

## Minimum Disclosure Document-30 April 2018

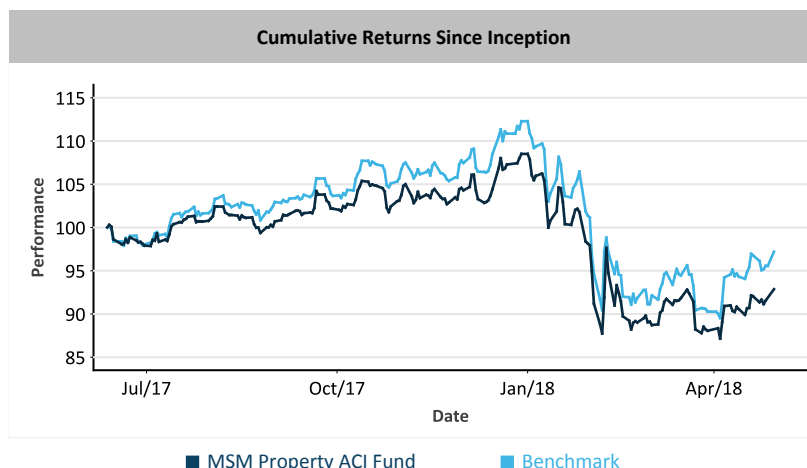
### MSM PROPERTY ACI FUND B2

Investment summary: The fund invests in listed property equities on the JSE where the portfolio manager, in line with the portfolio's objective, acquires the equities at fair market value.

#### Investment Objective:

The fund is an actively managed fund that has a total return whose objective is to grow income stream that can translate into capital growth in a medium to longer-term investment horizon.

|                                       |  |
|---------------------------------------|--|
| <b>Fund Manager</b>                   | <b>Musi Skosana</b>  |
| <b>Fund Inception</b>                 | <b>1 June 2017</b>   |
| <b>Fund Size</b>                      | <b>47,613,575.56</b>   |
| <b>Fund Category</b>                  | <b>South African Real Estate General</b>   |
| <b>Fund Benchmark</b>                 | <b>FTSE/JSE SA Listed Property Index (SAPY) J253T</b>  |
| <b>Management Company</b>             | <b>Africa Collective Investments (RF) (PTY) Ltd</b>  |
| <b>Fund Trustees</b>                  | <b>Nedbank Investor Services</b>   |
| <b>Fund Auditors</b>                  | <b>KPMG</b>  |
| <b>Fund Risk Profile</b>              | <b>High</b>  |
| <b>Minimum Lump Sum</b>               | <b>R2000</b>   |
| <b>Minimum Monthly Deposit</b>        | <b>R300</b>  |
| <b>Initial Fee</b>                    | <b>None</b>  |
| <b>Annual Management Fee Class B2</b> | <b>1.15% (Incl. VAT)</b>   |
| <b>Performance Fee</b>                | <b>None</b>  |
| <b>Total Expense Ratio</b>            | TER 0% (Incl. VAT)<br>TC 0% (Incl. VAT)<br>TIC 0% (Incl. VAT)<br><small>*Please note the Total Expense Ratio and Transaction Costs cannot be determined accurately because of the short life span of the Financial Product and the funds TER will be available after one year.</small> |
| <b>Income Distributions</b>           | Annually, last business day of March<br>March 2018: c per unit   |
| <b>Contact Details</b>                | MSM Property Fund (Pty) Ltd<br>1st Floor, 3 Exchange Square,<br>87 Maude Street, Sandon<br>2196, Johannesburg, South Africa  |
| <b>Telephone</b>                      | <b>+2711 326 8214</b>  |
| <b>Website</b>                        | <b>www.msmpropertyfund.com</b>   |
| <b>email</b>                          | <b>contact@msmpropertyfund.com</b>   |



