



# Mazi Asset Management Prime Africa Equity Fund A

31 December 2021

## Fund Objective

The Mazi Asset Management Prime Africa Equity Fund is a Regional general equity portfolio that seeks to sustain high long-term capital growth.

## Risk Profile\*

Low	Low - Medium	Medium	Medium - High	High
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*Portfolios in this category are tilted towards a higher equity exposure (both local and international) which could be tantamount to greater fluctuations (volatility) in short-term performances. While statistical analyses of markets' returns indicate that investments in equities (company shares) offer the highest expected returns in the longer-term, it also comes with the highest risk of short-term capital losses. Most investment returns from these portfolios are of a capital (rather than income) nature.*

## General Fund Information

Classification	Regional Equity - General - Africa
Benchmark	MSCI EFM Ex ZA
Fund Inception Date	2017/07/07
Domicile	South Africa
Base Currency	Rand
Fund Size	R 1 574 600 567
Fund Size Date	2021/12/31
JSE Code	MCAFCA
ISIN Number	ZAE000208674
NAV Price (Month-End)	R 1,04
Income Distribution	Semi-Annually
Distribution Payment	3rd working day of March / September
Valuation Time (daily)	10:00
Transaction Cut-off (daily)	14:00
Regulation 28 Compliant	No
Issue Date	31 December 2021

## Distributions

Last Distribution Date	09/2021	03/2021	09/2020
Last Distribution (Rand per unit)	0,024	0,003	0,033

## Fund Universe

The portfolio may invest in listed and unlisted equity securities, preference shares, property securities, listed and unlisted financial instruments and assets in liquid form. The portfolio's equity exposure shall always exceed 80%. The portfolio shall give investors at least 80% exposure to assets in Africa Ex South Africa.

## Investment Strategy

The portfolio may also include participatory interests or any other form of participation in portfolios of collective investment schemes or other similar collective investment schemes as the Act may allow from time to time. Where the aforementioned schemes are operated in territories other than South Africa, participatory interests or any other form of participation in portfolios of these schemes will be included in the portfolio only where the regulatory environment is to the satisfaction of the manager and trustee of a sufficient standard to provide investor protection at least equivalent to that of South Africa.

## Who should be investing

The Fund is suitable for investors who:

- Seek specialist Africa (excluding South Africa) equity exposure as part of their overall investment strategy;
- Believe long term equity exposure adds value;
- Understand the nature of equity exposure in that there is a risk of market fluctuations

## Fee Structure

Total Expense Ratio (TER)	1,26%
Transaction Costs (TC)	0,92%
Administration Fee	N/A
Investment Management Fee	1,15%
Initial Fee	3,45%
Total Investment Charges (TIC)	2,18%

*All fees are annualised and including VAT where applicable.*

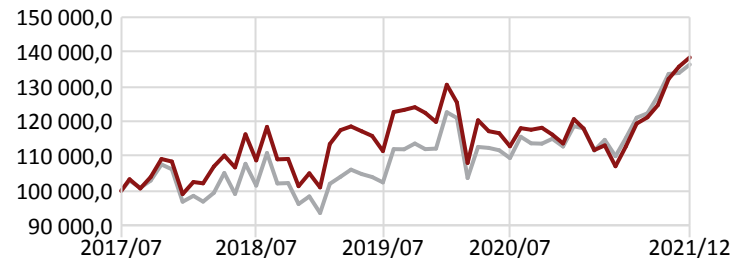
## NAV Values

	12/2021	11/2021	10/2021
Fund NAV*	1 574 600 566	1 543 039 821	1 500 217 379

*\*Fund size/NAV as at relevant month-end date.*

## Growth of a R 100 000 investment\*

Time period: 2017/07/07 to 2021/12/31



■ Mazi Asset Management Prime Africa Equity Fund A	138 419,7
■ MSCI EFM Ex ZA	136 383,7

\*Performance History: Based on an initial investment of R 100 000.

## Return Statistics

	Portfolio	Benchmark
YTD	21,78%	20,93%
1 Month	1,96%	1,82%
3 Months	11,02%	7,17%
6 Months	22,69%	18,35%
1 Year	21,78%	20,93%
3 Years	9,62%	11,49%
5 Years	N/A	N/A
Since Inception	7,52%	7,16%

\*Returns are net of fees reflecting the total monthly return.

