

SPW DIVIDEND INCOME PORTFOLIO

31 MAY 2022

Conservative Cautious Moderate Moderate Aggressive Aggressive

PORTFOLIO DESCRIPTION AND INVESTMENT OBJECTIVE

This is a diversified local equity portfolio which may include both ordinary and preference shares. The portfolio aims to invest in shares that offer higher dividend yields than the general market, and which we believe can sustain or grow their dividends over time. The objective of the portfolio is to provide a combination of income and capital growth, with an emphasis on growing the income stream in real terms over an investment horizon of three years. This portfolio is suitable for investors who can withstand potential capital volatility in the shorter term.

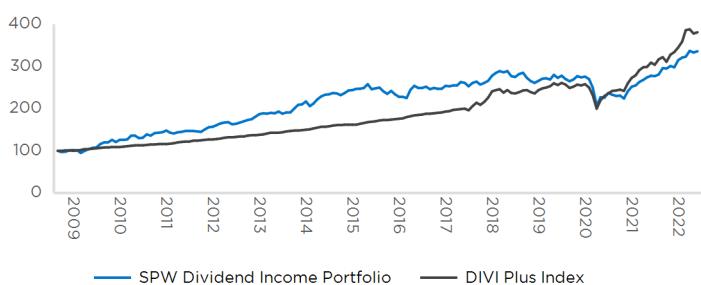
YOUR PERSONAL EQUITY PORTFOLIO

The SPW Dividend Income Portfolio is constructed by the investment team based on an intensive and rigorous investment process. The model portfolio acts as a guide to your portfolio manager in customising your personal portfolio to suit your individual requirements. It is important to note that the performance on this fact sheet is based on the model portfolio and the performance of your portfolio may vary depending on the level of deviation from the model portfolio and the fees charged.

WHY SELECT A PERSONAL PORTFOLIO

A personal portfolio is suitable to more discerning investors who might have unique factors to consider during the investment process. With a personal portfolio, your investment can be tailored to your unique requirements. You will have the benefit of more direct access to your portfolio manager and you have the benefit of enjoying direct ownership of shares. Your portfolio will not be affected by the cash investment or withdrawals of other investors.

PERFORMANCE NET OF FEES¹



Percentage Returns	Portfolio	Benchmark	Active
Since inception	9.22%	10.22%	-1.00%
10 Yrs (Annualised)	7.48%	11.17%	-3.69%
5 Yrs (Annualised)	5.16%	13.74%	-8.58%
3 Yrs (Annualised)	7.17%	14.18%	-7.01%
Past 12 Months	21.02%	23.23%	-2.21%
YTD	6.72%	10.34%	-3.62%

PORTFOLIO INFORMATION

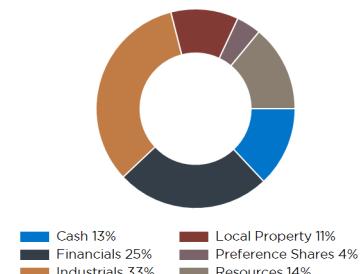
Risk rating	Aggressive
Inception date	September 2008
Minimum investment	R1 million
Benchmark	70% FTSE/JSE Dividend Plus TR Index / 30% STeFI
Management company	Sanlam
Portfolio manager	Renier de Bruyn
Initial fees	Nil
Annual management	Fee sliding scale (refer to mandate)

TOP 5 SHARE HOLDINGS

(Please note your portfolio might vary from this)

British American Tobacco PLC	7.27%
Absa Group Ltd	5.43%
Vodacom Group Ltd	5.15%
Investec	4.72%
Mondi PLC	4.62%

EQUITY SECTOR EXPOSURE



¹. The net of fee calculation assumes a 1.15% annual management charge and total trading costs of 1% (both inclusive of VAT) on the value of actual portfolio turnover.



ABOUT THE PORTFOLIO MANAGER

Renier de Bruyn, BCom (Hons), CFA

Renier joined Sanlam Private Wealth at the start of 2010 as an investment analyst, focusing on financial, retail, media and selected industrial shares. Renier graduated with a BCom Honours in Financial Analysis from the University of Stellenbosch and also has an Advanced Postgraduate Diploma in Financial Planning from the University of the Free State. He is a CFA charterholder.

PORTFOLIO MANAGER'S COMMENTS

May was a month of two halves for financial markets. Both bonds and equities initially sold off only to recover strongly in the second half of the month. This schizophrenic behaviour was driven by changing views on inflation and the likely path of the global interest rate cycle. SA equities largely followed the global trend. However, the recovery of local equities was not strong enough to end in positive territory - the FTSE/JSE All Share Index recorded a total return of -0.36% for the period under review.

May was also a month of material disparity within the range of economic sectors. Gold shares were generally under pressure and Goldfields declined by 29%. Other losing sectors were personal goods (Richemont being the biggest constituent) which lost 8.4%, and healthcare providers, which retreated by 4.5%. Big gainers were chemicals (Sasol), adding another 5.2%, diversified miners, which advanced by 6%, with software and computer services (Naspers/Prosus) gaining 5.5% off a low base.

It was a mixed month for commodities as the prices of precious metals (gold down by 3.4%) and base metals came under pressure. However, Brent (+12.3%) and WTI (+9.5%) had another very strong month and have now risen for six consecutive months for the first time since 2011. Local bond yields strengthened marginally and the All Bond Index returned 1.01% in the month. Cash returned 0.4%.

The SPW Dividend Income Portfolio returned 0.9% in May and is up 21.0% over the past 12 months. Major contributors to performance during the month included Investec (+9.2%), Absa (+6.9%) and Anglo American (+6.8%). The major detractor was NinetyOne (-15.9%) of which more shares were unbundled out of Investec in May. Late in the month, we sold the relatively small position in Nedbank, which was unbundled from Old Mutual last year. The prospective gross income yield on the portfolio over the next 12 months is 6.1%.

ABOUT SANLAM PRIVATE WEALTH

Sanlam Private Wealth is a holistic, integrated wealth management business that provides advice and manages assets for high net worth private individuals, cultural organisations, charitable institutions and similar entities with investable assets of more than R1 million.

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MANDATORY DISCLOSURE

Participation in the SPW Dividend Income Portfolio is a medium- to long-term investment. The value of this portfolio is subject to fluctuation and past performance is not necessarily a guide to its future performance. Calculations are based on a lump sum investment with gross income reinvested on the ex-dividend date. All performance figures are net of fees and costs. Actual investment performance will differ based on the fees applicable, the actual investment date and the date of reinvestment of income. A schedule of fees and maximum commissions is available from the manager. Sanlam Private Wealth (Pty) Ltd, registration number 2000/023234/07, is a member of the Johannesburg Stock Exchange, a licensed Financial Services Provider (FSP 37473) and a Registered Credit Provider (NCRCP1867).

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