

INVESTMENT OBJECTIVE

The primary objective of the Umnombo Balanced fund is to offer investors a high long term total return through a medium to high risk profile. The total Equities allocation will be managed between 60-75% of the total portfolio, while also making use of up to 2,5% hedge funds.

PORTFOLIO INFORMATION

Portfolio inception date	2021/03/01
Benchmark	Asisa SA Multi-Asset High Equity
Minimum investment amount	Platform dependant
Liquidity	Daily
Platform Availability	Momentum, Ninety One, Glacier, Allan Gray
Regulation 28 Compliant	Yes
Annual Management Fee (Incl. VAT)	0,35%

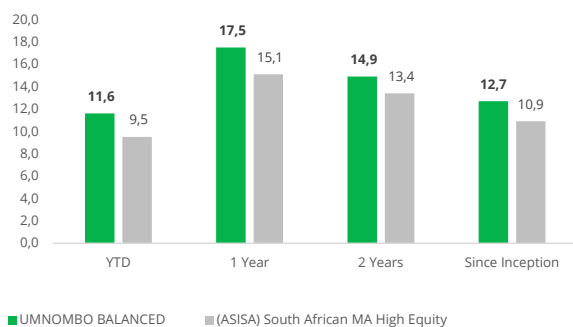
RISK PROFILE



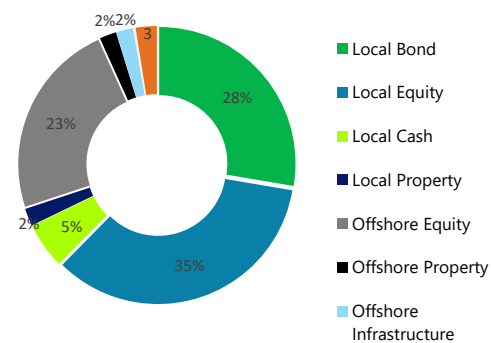
INVESTMENT HORIZON



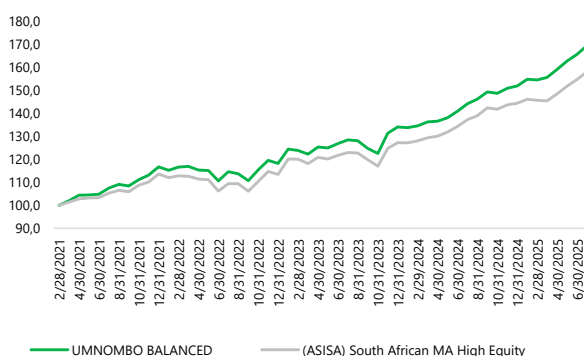
ANNUALISED RETURNS



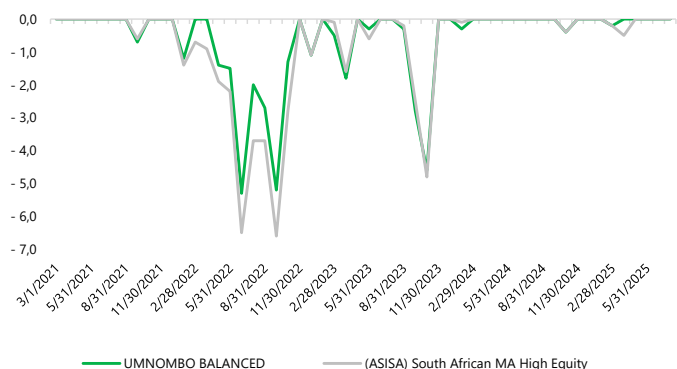
ASSET ALLOCATION



CUMULATIVE RETURNS



DOWNSIDE PROJECTIONS



RISK STATISTICS

Standard Deviation	6,92
Sharpe Ratio	0,82
Information Ratio	1,23
Tracking Error	1,29
Maximum Drawdown	-5,32

PORTFOLIO HOLDINGS

Satrix Balanced Index	40,0%
All Weather BCI Equity Fund	13,0%
Aluwani BCI Flexible Income	25,0%
Ninety One Global Franchise	12,5%
Camissa Equity Alpha	7,0%
AIP RCIS Multi-Strategy RIHF	2,5%

RISK DISCLOSURE

This portfolio holds more equity exposure than a medium risk portfolio but less than a high-risk portfolio. In turn the expected volatility is higher than a medium risk portfolio, but less than a high-risk portfolio. The probability of losses is higher than that of a medium risk portfolio, but less than a high risk portfolio and the expected potential long term investment returns could therefore be higher than a medium risk portfolio.