## Top Portfolio Holdings

Portfolio Date: 2021/12/31

	Portfolio
Commercial International Bank (Egypt) SAE	17,07%
Safaricom PLC	8,59%
MTN Nigeria Communications PLC Ordinary Shares	7,00%
Guaranty Trust Holding Co PLC	6,10%
Maroc Telecom SA	5,13%
Zenith Bank PLC	5,05%
MCB Group Ltd	4,94%
Equity Group Holdings Ltd	4,02%
Egyptian Kuwaiti Holding	3,87%
Kenya Comm Bk	3,63%

## Risk Statistics

	Portfolio	Benchmark
Standard Deviation	14,20%	12,44%
Sortino Ratio	2,25%	2,46%
Max Drawdown	-11,25%	-7,28%
Up Period Percent	99,28%	N/A
Sharpe Ratio	1,29%	1,40%
Max 1 Month Return	6,16%	5,19%
Min 1 Month Return	-5,32%	-5,37%

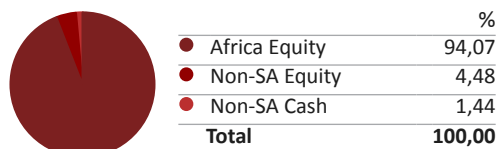
## Monthly Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2021	6,16%	-2,24%	-5,25%	1,20%	-5,32%	5,35%	5,81%	1,51%	2,89%	6,05%	2,68%	1,96%	21,78%
2020	8,93%	-3,88%	-13,90%	11,36%	-2,62%	-0,49%	-3,23%	4,62%	-0,38%	0,48%	-1,67%	-2,19%	-5,17%
2019	-3,86%	12,35%	3,53%	0,90%	-1,18%	-1,14%	-3,75%	10,08%	0,49%	0,63%	-1,31%	-2,13%	14,07%
2018	3,51%	-0,37%	4,74%	2,94%	-3,09%	8,92%	-6,45%	8,87%	-7,89%	0,10%	-7,17%	3,66%	6,04%
2017	-	-	-	-	-	-	-	-2,57%	3,26%	4,99%	-0,67%	-8,64%	-

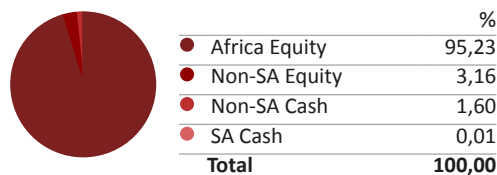
Past performance is not a reliable indicator of future results. The portfolio's share prices fluctuate and are not guaranteed. Returns may decrease or increase as a result of currency fluctuations. When making an investment in the portfolio, an investor's capital is at risk. See disclaimer and disclosures for important information regarding this Minimum Disclosure Document. Mandate Compliance: The portfolio remains within the reporting framework as at the date of this report

## Asset Allocation

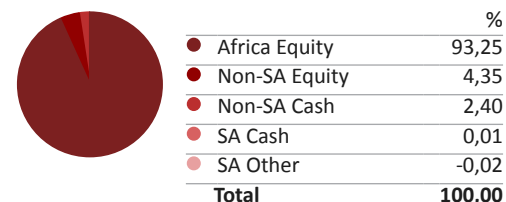
Portfolio Date: 2021/12/31



Portfolio Date: 2021/11/30



Portfolio Date: 2021/10/31




## Prime Collective Investment Schemes Management Company (RF) (Pty) Ltd

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## Portfolio Contact Details


### Fund Manager

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### Trustee

FirstRand Bank Limited

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### Administrator

Global Independent Administrators

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## Glossary of Terms

**Standard Deviation** is a statistical measure of the dispersion of returns for a given security or market index.

**Sortino Ratio** measures the risk-adjusted return of an investment asset, portfolio, or strategy. It is a modification of the Sharpe ratio but penalizes only those returns falling below a user-specified target or required rate of return, while the Sharpe ratio penalizes both upside and downside volatility equally.

**Sharpe Ratio** is a measure for calculating risk-adjusted return. It is the average return earned in excess of the risk-free rate per unit of total risk.

**Max Drawdown** is the maximum loss from a peak to a trough of a portfolio, before a new peak is attained. Max drawdown is an indicator of downside risk over a specified time period.

**Total Investment Charge (TIC)** is the sum of the Total Expense Ratio (TER) and the Transaction Costs (TC).

**Total Expense Ratio (TER)** is the global standard used to measure the impact that the deduction of management and operating costs has on a fund's value. It gives you an indication of the effects these costs have on the future growth of your investment portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. Also, the current TER may not necessarily be an accurate indication of future TERs.

**Transaction Costs (TC)** is 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, the investment decisions of the investment manager and the TER. Calculations are based on actual data where possible and best estimates where actual data is not available.

