

Investment Objective

The objective of this portfolio is to provide investors with income and long-term capital growth from a portfolio that maintains a low risk profile, whilst aiming to preserve capital over time. To aim to provide a level of capital protection, the portfolio will be limited to a maximum of 40% equity exposure of the portfolio's net asset value. The composition of the portfolio shall reflect the investment structure of a retirement fund with a cautious risk profile and will comply with Regulation 28 of the Pension Funds Act.

The Fund may from time to time invest in listed and unlisted derivatives, in order to achieve the Fund's investment objective.

Investment Commentary

After having enjoyed strong performances across markets for the first four months of the year, Trump's trade war rhetoric once again had a sharply negative impact on global markets in May. This began early in the month, with Trump increasing tariffs on imports from China into the US, and also by attacking Huawei. He finished the month by shifting his attention to Mexico, threatening incremental tariffs against them to bully them into dealing with US immigration situation from their side of the border. The result was a global pullback that erased more than April's strong gains, despite positive year-to-date returns.

The S&P 500 and MSCI ACWI were down 6.4% and 5.9%, for May, but are up 10.7% and 9.4% in USD, respectively, year-to-date, despite the May pull back.

Back home, the ALSI not only had to contend with the impact of investors fleeing from emerging markets to safe-haven assets, but also suffered from adverse local political and economic developments, thus falling by 4.8% in May. This Index is however is up 5.9% year-to-date.

As we have mentioned previously, while there have been positive developments in the factors that are impacting sentiment globally, such as the concerns around the Fed raising rates having reversed to optimism regarding likely rate cuts, other uncertainties remain and are causing short-term volatility; while Brexit continues to tumble along as the UK considers the thought of Boris Johnson as a successor to Theresa May, Trump, and his approach to negotiating, remains the far greatest cause for uncertainty.

Locally, we continue to be concerned around the structural issues that are preventing a recovery in economic activity, especially given the very brazen and public undermining of the President, and its medium and long-term impact on the rand and business confidence. We are thus maintaining our positioning of being overweight offshore, with no exposure to long-term SA bonds, and a bias towards index exposure as opposed to SA Inc counters.

The local Dynasty Preserver Fund was not able to escape May's sharp downturn but remains well ahead of its benchmark. The Fund fell by 1.5% in May and the one, three, and five-year performances of the Fund have been, 8.3%, 5.3%, and 6.1%, respectively. The fund continues to be ranked well inside the top quartile of its sector over the last year on the Morningstar rankings.

Portfolio Detail

Underlying Holdings	%	Underlying Holdings	%
SA Equity Index Swaps	10.96%	Investec Diversified Income Fund	17.80%
SA Property Index Swaps	4.19%	Prescient Stable Income Fund	17.82%
Ci Equity Fund	0.56%	Investec Global Franchise Fund	10.13%
Ci Engineered Equity Core Fund	1.07%	GinsGlobal Global Equity Index Fund	9.22%
Satrix ALSI Index Fund	4.10%	Sarasin IE Real Estate Fund	2.45%
Coronation Top 20 Fund	3.26%	GinsGlobal Global Bond Index Fund	4.08%
Ci Property Fund	2.01%	USD Cash	4.04%
Ci Diversified Income	5.10%	Cash	3.21%

Performance

Annualised Returns	1 year	3 years	5 years	Since Inception
Dynasty Ci Wealth Preserver	8.27%	5.29%	6.10%	8.96%
Composite Benchmark	6.73%	5.47%	7.27%	9.28%
CPI + 3%	7.40%	7.75%	7.99%	8.36%
South African MA Low Equity Median	5.31%	4.32%	5.85%	7.89%
Lowest 1 year rolling return	0.84%	0.84%	0.84%	0.84%
Highest 1 year rolling return	10.27%	11.86%	16.19%	19.88%

Portfolio Manager

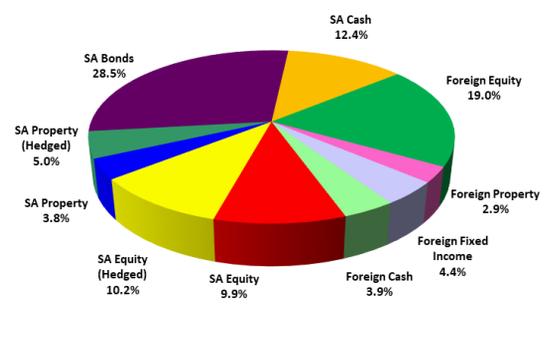
Dynasty is an investment management operation which specialises in portfolio construction and multi-managed portfolios. The Dynasty Investment Committee is comprised of a number of investment specialists each having an excess of 25 years' experience in the financial services industry.