ADDITIONAL INFORMATION

Actual annual performance figures are available to existing investors on request. Upon request to AIP Capital Management, they will provide the investor with portfolio quarterly investment holdings reports

ADVICE AND PLATFORM COSTS

AIP Capital Management does not provide financial advice. If you appoint an adviser, advice fees are contracted directly between you and the adviser. For more information please contact the relevant platform (Linked Investment Service Provider, Life Assurance Provider). The maximum advisory fee that an advisor may charge is 3.45%

INVESTMENT MANAGERS

AIP Capital Management (Pty) Ltd
 Registration Number: 2017/334425/07
 Unit 310, The Cliffs Office Block 2, Niagara Way, Tyger Falls, 7530
 Email: info@aip.co.za
 Web: aip.co.za
 Tel: 021 300 7023

MONTHLY COMMENTARY

Global Markets

Global equities advanced in July, supported by improving risk sentiment and clearer direction on US trade policy. With the 1 August tariff deadline looming, several countries accelerated trade negotiations with the US, reducing global uncertainty and lifting investor confidence. In the US, equity markets posted solid gains, buoyed by stronger-than-expected Q2 earnings across multiple sectors, particularly from big tech firms. The S&P 500 rose 2.2%, the NASDAQ Composite added 2.46%, and the Dow Jones Industrial Average gained 1.22%. Progress on international trade also contributed to positive momentum, with the US finalising deals with Japan, Indonesia, and the Philippines, and making headway in talks with the EU to avoid a proposed 30% tariff on European goods. The Federal Reserve kept rates unchanged at 4.25–4.50% during its July meeting, as expected. US Treasury yields moved higher, with the 10-year yield rising 14bps to end the month at 4.37%. European markets tracked global gains, aided by robust economic data and positive signals from trade negotiations. The UK's FTSE 100 climbed 4.2%, France's CAC 40 rose 1.4%, and the STOXX 600 added 1.6%. Eurozone GDP growth surprised to the upside, while inflation continued to moderate toward the European Central Bank's 2% target. With the ECB holding rates steady, sentiment was further supported by the improving macro environment. In Asia, Chinese equities led the region, with the Shanghai Composite up 4.1%. Japan's Nikkei 225 rose 1.4%, bolstered by a new trade deal with the US that capped tariffs at 15%, easing earlier concerns over potential auto tariffs. Inflation in Japan moderated slightly, with CPI at 2.9% year-over-year.

South Africa

South African equities posted gains in July, with the JSE All Share Index and FTSE/JSE Capped SWIX Index returning 2.27% and 2.24%, respectively. The local bond market was buoyed by an improved inflation outlook and a shift toward a more accommodative monetary stance. The South African Reserve Bank (SARB) cut the repo rate by 25bps to 7.00%, citing subdued economic activity and inflation well within the 3–6% target range. June headline inflation came in at 3.0%, with core inflation at 2.9%, both at the lower end of the band. The rate cut was well-received by the market, with bond yields easing modestly and the All-Bond Index (ALBI) returning 2.7%. Inflation-linked bonds underperformed, with the CILL returning 0.59%.

The rand weakened 2.19% against the US dollar during the month, closing near R18.14/USD.

DISCLAIMER

Collective Investment Schemes in securities and Collective Investment Schemes in retail hedge funds are generally medium to long term investments. The value of participatory interests may go up or down and past performance is not necessarily an indication of future performance. The Portfolio 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, charges and maximum commissions is available on request. AIP Capital Management reserves the right to close the portfolio to new investors and reopen certain portfolios from time to time in order to manage them more efficiently. Additional information, including application forms, annual or quarterly reports can be obtained from AIP Capital Management, free of charge. Performance figures quoted for the portfolio are from Morningstar, as at the date of this fact sheet for a lump sum investment, using NAV-NAV and do not take any upfront manager's charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the initial fees charge applicable, the actual investment date, the date of reinvestment and dividend withholding tax. Investments in foreign securities 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. Certain investments - including those involving futures, options, equity swaps, and other derivatives may give rise to substantial risk and might not be suitable for all investors. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, AIP Capital Management 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 in any products.

Hedge Fund Risk Warning

The risks associated with investing in the portfolio include, but are not limited to the following: general market risks (such as general movements in interest rates, external factors (war, natural disasters and such like)); changes to the law and regulatory frameworks; governmental policy changes; global, regional or national economic developments and risks related to a specific security (such as the possibility of a company's credit rating being downgraded). The hedge fund managers may use leverage. Leverage is the use of various financial instruments or borrowed capital, such as margin, to increase the potential return of an investment. Leverage includes the use of derivatives. Derivatives derive their value from the value of an underlying asset. The use of leverage within the fund involves risk because depending on how the leverage is structured, the fund's losses or gains may be unlimited. Other risks include counterparty risk and liquidity risk. The fund may take significant exposures in individual positions which may create concentration risk. Counterparty risk is the risk that the other party to a transaction may not be able to perform its obligations. Liquidity risk means that during volatile periods, the tradability of certain instruments may be impeded. Where foreign securities are included in the fund there may be potential constraints on liquidity and the repatriation of currency, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks and potential limitations on the availability of market information.

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