

CARTESIAN BCI MONEY MARKET UNIT TRUST

Minimum Disclosure Document: November 2016

Fund Information:

Fund manager: Anthea Gardner (click here for bio).
ASISA category: SA Interest Bearing- Money Market
Inception date: 11 February 2015
Benchmark: SteFI Call Deposit rate
Income distribution: Monthly
Minimum investment: R25 000 lump sum or R1 000 monthly debit order
Recommended min. investment period: 6 months
Liquidity: 48 hours
JSE code: CABFA
ISIN number: ZAE000199840
Annual management fee (excl. VAT): 0.25%
Valuation time: 15:00
Transaction time: 11:30
Fund size: R55m
Fund performance (since inception—cumulative): 12.13%
Fund performance (since inception—annualised): 6.57%
Bnchmrk performance (since inception—cumulative): 11.68%
Bnchmrk performance (since inception—annualised): 6.33%
Total Expense Ratio (TER): 0.52%
Date of issue: 12 th November 2016

Risk disclosure:

Low	Low-Med	Medium	Medium-High	High
-----	---------	--------	-------------	------

Low Risk

- Generally low risk portfolios have minimal equity exposure or no equity exposure, resulting in far less volatility than a more aggressive mandated portfolio and in turn the probability of capital loss (permanent/temporary) is less likely.
- However, expected potential long term investment returns could be lower over the medium to long term.

Medium Risk

- These portfolio's generally hold more equity exposure than low risk portfolio's but less than high risk portfolios
- In turn the expected volatility is higher than low risk portfolios, but less than high risk portfolios
- The probability of losses are higher than that of the low risk portfolios, but less than high risk portfolios
- Expected potential long term investment returns could therefore be lower than high risk portfolios due to lower equity exposure, but higher than low risk portfolios.

High Risk

- Generally these portfolio's hold more equity exposure than any other risk profiled portfolios therefore tend to carry higher volatility.
- Expected potential long term returns could be higher than other risk profiles, in turn potential losses of capital could be higher.

Investment Objective:

The Cartesian BCI Money Market Fund is a local money market portfolio. The investment objective is to provide a medium whereby investors can obtain undivided participation in a diversified portfolio of money market instruments and assets in liquid form.

Investment Policy:

The primary performance objective of the portfolio is to obtain as high a level of current income as is consistent with preservation and liquidity. Capital gains will be of an incidental nature. The portfolio will be managed in compliance with prudential guidelines for retirements in South Africa to the extent allowed by the Act.

Commentary:

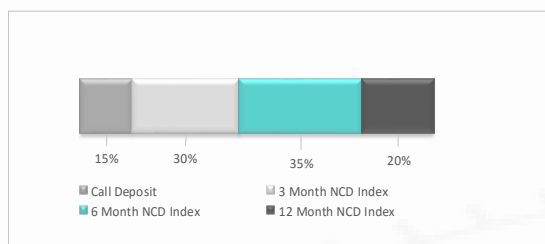
Developed equity markets were, for the most part, strong in November with US markets especially accelerating their rally following the US Presidential election and the surprise win of Republican, Donald Trump. What seemed to be driving these advances has been the confluence of Trump's (intended) policies (i.e. more business-friendly, including significant corporate tax cuts, higher spending on infrastructure and financial and environmental deregulation), which are seen as supportive of rising inflation and/or economic growth, hence sharply rising US treasury yields, and a strong dollar, which has in turn driven a massive rotation out of emerging markets (EM) into developed markets (DM) stocks and specifically US shares. Concurrently, there has also been a rotation from tech counters (high PE, high growth) into "old industrial economy" stocks and financials (which are benefiting from the rising yields).

The **FTSE 100 Index** ended November 2.5% down, while **Germany's DAX** retreated 0.2% MoM and the **French CAC** closed 1.5% higher MoM. **China's Shanghai Composite Index** climbed 4.8% MoM, while the **Hang Seng** ended November 0.6% down. The official gauge of China's factory activity was up for a second month straight in November, adding to signs of firmness in the economy. In Japan, the **Nikkei 225 Index** reached a 10-month high in November as the Japanese yen fell to an eight-month low against the US dollar. The index closed the month 5.2% higher.

On the **JSE**, it was a mixed bag in November with the FTSE JSE All Share Index losing 0.8% MoM (-1.0% YTD), while resource shares showed a turnaround after October's dismal performance and the Resi-10 posted a 6.9% MoM rise (+31.3% YTD). The Indi-25, which includes a number of dual-listed UK shares and other rand hedges, was down for the third month running, losing 4.4% MoM (YTD the index is now 12.0% in the red). After retreating 1.8% MoM in October, the Fini-15 rebounded to end November 1.2% higher (the index is still down 4.0% YTD).

In terms of commodities, **oil**, which has been in a slump on the back of the high levels of supply in the market, spiked after the cartel on Wednesday surprised the market by reaching an agreement to cut oil production (by c. 1.2mn bbls) for the first time in 8 years. This saw the price of Brent crude jumping above \$52/bbl yesterday. MoM, the oil price is up 4.5%. **Gold**, however, had another difficult month in November losing 7.8% MoM, impacted by rising expectations for a US rate hike when the Fed meets in December and the strong dollar. YTD, the yellow metal is still up 10.6% .