In order to enhance Dynasty's investment process Dynasty has appointed Analytics Consulting to consult to the Dynasty Investment Committee on an advisory basis. Analytics Consulting is one of the leading investment consulting operations in South Africa.

Information Disclosure

ASISA Classification	South African - Multi Asset - Low Equity
Risk Profile	Low
Benchmark	Composite asset allocation benchmark: 25% equity; 8% listed property; 25% bonds; 24.5% cash; 17.5% offshore
Equity Exposure	The Fund will have equity exposure of between 0% and 40% at all times.
Foreign Exposure	Up to 30% of the assets may be invested offshore and an additional 10% invested in Africa, ex RSA
Launch Date	1 October 2010
Fund Size	R 584 million
Initial Fee	Class A2, Class B2: 0%
Initial Advisory Fee (Incl VAT)	Maximum 3.45%
Annual Service Fee (Incl VAT)	Class A2: 0.805% Class B2: 0.748%
Annual Advisory Fee (Incl VAT)	Maximum 1.15%
Total Expense Ratio (Incl VAT)	Class A2: 1.18%, Class B2: 1.12%
Transaction Cost (Incl VAT)	Class A2: 0.08%, Class B2: 0.08%
Total Investment Charge (Incl VAT)	Class A2: 1.26%, Class B2: 1.2%
Calculation Period	1 April 2016 to 31 March 2019
Income Declaration Dates	31 March, 30 June, 30 September & 31 December
Previous 12 months Distributions (cents per unit)	31/03/2019: 10.36 (A2), 7.42 (B2) 31/12/2018: 14.19 (A2), 10.11 (B2) 30/09/2018: 17.38 (A2), 12.35 (B2) 30/06/2018: 10.40 (A2), 7.44 (B2)
Income Reinvestment / Payout Dates	2nd working day in April, July, October and January
Transaction cut-off Time	14:00
Valuation time	17:00
Frequency of pricing	Our daily NAV prices are published on our website and in the national newspaper

Asset Allocation



This document is a Minimum Disclosure Document (MDD) which contains key information about this portfolio. This MDD will be updated on a monthly basis. Source: Figures quoted are from Morningstar, for the period ending May 2019 for a lump sum, using NAV-NAV prices with income distributions reinvested. CPI for all urban areas sourced from I-Net Bridge.

FAIS Conflict of Interest Disclosure

The annual fees for the A2 class include a fee up to 0.345% payable to Dynasty; a fee up to 0.230% payable to Ci Collective Investments; and a fee up to 0.230% payable to Analytics Consulting.

The annual fees for the B2 class include a fee up to 0.345% payable to Dynasty; a fee up to 0.173% payable to Ci Collective Investments; and a fee up to 0.230% payable to Analytics Consulting.

All fees stated are inclusive of VAT.

Please note that in most cases where the Financial Services Provider (FSP) is a related party to the portfolio manager, the FSP/distributor may earn additional fees other than those charged by the portfolio manager. It is the FSP's responsibility to disclose such additional fees to the investor.

Risk Reward profile: Low

Typically, the lower the risk, the lower the potential return and the higher the risk, the higher the potential return. There is no guarantee that returns will be higher when investing in a portfolio with a higher risk profile.

The risk profile for this portfolio is rated as low, as it may only invest up to 40% in equity securities, both locally and abroad.

Characteristics

This is a multi-asset low equity portfolio which means that it may invest in a spectrum of investments in the equity, bond, money, or property markets. This portfolio tends to display reduced short term volatility, aims for long term capital growth and can have a maximum effective equity exposure (including international equity) of 40% and a maximum effective property exposure (including international property) of 25% of the market value of the portfolio at all times.

This portfolio may, at the discretion of the portfolio manager, invest up to 30% of the assets outside of South Africa plus an additional 10% of the assets in Africa excluding South Africa.

Risks**Market Risk**

Equity markets are volatile and the price of equities fluctuate based on a number of factors such as changes in the economic climate, general movements in interest rates and the political and social environment which will also affect the value of the securities held in the unit trust, thereby affecting the overall value of the unit trust.

