


STANLIB Income Fund


Investing through the cycles and staying nimble


STANLIB

The STANLIB Income Fund is an actively managed fund that aims to deliver stable income with capital preservation, through the investment cycle.

Why consider an income fund?

- 1


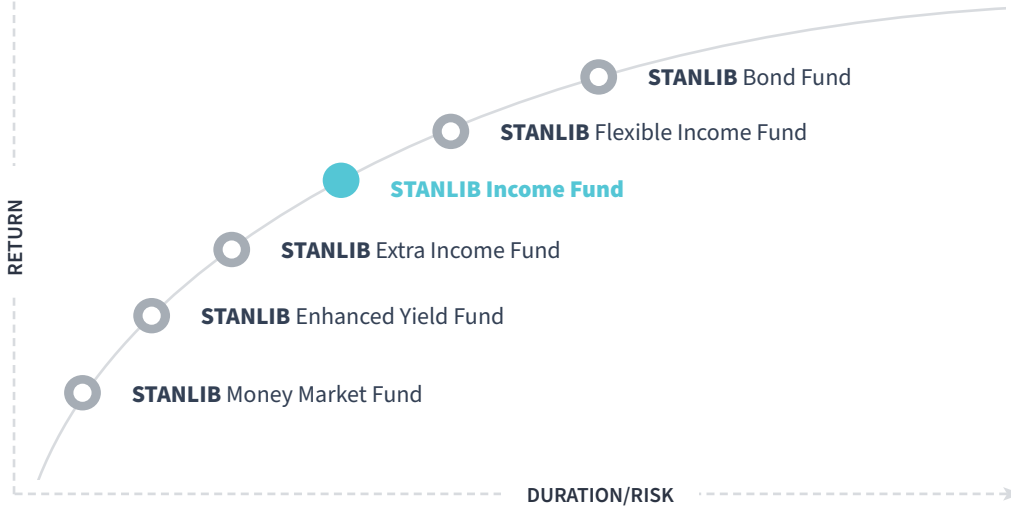
Stable returns with lower volatility than growth asset classes, especially in times of macroeconomic uncertainty.
- 2


Capital preservation with an enhanced income stream over the short to medium term - ideal pre- and post-retirement income solution.
- 3


A good alternative to cash and money market funds for investors with a longer time horizon and investors considering fixed deposits.

Why choose the STANLIB Income Fund?

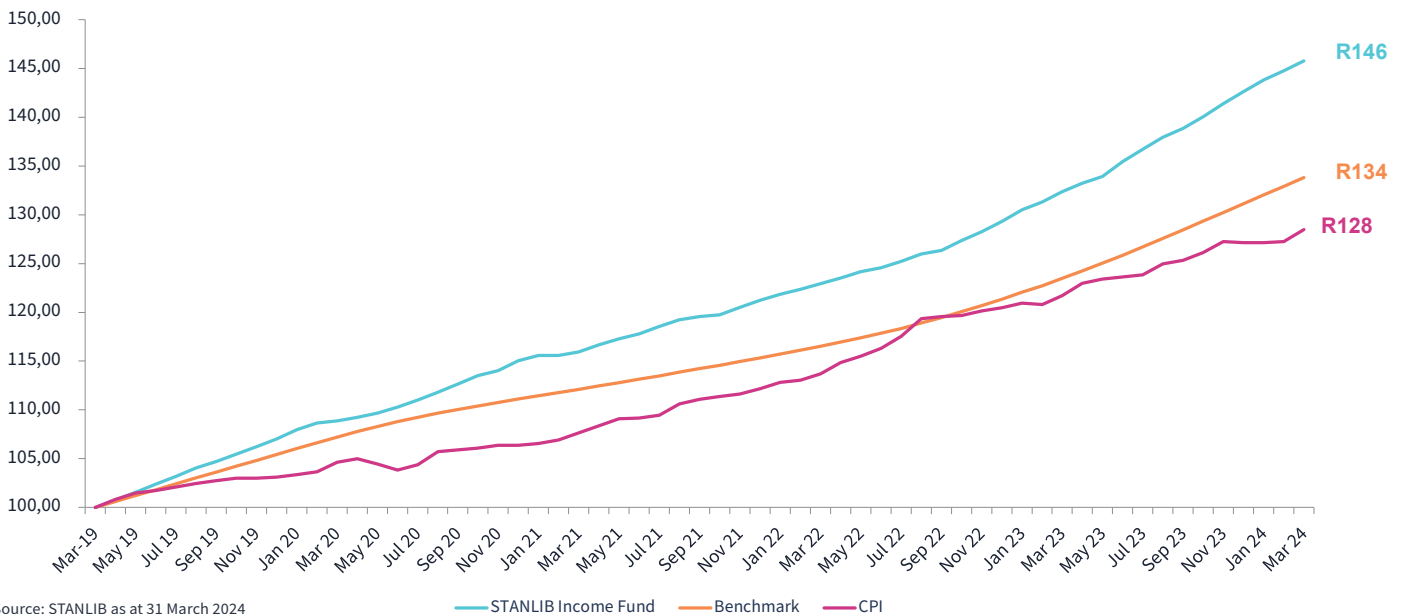
The STANLIB Income Fund is an important part of STANLIB's market-leading range of fixed income products.