STeFI Breakdown



STeFI Annual Returns													
2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
10.2%	11.6%	12.3%	8.0%	7.1%	7.4%	9.4%	11.7%	9.1%	6.9%	5.7%	5.5%	5.2%	5.9%

Fund and Benchmark Returns

2015 Returns					2016 Returns				
STeFI			Fund		STeFI			Fund	
Month	Monthly	Since Inception Cumulative	Monthly	Since Inception Cumulative	Month	Monthly	YTD	Monthly	YTD
Mar-15	0.46%	0.46%	0.44%	0.44%	Jan-16	0.50%	0.50%	0.50%	0.50%
Apr-15	0.45%	0.91%	0.43%	0.87%	Feb-16	0.48%	0.98%	0.50%	1.00%
May-15	0.42%	1.33%	0.45%	1.32%	Mar-16	0.54%	1.52%	0.54%	1.54%
Jun-15	0.48%	1.81%	0.51%	1.83%	Apr-16	0.54%	2.06%	0.55%	2.09%
Jul-15	0.46%	2.27%	0.50%	2.33%	May-16	0.56%	2.62%	0.59%	2.68%
Aug-15	0.47%	2.74%	0.50%	2.83%	Jun-16	0.54%	3.16%	0.59%	3.27%
Sep-15	0.46%	3.20%	0.48%	3.31%	Jul-16	0.50%	3.66%	0.61%	3.88%
Oct-15	0.46%	3.66%	0.60%	3.91%	Aug-16	0.56%	4.22%	0.75%	4.63%
Nov-15	0.48%	4.14%	0.52%	4.43%	Sep-16	0.55%	4.77%	0.59%	5.22%
Dec-15	0.50%	4.64%	0.48%	4.91%	Oct-16	0.57%	5.34%	0.62%	5.84%
					Nov-16	0.56%	5.90%	0.57%	6.41%

Benchmark:

The Alexander Forbes STEFI index will approximate the performance of money market instruments in the market. The index is calculated daily, invests only in Call Deposits and NCD instruments maturing in three different categories (3,6 and 12 month) and all instruments are held to maturity. Weightings will be monitored and changes will be made according to market conditions by a committee consisting of representatives of Alexander Forbes Asset Consultants and market participants. Base date: 1 October 2000.

Regulation:

The portfolio will be managed in compliance with prudential guidelines for retirements in South Africa to the extent allowed by the Act.

Information and Disclosures:

Investment Manager:

Anthea Gardner
FSB number: 45318

Additional Information:

Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website www.bcis.co.za. Valuation takes place daily and prices can be viewed on our website (www.bcis.co.za) or in the daily newspaper. Actual annual performance figures are available to existing investors on request. Upon request the Manager will provide the investor with portfolio quarterly investment holdings reports

Management Company Information:

Boutique Collective Investments (RF) (Pty) Limited.
Catnia Building, Bella Rosa Village,
Bella Rosa Street, Bellville 7530
Tel: 021 007 1500/1/2 | 021 914 1880 + Fax: 086 502 5319
+ Email: clientservices@bcis.co.za + www.bcis.co.za

Custodian / Trustee Information:

The Standard Bank of South Africa Limited
Tel: 021 441 4100

Total Expense Ratio Disclaimer:

The Total Expense Ratio has been calculated using data from 11 February 2015 until 30 September 2016. The TER is disclosed as percentage of the average Net Asset Value of the portfolio that were incurred as charges, levies and fees related to the management of the portfolio and underlying portfolios. The TER is calculated quarterly but may additionally be re-calculated with effect from any significant portfolio restructurings and/or fee changes occurring.

Financial Product			
Period (annualised)	11th February 2015	to	30 September 2016
Class	Total Expense Ratio (TER)	Transaction Cost (TC)	Total Investment Charges (TER + TC)
	0.52%	0.00%	0.52%
	of the value of the Financial Product was incurred as expenses relating to the administration of the Financial Product	of the value of the Financial Product was incurred as costs relating to the buying and selling of the assets underlying the Financial Product	of the value of the Financial Product was incurred as costs relating to the investment of the Financial Product

A higher TER ratio 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 TER's.

FAIS Conflict of Interest Disclosure

Please note that your financial advisor may be a related party to the conaming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instance portfolios invest in other portfolios which forms part of the BCI Schemes. These investments will be detailed in this document, as applicable.

Disclaimer:

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 past performance is not necessarily a guide to the future. The Manager does not guarantee the capital or the return of a portfolio. 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 on request from Boutique Collective Investments (RF) Pty Ltd. Additional information, including application forms and annual or quarterly reports can be obtained from the Manager, free of charge. Boutique Collective Investments (RF) Pty Ltd is a registered Manager of the Boutique Collective Investments Scheme, approved in terms of the Collective Investments Schemes Control Act, No 45 of 2002 and a full member of the Association for Savings and Investment SA.

A money market portfolio is not a bank deposit account. The price is targeted at a constant value. The total return to the investor is made up of interest received and any gain or loss made on any particular instrument. In most cases the return will merely have the effect of increasing or decreasing the daily yield, but that in the case of abnormal losses it can have the effect of reducing the capital value of the portfolio. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressures and in such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. The yield is calculated using an annualised seven day rolling average.

Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, Boutique Collective Investments (RF) (Pty) Limited does not accept any responsibility for any claim, damages, loss or expense, however it arises, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document 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 before investing with or in any of Boutique Collective Investments (RF) Pty Limited's product.

Effective Annual Cost ("EAC"):

Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at www.bcis.co.za