Currency Risk / Foreign Exchange Risk

This risk is associated with investments that are denominated in foreign currencies. When the foreign currencies fluctuate against the South African Rand, the investments face currency gains or losses.

Concentration Risk

Unit Trusts pool the assets of many investors and use the proceeds to buy a portfolio of securities. There are regulations in place which limit the amount that a unit trust may invest in securities, thereby spreading the risk across securities, asset classes and companies.

Liquidity Risk

This relates to the ability of the unit trust to trade out of a security held in the portfolio at or near to its fair value. This may impact on liquidity and in the case of foreign securities, the repatriation of funds.

Credit Risk

Credit risk arises where an issuer of a non-equity security or a swap is unable to make interest payments or to repay capital. The Fund may be exposed to credit risk on the counterparties in relation to instruments such as cash, bonds and swaps that are not traded on a recognised exchange. The possibility of the insolvency, bankruptcy or default of a counterparty with which the Fund trades such instruments, could result in losses to the Fund.

Total Return Swaps Risk

This portfolio may invest in total return swaps. Total return swaps are unlisted instruments issued by a bank to provide the return of a specific index. Therefore, the equity exposure in this portfolio is derived through the total return swap and not by physically holding the equities in the portfolio. The value of the instrument is directly linked to the performance of the basket of assets per the index and will fluctuate in line with the daily market movements.

Inflation Risk

The risk of potential loss in the purchasing power of your investment due to a general increase of consumer prices.

Political Risk

The risk that investment returns could suffer as a result of a country's political changes or instability in the country. Instability could come from changes in the country's government, policy makers or military.

Tax Risk

This risk relates to any change to tax laws or to the interpretation of existing tax laws which has an impact on the manner in which unit trusts are taxed.

Compliance Risk

This refers to the risk of not complying with the legislation, regulations, prescribed investment limits and internal policies and procedures by the manager or the portfolio manager.

This document is not intended to address the personal circumstances of any Financial Services Provider's (FSP's) client nor is it a risk analysis or examination of any client's financial needs. Collective Investment Schemes in Securities ("CIS") 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 future performance. CIS are traded at ruling prices and can engage in borrowing and scrip lending. Different classes of units apply to this portfolio and are subject to different fees and charges. A schedule of fees and charges is available on request from Ci. Ci does not provide any guarantee either with respect to the capital or the return of the portfolio. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. International Investments may include additional risks such as potential constraints on liquidity and repatriation of funds, macroeconomic risk, political risk, foreign exchange risk, tax risk, settlement risk as well as potential limitations on the availability of market information. The portfolio may be closed from time to time in order to manage it more efficiently in accordance with its mandate. The Dynasty portfolios are portfolios established and administered by Ci, and Dynasty Asset Management (Pty) Limited has been appointed to manage and market the portfolios. Dynasty is an indirect shareholder of Ci. As an indirect shareholder, Dynasty may earn dividends from time to time and participation in any dividends may be linked to the revenue generated by Ci from the Dynasty portfolios, and from any other Ci portfolios. Ci retains full legal responsibility for this co-named portfolio. Additional information on the portfolio may be obtained, free of charge, directly from Ci. Ci is an affiliate member of the Association for Savings & Investment SA (ASISA). Total Expense Ratio (TER): The above TER % has been annualised and indicates the percentage of the value of the portfolio which was incurred as expenses relating to the administration of the portfolio over the rolling 3 year period or since fund inception, on an annualised basis. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER's cannot be regarded as an indication of future TER's. Transaction Cost (TC): The above TC % has been annualised and indicates the percentage of the value of the portfolio which was incurred as costs relating to the buying and selling of the assets underlying the portfolio. Transaction Costs are a necessary cost in administering the portfolio and impacts portfolio 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 portfolio, investment decisions of the investment manager and the TER. Total Investment Charge is the TER plus TC which indicates the percentage of the value of the portfolio which was incurred as costs relating to the investment of the portfolio. Performance quoted is for lump sum investment with income distributions, prior to deduction of applicable taxes, included. NAV to NAV figures have been used. The annualised return is the return of the performance period re-scaled to a period of one year. Performance is calculated for the portfolio and individual investor performance may differ as a result of initial fees, actual investment date, date of reinvestment and dividend withholding tax.