive

Risk Rating Explanation

The risk rating seen above is designed to give an indication of the level of risk, measured by volatility, associated with this specific portfolio.

In order to arrive at the specific risk rating of the portfolio in question, STANLIB measures the volatility of the fund, in the form of standard deviation, over a three year rolling period, and compares the result to internal risk parameters.

Please note that these risk ratings are designed as guide only.

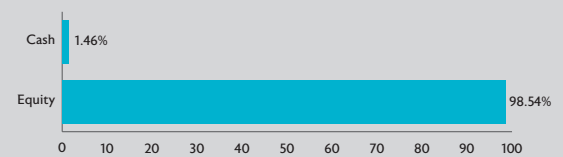
Target Market

STANLIB promotes using the services of an accredited Financial Adviser when making investment decisions.

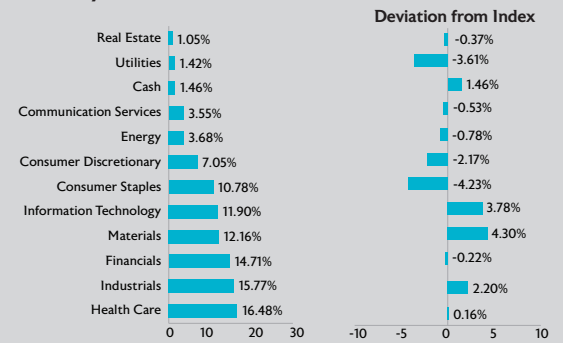
Please contact either your accredited Financial Adviser or our Contact Centre on 011 448 6000 if you have any questions about this product.

The information below relates to the STANLIB European Equity a Class Fund of STANLIB Funds Limited.

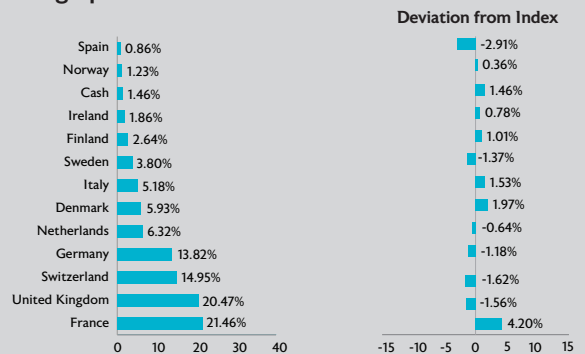
Asset Allocation



Industry Breakdown



Geographic Breakdown



Largest Holdings

Nestle S.A.	5.05%
ASML Holding NV	3.62%
Roche Holding AG	3.33%
Sika AG	3.23%
Novo Nordisk A/S Class B	2.99%
SAP SE	2.89%
CRH Plc	2.84%
Air Liquide SA	2.80%
L'Oreal SA	2.71%
Neste Corporation	2.64%

NOTE:

Please refer to page 2 for more details regarding this Class Funds as well as other important information for consideration.

STANLIB European Equity Fund

The fund is a class fund of STANLIB Offshore Unit Trusts which invest exclusively in the STANLIB Funds Limited - STANLIB European Equity Fund.

Minimum Disclosure Document as at 31 July 2020

STANLIB Collective Investments (RF) Pty. Limited. Registration number 1969/003468/07

STANLIB

Fund Approach and Style

Objective

The aim is to provide investors with long term capital growth from a diverse and actively managed Class Fund of securities selected from European stock markets, the STANLIB European Equity Fund will invest as a feeder fund in the STANLIB European Equity Fund, a class fund of STANLIB Funds Limited whose investment policy is to invest the assets of the Fund primarily in the equity of large companies domiciled in Continental Europe or the UK or with significant Continental European or UK activities.

Fund Management

The investment management of the underlying fund is managed by Columbia Threadneedle, a London based management firm wholly owned by Ameriprise Financial - a publicly quoted company listed on the NYSE. Founded in 1994, Threadneedle Investments is fully-owned by Ameriprise Financial (NYSE: AMP), a publicly quoted investment company that is listed on the NYSE. With origins in the U.K. insurance industry, they have continued to innovate and now manage assets on behalf of clients across Europe, Asia and the US, including pension schemes, insurance companies, private investors, corporations, mutual funds and affiliate companies.

Risk

Where foreign securities are included in the portfolio there may be additional risks, such as potential constraints on liquidity and the repatriation of funds, macroeconomic risks, political risks, tax risks, settlement risks and potential limitations on the availability of market information.

Additional information

Additional information about this product, including brochures, application forms and annual or quarterly reports, can be obtained from the Manager, free of charge and from the website www.stanlib.com.

The prices of unit trust funds are calculated and published on each working day. These prices are available on the Manager's website (www.stanlib.com) and in the South African printed news media.

Statutory Disclosure and General Terms & Conditions

Collective investment schemes in securities are generally medium to long-term investments. The value of participatory interests may go down as well as up and investors may get back less cash than originally invested. Past performance is not necessarily a guide to future performance. An investment in the participations of a collective investment scheme in securities is not the same as a deposit with a banking institution. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Participatory interest prices are calculated on a net asset value basis, which is the total value of all assets less liabilities in the Class Funds including any provisions made for any purchase, fiscal or other charges that would have been incurred had all the assets of the relevant class fund been bought or sold at that time, divided by the number of participatory interests in issue. Please refer to the prospectus for more details on the charges and expenses that may be recovered from the Class Funds. Participatory interests are priced daily using the forward pricing method. The Class Funds may borrow up to 10% of the market value of the Class Funds to bridge insufficient liquidity as a result of the redemption of participatory interests. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending.