The Fund's portfolio managers build a high-quality, fully diversified portfolio from the widest range of fixed income investments and then manage it actively, pursuing opportunities as they arise while carefully managing risk.

The Fund continues to deliver consistent above-benchmark returns over 1, 3 and 5 years, as illustrated by the graph below.

5 year cumulative returns: The value of R100 invested



Source: STANLIB as at 31 March 2024

— STANLIB Income Fund — Benchmark — CPI

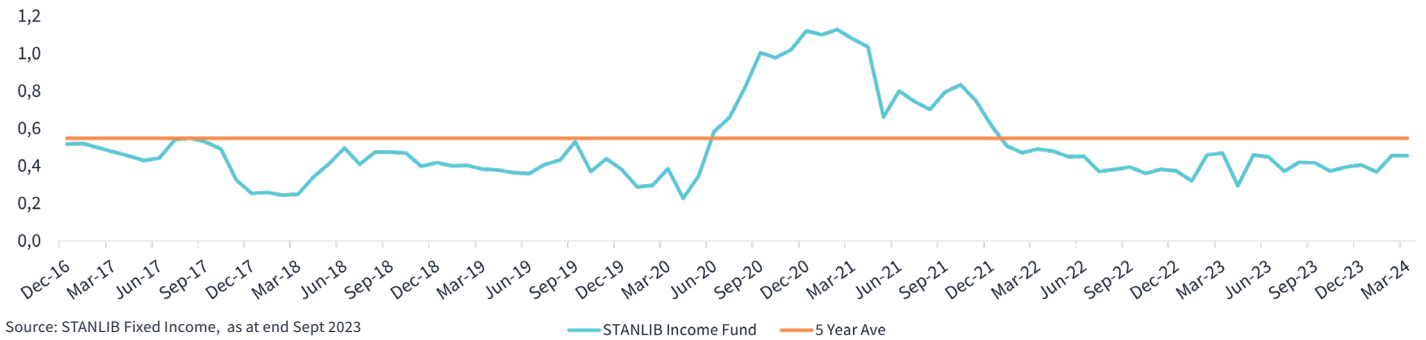


Duration: Managing interest rate risk while taking advantage of short-term opportunities

We actively manage duration based on our expert view of South African interest rates and inflationary cycles. This offers investors superior capital preservation when rates rise and the opportunity for gains when rates fall.

STANLIB Income Fund: Duration changes over time

Modified duration



Maintaining strong credit quality

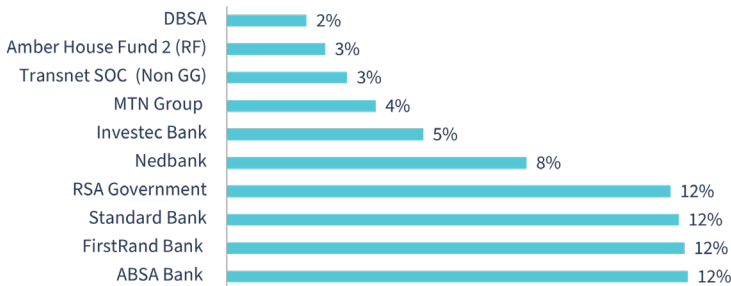
Credit quality is central to our risk management philosophy and our thorough credit process enables us to enhance portfolio yield while managing credit risk. Most of the underlying instruments in the STANLIB Income Fund are rated AA or AAA.



Liquidity: The flexibility to be nimble

STANLIB seeks to achieve strong risk-adjusted returns for our investors: we seek the greatest return available for a given level of risk. By investing predominantly in liquid assets, the managers retain the flexibility to rapidly change the Fund's allocations when required – unlike the liquidity opportunity cost of, for example, fixed deposits. Maintaining a liquid portfolio is therefore an essential part of our philosophy.

