



# 3 YEARS

## Disciplined Approach. Stable Returns.

### The Laurium Stable Prescient Fund celebrates its 3rd birthday on 1 December 2021

Laurium's first CIS Fund launched was the Laurium Flexible Prescient Fund on 1 February 2013. This fund has delivered excellent returns for investors over time, with a 12% return per year, after fees. This is 4% more per year than the SA equity market as measured by the Capped SWIX TR Index and at much lower volatility over the 8-year history (Source: Morningstar 31 October 2021).

Following the success of the Laurium Flexible Prescient Fund, Laurium launched a Multi-Asset High Equity fund in December 2015 (now called Amplify SCI Balanced Fund), which is ranked in the top decile since inception) and subsequently a Multi-Asset-Low-Equity Fund in December 2018, the Laurium Stable Prescient Fund.

The celebration of the Laurium Stable Prescient Fund 3rd birthday on 1 December is a significant milestone, as most investors typically look at three important things - people, process, and performance. From a performance perspective, three years seems to be the magic number as a ticket to play in the game for a fund. In our experience, financial advisors, discretionary fund managers and multi-managers will typically only allocate to funds which have at least a 3-year track

record. Some linked investment platforms (LISPs) will only consider your fund for shelf space or their buy lists once this magic milestone is reached. Companies that rate funds and do the calculations for the annual coveted awards in the industry often require a minimum track record of 3 years. This said, of course a 5 year or 10-year track is even better.

### About the Fund

The **Laurium Stable Prescient Fund** aims to achieve long-term capital growth with low correlation to equity markets through all cycles and has consistently beaten its benchmark of CPI +3% over time.

The fund is run relative to a strategic asset allocation or "base case" and the table below indicates the range exposures to the various asset classes that investors can expect to see depending on Laurium's macro view.

Asset Class	Low	Base Case	High
Equity	10%	34%	40%
Property	0%	8%	15%
Cash	10%	20%	50%
Bonds	15%	38%	50%

Asset Class	Low	Base Case	High
South Africa	65%	72%	100%
Africa (ex SA)	0%	0%	5%
International (ex Africa)	10%	28%	30%

Laurium's asset allocation process combines experience and rigour in a strategic disciplined approach with over 129 years of collective experience of members on the asset allocation committee.



## Asset Allocation Process - 129 Years Collective Experience



**MURRAY WINCKLER**  
Co-Founder  
Portfolio Manager  
32 years exp.



**GAVIN VORWERG**  
Co-Founder  
Portfolio Manager  
24 years exp.



**BRIAN THOMAS**  
Co-Portfolio Manager  
Retail Analyst  
21 years exp.



**ROB OELLERMANN**  
Global Equities  
Portfolio Manager  
27 years exp.



**MELANIE STOCKIGT**  
Fixed Income  
Portfolio Manager  
25 years exp.

Laurium has grown to R37bn in assets under management (as at Oct 2021) and combines 28 driven team players striving to generate returns in excess of client expectations across its suite of funds.

With the reduction of interest rates in 2020, the risk-free lunch is now off the table. Those seeking to

generate real returns from their investments (everyone) should consider switching some exposure slightly higher up the risk spectrum to the low-equity multi-asset class where a combination of smart asset allocation, fixed income, active equity selection, property and offshore exposure offer one the potential to meet their clients real return targets.

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. 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. 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. Laurium Capital has adhered to the policy objective in managing the fund.