**Fund Performance Class B2 (Gross of Fees)**

| Year | Jan    | Feb    | Mar    | Apr   | May | Jun    | Jul   | Aug    | Sep   | Oct   | Nov   | Dec   |
|------|--------|--------|--------|-------|-----|--------|-------|--------|-------|-------|-------|-------|
| 2017 |        |        |        |       |     | -2.10% | 2.93% | -0.66% | 2.06% | 0.91% | 1.42% | 3.76% |
| 2018 | -9.75% | -9.07% | -1.10% | 5.45% |     | -1.96% | 3.70% | 0.76%  | 1.19% | 1.99% | 1.92% | 4.21% |

| Return Period             | Fund   | Benchmark | Sector Allocation |        |
|---------------------------|--------|-----------|-------------------|--------|
| Since Inception           | -7.13% | -2.79%    | Retail            | 86.67% |
| 12 Months                 |        |           | Office            | 9.97%  |
| 3 years Annualised Return |        |           | Industrial        | 3.36%  |

**Fund Allocation**

| Asset Allocation              |        | TOP 5 HOLDINGS              |  | Weight                      |
|-------------------------------|--------|-----------------------------|--|-----------------------------|
| REIT                          | 68.53% | Growthpoint Properties Ltd  |  | Growthpoint Properties Ltd  |
| Real Estate Operating Company | 20.09% | Redefine Properties Limited |  | Redefine Properties Limited |
| Diversified REIT              | 6.05%  | Nepi Rockcastle PLC         |  | Nepi Rockcastle PLC         |
| Real Estate Development       | 5.33%  | Hyprop Investments Ltd      |  | Hyprop Investments Ltd      |
|                               |        | Vukile Property Fund Ltd    |  | Vukile Property Fund Ltd    |

#### Monthly Commentary

On a total return basis in Q1 2018, the listed property sector returned -19.6% underperforming local equities (-6%), cash (1.8%) and local bonds (8.1%). The performance of the sector, over the quarter was negatively impacted by the collapse of the share prices of the Resilient group of companies following allegations of misconduct by management. Positive developments for the sector over the quarter include Moody's announcement to keep South Africa's sovereign debt at investment grade as well as the strengthening of the Rand. We expect the sector to continue to recover in the second quarter. We paid our first distribution to our unit holders of which the majority opted to pay back into the fund as a re-investment.

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### Disclaimer

Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER 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. During the phase in period TER's do not include information gathered over a full year. Transaction Costs (TC) is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are 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, investment decisions of the investment manager and the TER.

The Manager retains full legal responsibility for any third-party-named portfolio. Where foreign securities are included in a portfolio there may be 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. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by Africa Collective Investments by or before 13:00 (SA), to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut off time Africa Collective Investments shall not be obliged to transact at the net asset value price as agreed to. Money market Funds are priced at 1pm all other Funds are priced at either 3pm or 5pm depending on the nature of the Fund. Prices are published daily and are available on the Africa Collective Investments website.

Performance has been calculated using net NAV to NAV numbers with income reinvested. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request.

For any additional information such as fund prices, brochures and application forms please go to [www.msmpropertyfund.com](http://www.msmpropertyfund.com).

### Risk Guidance

**High:** Generally these portfolios hold more equity exposure than any other risk profiled portfolios, therefore tend to carry more volatility. Expected potential long term returns could be higher than other risk profiles, in turn potential loss of capital could be higher.

### Glossary Summary

**Annualised performance:** Annualised performance show longer term performance rescaled to a 1 year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

**Highest & Lowest return:** The highest and lowest returns for any 1 year over the period since inception have been shown.

**NAV:** The net asset value represents the assets of a Fund less its liabilities.

### Contact Details

**Management Company:** Africa Collective Investments (RF) (Pty) Ltd, Registration number: 2015/291620/07 Physical address: 54 on Bath, 1st Floor, 54 Bath Avenue, Rosebank, 2196 Postal address: PO Box 522417, Saxonwold, 2132. Telephone number: 011 880 4710 E-mail address: [info@africaci.com](mailto:info@africaci.com).

**Trustee:** Nedbank Investor Services Physical address: 2 nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709 Telephone number: +27 11 534 6557

**Website:** [www.nedbank.co.za](http://www.nedbank.co.za) The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002).

**Investment Manager:** MSM Property Fund (Pty) Ltd, Registration number: 2012/126574/07 is an authorised Financial Services Provider (FSP 49535) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (NO.37 of 2002). Please be advised that there may be representatives acting under supervision.

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**Telephone number:** +2711 362 8214 **Website:** [www.msmpropertyfund.com](http://www.msmpropertyfund.com)

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