Top 10 holdings

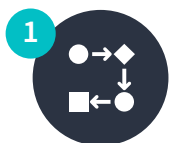


Issuer Type

Issuer type	% Holding
Bank	50%
Corporate	20%
ParaNonGGtd	6%
Government	12%
Securitization	4%
Municipality	1%
Cash	7%

The power of investing in the STANLIB Income Fund

The STANLIB Income Fund goes beyond conventional approaches with three key differentiators:



1 Its truly active approach

STANLIB is an active investment manager, taking full advantage of the entire range of fixed income assets available in the market throughout each cycle, with stringent risk management processes.



2 Its expert investment team

Its team is not only highly skilled, it also has a vast wealth of experience. STANLIB's experts are accomplished in constructing portfolios that optimise return outcomes for their clients.



3 Its breadth & scale

STANLIB is the largest fixed income asset manager in South Africa and leverages all the company's resources to build active portfolios that access all opportunities across income-generating securities. It partners with J.P. Morgan Asset Management as a key strategic offshore partner - further enhancing STANLIB's capabilities.

Who should invest in this fund?

Investors who:

- Require higher returns than money markets or cash
- Intend to remain invested for at least one year
- Have a low tolerance for volatility
- Are seeking a regular income while preserving capital
- Need liquidity

Fund information

Portfolio managers	Victor Mphaphuli & Sylvester Kobo
ASISA category	SA – Interest Bearing – Short Term
Benchmark	STEFI Composite Index
Suggested investment period	1 Year
Liquidity	Daily
Income distribution	Quarterly

Disclaimer

Collective Investment Schemes in Securities (CIS) are generally medium to long term investments. The value of participatory interests may go down as well as up. Past performance, forecasts or commentary is not necessarily a guide to future performance. CIS 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 the Manager. The Manager does not provide any guarantee either with respect to the capital or the return of a CIS portfolio. Forward pricing is used. The Manager has a right to close certain portfolios to new investors in order to manage it more efficiently. Portfolio performance figures are calculated for the relevant class of the portfolio, for a lump sum investment, on a NAV-NAV basis, with income reinvested on the ex-dividend date. Individual investor performance may differ due to initial fees, actual investment date, date of reinvestment of income and dividend withholding tax. Portfolio performance accounts for all costs that contribute to the calculation of the cost ratios quoted so all returns quoted are after these costs have been accounted for. Any forecasts or commentary included in this document are not guaranteed to occur. Annualised return figures are the compound annualised growth rate (CAGR) calculated from the cumulative return for the period being measured. These annualised returns provide an indication of the annual return achieved over the period had an investment been held for the entire period. Annualised figures are available on request from the Manager. STANLIB Collective Investments (RF) (PTY) Ltd is registered Manager in terms of the Collective Investment Schemes Control Act, No. 45 of 2002. A money market portfolio is not a bank deposit account. The price of each participatory interest (unit) is aimed at a constant value. The total return to the investor is primarily made up of interest received but, may also include any gain or loss made on any particular instrument. In most cases this will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of reducing the capital value of the portfolio. An annualised seven day rolling average effective yield is calculated for Money Market Portfolios. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressures; and that in such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. A Fund of Funds is a portfolio that invests in portfolios of collective investment schemes, that levy their own charges, which could result in a higher fee structure for these portfolios. A Feeder Fund portfolio is a portfolio that invests in a single portfolio of a collective investment scheme that levies its own charges, which could result in a higher fee structure for the Feeder Fund. A portfolio that derives its income primarily from interest-bearing instruments calculates its yield daily and is a current effective yield. As neither STANLIB Asset Management (Pty) Limited ("STANLIB") nor its representatives did a full needs analysis in respect of a particular investor, the investor understands that there may be limitations on the appropriateness of any information in this document with regard to the investor's unique objectives, financial situation and particular needs. The information and content of this document are intended to be for information purposes only and should not be construed as advice. STANLIB does not guarantee the suitability or potential value of any information contained herein. STANLIB does not expressly or by implication propose that the products or services offered in this document are appropriate to the particular investment objectives or needs of any existing or prospective client. Potential investors are advised to seek independent advice from an authorized financial adviser in this regard. STANLIB Asset Management (Pty) Limited is an authorised Financial Services Provider in terms of the Financial Advisory and Intermediary Services Act 37 of 2002 (Licence No. 719).