## Quarterly Commentary

### Market Commentary

All major African markets generated positive local currency returns in 2021. Morocco was the clear outperformer, ending the year up 18%. Egypt and Kenya managed gains of 10.2% and 9.4% respectively, while Nigeria ended the year up 6%.

All major African currencies gave up some ground against the dollar in 2021, with Egypt being notable exception. The Egyptian pound was broadly flat, gaining 15 basis points against the US dollar. The Moroccan Dirham and Kenyan shilling gave up 3.7% and 3.5% against the dollar respectively. The Nigerian Naira was the worst performer, giving up 6.3% for the year.

Countries have adapted to the new operating conditions, and we are seeing fewer countries opting for hard lockdowns. Despite the arrival of new variants of the virus, the impact of the virus on activity appears to be declining as economies have adjusted to the new working arrangements under the pandemic. Despite the slow rollout of vaccines across the continent, economies are re-opening, and we are hopeful that the worst of the pandemic is behind us

### Portfolio Positioning

The fund remains overweight Egypt, Kenya, and Nigeria while Morocco is the key underweight. The Egyptian market remains undervalued, while the underlying economy and companies continue to perform well. We continue the overweight position in Kenya, driven by expected strong economic growth. The Moroccan market is likely to see some pressure as interest rates rise, and lofty equity valuations decline.

The Mazi Africa Fund generated a gross Rand return of 11.4% during the third quarter of 2021 compared to the benchmark return of 7.0%, outperforming the benchmark by 4.4%. The outperformance can be attributed to the overweight positions in Commercial International Bank, Airtel Africa, and FBN Holdings. Our general underweight in Moroccan equities was the main detractor to performance along with Abou Kir, Telecom Egypt and MTN Ghana.

## Disclaimer

"The co-named funds (as defined in BN 778 of 2011) are registered under the Prime Collective Investment Scheme, managed by Prime Collective Investment Schemes Management Company (RF) (Pty) Ltd ("the manager") (Registration No. 2005/017098/07), a registered Collective Investment Schemes Management Company in terms of the Collective Investment Schemes Control Act 45 of 2002, supervised by the Financial Sector Conduct Authority ('FSCA'). The manager takes full responsibility for the co-named portfolio, regardless of any co-naming arrangements. Mazi Asset Management (Pty) Ltd (FSP No: 46405) is the FSCA approved and appointed investment manager of the co-named CIS funds situated on the North Wing, 4th Floor, 90 Rivonia Road, Sandton and is authorised as a Financial Services Provider. Collective Investment Schemes ("CIS") in securities are generally medium to long term investments. The value of participatory interests or the investment may go down as well as up and past performance is not necessarily a guide to future performance. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. All CIS are traded at ruling prices and can engage in borrowing and scrip lending. The manager reserves the right to close and reopen the portfolio to new investors from time to time in order to manage them more efficiently and in accordance with its mandate. A schedule of fees and charges and maximum commissions is available on request from the manager. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Investment performance is calculated for the portfolio and is for illustrative purposes only. The investment performance may differ for each investor as it is calculated by taking into account the initial fees, the actual investment date, the date of reinvestment of income and dividend withholding tax and all ongoing fees. Dealing prices are calculated on a net asset value and auditor's fees, bank charges and trustee fees are levied against the portfolios. Lump sum investment performances are quoted. Income distributions are in the calculations. Income is reinvested on the reinvestment date. The reinvestment of income is calculated on the actual amount distributed per participatory interest by using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. Performance numbers and graphs are sourced from Morningstar. NAV to NAV figures have been used. Risk profile of the fund ranges from low risk to high risk with a low risk potentially associated with lower rewards and a high risk with potentially higher rewards. Foreign securities may be included in the portfolio from time to time and as such may result in the following risks: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks and potential limitations on the availability of market information. A Money market portfolio is not a bank deposit account. The value of participatory interests may go down as well as up. The manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The total return to the investor is made up of interest received and any gain or loss made on any particular instrument. This will have the effect of increasing or decreasing the daily yield but in case of abnormal losses it can have the effect of reducing the capital value of the portfolio. The purpose of the money market yield is to indicate to investors a compounded annual return for all money market portfolios on a comparable basis. The yield calculation is not used for income distribution purposes. A forward-looking yield is used. This means that the last seven days' yield (less the service charges, including VAT) is taken and is annualised for the next 12-month period, assuming the income returns are reinvested. Yields for money market funds are published daily. The daily cut off time is 14:00 for trades and the valuation point is 17:00. Prices are published on Finswitch by 10:00 daily and are also available on request from the manager. This is a Minimum Disclosure Document and a general investor report and should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice. Investors can also obtain additional information on the managers' website and all price related queries or information is readily available on request"