



Sygnia Enhanced Income Fund

Fund Class A

A low- to medium-risk interest-earning portfolio, managed on a multi-manager basis



Risk profile

Low	Low to Medium	Medium	Medium to High	High
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Investment objective and strategy

The objective of the Sygnia Enhanced Income Fund is to outperform the returns on cash at a low level of volatility. This multi-asset portfolio's primary objective is to produce a stable income stream by investing in a wide spread of income-bearing investments in the equity, bond, money market and real estate markets. By bridging the gap between money market and bond funds, investors gain access to term premium without having to take on interest rate risk. The fund is multi-management, which is a new development in the income space. The fund appoints external managers who are mandated to assist in achieving the portfolio's objectives, while internal management of overall risk ensures diversification limits are always in place. This combination provides enhanced yield with reduced risk at lower cost. The fund is managed within prudential guidelines and maintains a maximum 10% equity exposure. Derivatives are allowed for efficient portfolio management.

Risk profile

The fund is strategically managed to achieve attractive returns while protecting capital. The fund risk is managed by spreading investments across sectors and individual issuers.

What the fund invests in

Asset class	Percentage	Allocation
SA Bonds	75.6	<div></div>
SA Money Market	16.3	<div></div>
International Fixed Interest	7.0	<div></div>
International Cash	1.1	<div></div>

Who should invest?

The fund is suited to investors seeking capital stability and stable and consistent returns. The fund is also suited to investors who wish to invest in a well-diversified strategy.

Fees

Initial fees	N/A
Management fees	0.65% p.a. (excl. VAT)
Performance fees	N/A
Other expenses	0.01% p.a. (excl. VAT)
VAT	0.10%
Total expense ratio (TER)	0.77% (Dec 2024)
Transaction costs (TC)	0.00% (Dec 2024)
Total investment charge (TIC)	0.77% (Dec 2024)

Sygnia charges an annual management fee, calculated and accrued daily and payable monthly in arrears.

Portfolio managers



Kyle Hulett

Co-Head: Investments
BBusSc (Actuarial),
FFA C.Act, FASSA,
CFA



Anrich de Jager

Head: Fixed Income
BCom (Hons – Fin.
Analysis and Portfolio
Management), CFA

Key facts

Fund launch date

27 December 2018

Class launch date

10 January 2019

Fund size

R 4 328.00 Million

Regulation 28

Compliant

Benchmark

STEFI Index

Minimum investment period

2 years

Disclosures

Sygnia does not provide advice and therefore does not charge advice fees. If a financial planner is appointed, initial and ongoing advice fees may be payable as agreed upon between you and your financial advisor. The payments of these fees are facilitated by the Linked Investment Service Provider (LISP) and not directly by Sygnia. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction Costs are a necessary cost in administering the Financial Product and impacts Financial Product 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 Financial Product, the investment decisions of the investment manager and the TER.

Disclaimer

The Sygnia Group is a member of the Association for Savings and Investment SA. Sygnia Collective Investments RF (Pty) Ltd is a registered and approved Manager in Collective Investment Schemes in Securities. Collective investment schemes are generally medium to long-term investments. Sygnia Asset Management (Pty) Limited (FSP 873), an authorised financial services provider, is the appointed investment manager of the Fund. The portfolio may invest in other unit trust portfolios which levy their own fees, and may result in a higher fee structure and that the value of investments / units / unit trusts may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available from the Manager on request. Performance is based on NAV to NAV calculations with income reinvestments done on the ex-div date. Performance is calculated for the portfolio and the individual investor performance may differ as a result of initial fees, actual investment date, date of reinvestment and dividend withholding tax. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. Collective investments are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses such as audit fees, brokerage and service fees. Forward pricing is used. All the portfolio options presented are approved collective investment schemes in terms of Collective Investment Schemes Control Act, No 45 of 2002 ("CISCA"). The fund may from time to time invest in foreign countries and therefore it may have risks regarding liquidity, the repatriation of funds, political and macroeconomic situations, foreign exchange, tax, settlement, and the availability of information. The Manager has the right to close any portfolios to new investors to manage them more efficiently in accordance with their mandates. A copy of the Minimum Disclosure Document (MDD) is available on our website: www.sygnia.co.za