

/ DECEMBER 2020

# Seasons Greetings



On behalf of the entire Cadiz Team, I would like to thank you for the business you invested with Cadiz during 2020 and we look forward to your continued support in 2021.

To meet the challenges of 2021, Cadiz Asset Management made a number of business and fund changes in 2020.

- We amalgamated our unit trust funds into Boutique Collective Investments (BCI). Cadiz has a long-standing relationship with BCI, and we believe this amalgamation was a logical choice as it brings significant cost savings and access to a world-class administration team and systems.
- We also simplified the fund range, which will make our funds easier to understand and more relevant to financial advisors.
- Importantly, we have appointed additional investment professionals to our fixed income and multi-asset teams.

## WHY INVEST WITH CADIZ ASSET MANAGEMENT?

We are a long-term asset manager, whose skill and expertise incorporate both quantitative and fundamental analysis in our investment process, with the goal of growing all assets under management in real, inflation-beating terms over the long-term, and to ensure that these assets are protected from any permanent capital loss.

## THE CADIZ APPROACH TO INVESTING

Our Equity funds apply a systematic factor-based investment process in selecting companies and seeks to build a portfolio of shares with common factors that can generate returns in excess of those of the wider equity market.

The Cadiz multi-asset funds are managed according to a top-down, bottom up approach. These serve as inputs to our multi-asset strategic and tactical asset allocation decisions.

We believe our clients' portfolios and funds are well-structured and ideally placed to benefit both from the increased domestic optimism, as well as the considerable investment opportunities and growth in global markets.

While we wish our country's political leadership, irrespective of political stripe, success in steering the economy through tough and turbulent times, we at Cadiz will continue to manage our clients' investments from a global perspective in order to safeguard their hard-earned wealth over the longer term.

Once again, thank you for your support and we now take great pleasure in wishing you and your families a peaceful holiday period and prosperous New Year. •

**CADIZ MONEY MARKET FUND – A top quartile performing money market fund over 1, 2, 3, 5, 7 and 10 years and the number one ranked money market fund over 1, 2, 3, 5, 7 years and 10 years with an annualised yield of 7.62% from inception.**

Source: Morningstar | Performance reported for A Class net of fees in ZAR as at 31/10/2020 (ASISA) South African IB Money Market, Inception: 01/03/2006 | Annualised return is the weighted average compound growth rate over the period measured | Benchmark: STeFI Composite ZAR, Category Rank is against the (ASISA) South African IB Money Market Category | Highest Annual Return 12.27%; Lowest Annual Return 5.58%

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Cadiz Funds (Pty) Ltd (Reg. No. 2013/118580/07) is an authorized financial services provider (FSP 45442)

Boutique Collective Investments (RF) (Pty) Ltd ("BCI") 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 is a full member of the Association for Savings and Investment SA.

Collective Investment Schemes in securities 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 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. BCI 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 BCI, free of charge.

Performance figures quoted for the portfolio is from Morningstar, as at the date of this document for a lump sum investment, using NAV-NAV with income reinvested 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.

A money market portfolio is not the same as 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.

Actual annual figures are available to the investor on request.

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.

Boutique Collective Investments (RF) Pty Ltd retains full legal responsibility for the third party named portfolio.

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