A schedule of fees and charges and maximum commissions is available on request from STANLIB Fund Managers Jersey Limited, ("the Manager"). The Class Funds of the STANLIB Offshore Unit Trusts scheme, are Feeder Funds which only invest in the participatory interests of a single Class Fund of a collective investment scheme. In addition to the annual management charge, other fees are incurred by the trust (trustee, custodian and general expenses). There is no sales tax applicable in Jersey. Commission and incentives may be paid and if so, are included in the overall costs. The Class Funds of STANLIB Offshore Unit Trusts scheme are accumulation Class Funds and do not distribute income. Please refer to the prospectus of this scheme for more details, a copy of which is available on request from STANLIB Collective Investments (RF) Pty. Limited, ("STANLIB"), the address of which is 17 Melrose Boulevard, Melrose Arch, 2196, South Africa. The registered office of the Manager is Standard Bank House, 47-49 La Motte Street, St Helier, Jersey, Channel Islands. The Trustee is Apex Financial Services (Corporate) Limited, 12 Castle Street, St. Helier, Jersey, Channel Islands.

A representative agreement exists between STANLIB Collective Investment (RF) Pty. Limited and STANLIB Fund Managers Jersey Limited.

The Manager and trustee are regulated by the Jersey Financial Services Commission to conduct Fund services business.

The Trust is regulated as a Collective Investment Fund by the Jersey Financial Services Commission.

Figures quoted are from Morningstar for the period ending 31/07/2020 for a lump sum investment using NAV-NAV prices. Liberty is a member of the Association of Savings and Investment of South Africa.

The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The Manager has a right to close the portfolio to new investors in order to manage the portfolio more efficiently in accordance with its mandate.

The commentary gives the view of the manager at the time of writing. Any forecasts or commentary included in this document are not guarantee to occur

Fund Commentary: 2nd Quarter

Fund review

Gross of fees the fund outperformed its benchmark over the quarter, boosted by favourable stock selection. Sector positioning was advantageous too, especially the over-weightings in technology and materials, and the underweighting in energy. Positive relative contributors included ASML, which rose amid strength in technology stocks. The semiconductor equipment firm is due to report second quarter earnings in July; first quarter earnings were robust and the company highlighted a strong order intake. FincoBank (online banking and brokerage services) was another top performer as the trend towards digital financial services gathered pace. First quarter results were upbeat and highlighted strong brokerage performance, given increased market volatility. The zero weightings in banking giant HSBC and energy group BP were also advantageous as both stocks underperformed. Detractors included the zero weighting in engineering firm Siemens as the stock performed well.

Market overview

European equities rebounded in the second quarter, driven by optimism that the COVID-19 pandemic was past its peak in Europe. Markets were also propelled higher by central bank stimulus programmes, government support packages, and by optimism that vaccinations and treatments would be found for the virus. The pandemic's effect on growth has been stark. Data showed that GDP in leading economies fell sharply in the first quarter, feeding concern that the second quarter could see much larger declines. Many companies withdrew earnings guidance and cut dividends. Further stimulative measures were announced. In Germany, for instance, the government unveiled a €130bn fiscal stimulus plan, while in the UK, the Bank of England increased its quantitative easing programme by £100bn. The European Central Bank expanded an emergency monetary stimulus programme by €600bn, although EU member states remained divided over a proposed €750bn pandemic recovery fund. Many nations have now relaxed lockdown measures triggered by COVID-19, helping to revive economic activity. However, virus infection rates have spiked again in some countries such as China, Iran and the US. Indeed, by late June, some governments and US states had suspended or even reversed the easing of control measures. Towards the end of the quarter, data suggested that economies were starting to recover. Germany's widely watched Business Climate Index (Ifo) index of business sentiment surged higher in June, while the UK's flash composite Manufacturing Index (PMI) rose sharply in the same month, coming close to expansionary territory. An unexpectedly robust US jobs report for the month of May also boosted morale. In a reversal of trends seen earlier, cyclical stocks enjoyed a recovery; technology, materials and industrials led the gains. Energy stocks continued to suffer, impacted by the slump in oil prices.

Looking ahead

COVID-19 and its effects continue to dominate sentiment. As new infections and fatalities fall in most European countries, lockdowns and travel restrictions are being slowly relaxed with some businesses reopening. Progress is nervous and slow, and there are risks of a second wave of infections. The US and Russia are suffering worse and later than some from the virus. The search for effective tests and a vaccination is in progress. Fiscal and monetary policy aim to stimulate economic growth and, if effective, this should stabilise economies and corporate profitability once the lockdowns end. However, previously fragile business models may now prove unsustainable; this will impact some small businesses and therefore employment in the hospitality and travel sectors particularly. The Brexit transition period is underway, although negotiations have been delayed owing to the virus and have now become more of a sideshow. The Spanish and Italian coalitions are surviving but Germany's Chancellor Merkel and her succession plan are under some pressure. The portfolio favours companies that have a competitive advantage and pricing power generated by brands, patented processes, regulatory barriers to entry and strong market positions.

17 Melrose Boulevard, Melrose Arch, 2196
PO Box 203, Melrose Arch, 2076

Tel 0860 123 003
www.stanlib.com

Compliance number: L896N4

Publish date: 21 August 2020