

# AG Capital Opportunity FR Retail Hedge Fund

### Minimum Disclosure Document - Class 1

31 May 2024

MTD -0.64%

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Investment Manager:	AG Capital (Pty) Ltd
Inception date:	April 2015
CISCA Inception date:	1 October 2016
Current size (in Millions):	R 123.57
Minimum Investment:	R 100, 000.00
NAV Price (As at month end)	R 1,003.48
Number of units	123,139.38
Analysis Currency:	ZAR
ASISA Classification:	Retail Hedge Fund - South African - Long/Short Equity
Cost Ratios (incl. VAT)	Equity
Total Expense Ratio (TER%):	2.54%
Transactions Costs Ratio (TC%):	2.82%
Total Investment Charges (TIC%):	5.36%
Performance Fee (PF) Included in TER:	1.19%
Fees:	
*Service Fee:	1.25% * (excl.VAT) *Includes Base Fee/Investment Management Fee of 1.25%
Performance Fee (uncapped):	20%, (excl. VAT)  Performance fee rate shall be calculated and accrued daily by comparing the portfolio's cumulative return to that of the benchmark over the same performance period.
ISIN & JSE Code:	ZAE000308987, AGEFC1
Hurdle/Benchmark:	Stefi Composite Index 3% per annum
FSP:	AG Capital (Pty) Ltd
Administrator:	Apex Fund and Corporate Services SA
Auditor(s):	Deloitte
Contact Person:	AG Capital Support
E-mail & Tel:	support@agcapital.co.za, +27 21 401 8900
Income Distribution Declaration:	On the last day of December
Income Distibution Payment:	December 2023: 3588.98 cents per unit (cpu)
Portfolio Profile	

The AG Capital Opportunity FR Retail Hedge Fund is a Long/Short Equity portfolio investing pre-dominantly in listed equity and equity-related securities to generate return in excess of cash (STEFI) regardless of market direction. It seeks to grow investor's capital in real terms over the long-term with a strong focus on downside protection and capital preservation.

### **Objective & Investment Policy**

The AG Capital Opportunity FR Retail Hedge Fund seeks to grow investor's capital in real terms over the long-term with a strong focus on downside protection and capital preservation. The portfolio will be managed as a Long/Short Equity strategy Retail Hedge Fund. This Long/Short Equity portfolio seeks to achieve its investment objective by employing a team approach, whereby the portfolio's assets are allocated to a variety of long/short investment strategies, thus integrating the expertise and experience of these investment professionals into a single fund. A rigorous risk management framework plays an essential role in achieving the funds objective.

## \*Net Returns To Investors Since CISCA Inception

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2016										-5.38%	-1.85%	2.67%	-4.65%
2017	0.01%	-2.59%	1.24%	3.70%	-0.22%	-0.24%	-1.64%	-0.44%	-0.65%	-2.48%	0.28%	-10.02%	-12.85%
2018	1.07%	1.36%	0.30%	0.36%	-1.39%	0.11%	0.68%	1.94%	1.86%	-0.72%	-8.14%	4.27%	1.22%
2019	4.75%	4.98%	1.39%	-1.38%	0.97%	2.39%	0.93%	-7.07%	-3.24%	-2.05%	-5.26%	3.96%	-0.47%
2020	0.61%	2.18%	-2.87%	0.87%	0.67%	-1.85%	0.90%	-1.37%	-7.45%	-2.08%	9.33%	1.63%	-0.27%
2021	-2.40%	4.48%	-0.08%	0.54%	-2.60%	-0.35%	4.63%	-6.43%	0.63%	-1.43%	3.06%	1.44%	0.95%
2022	1.77%	2.21%	-0.02%	-1.67%	3.31%	-0.43%	3.65%	1.40%	-0.64%	2.07%	-1.65%	-0.44%	9.79%
2023	3.34%	0.07%	-0.56%	-0.41%	-1.73%	2.37%	0.70%	1.57%	-0.38%	0.00%	3.06%	1.12%	9.40%
2024	2.00%	-1.05%	2.12%	1.88%	-0.64%								4.33%

# **Cumulative Fund Returns vs Market Indices Since CISCA Inception**



Fund Source: Apex Fund and Corporate Services SA as of May 2024 Index Source: Bloomberg as of May 2024

# Performance Analytics

Performance Analytics	AG Capital Opportunity FR Retail Hedge Fund	STeFi+ 3%	All Share Index (Total Return)
Performance Comparison			
CISCA Inception date	Oct-16	Oct-16	Oct-16
Current month	May-24	May-24	May-24
Total period (No. months)	92	92	92
Analysis currency	ZAR	ZAR	ZAR
Return Analysis			
Return for current month	-0.64%	0.95%	0.96%
1 Year	13.41%	11.80%	6.27%
3 Years (annualised)	8.24%	9.57%	8.60%
5 Years (annualised)	2.49%	9.25%	10.71%
Since CISCA Inception (annualised)	0.72%	9.74%	8.95%
Highest 12 month rolling return	17.23%	11.80%	53.98%
Lowest 12 month rolling return	-13.15%	6.93%	-18.42%
Consistency Analysis			
% Up months (since CISCA inception)	54.35%	100.00%	55.43%
% Up months (last 12 months)	66.67%	100.00%	58.33%
Standard deviation (since CISCA inception - annualised for periods > 12 mnths)	10.26%	0.44%	15.29%
Risk Analysis			
Downside deviation (since CISCA inception - annualised Risk free)	7.25%	0.00%	8.19%
Largest monthly drawdown	-10.02%	0.00%	-12.13%
Average monthly drawdown	-2.22%	0.00%	-3.08%
Largest cumulative drawdown	-16.56%	0.00%	-21.38%
Risk/ Return Analysis			
Total gain / Total loss	1.10%	n/a	1.59%
Lavaget asia / Lavaget lage	0.210/	- /-	0.700/
Largest gain / Largest loss	0.21%	n/a	0.32%

The above benchmark (s) are for comparison purposes with the fund's performance. The fund does not follow the benchmark (s).

-0.41

-0.58

n/a

(Monthly)

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0.28

0.52

# **Risk Profile**

Market Correlation

	LOW	LOW-I	vieaium		Mediui	TI	I۷	iea-Higi	1		High	
	The risk	category	shown is	s not	guarante	ed and	may	change	over	time.	The lo	west
	category	does not	mean the	inve.	stment is .	risk free	. There	e may b	e oth	er speci	ial area	as d
,	risk relat	ting to th	ne investr	nent	includina	liauidit	v risk	credit	risk.	market	risk.	and

settlement risk. The manager does not provide financial advice. Our risk indicator does not imply that the portfolio is suitable for all types of investors. Please consult your financial adviser.

Please note: All fund returns quoted net of fees.

Sharpe ratio (since CISCA inception -

annualised for periods > 12 mnths) Sortino ratio (since CISCA inception annualised for periods > 12 mnths)

Index correlation (All Share Index)

\*The inception date for the portfolio is 01 April 2015. The historical performance figures until the end of 30 September 2016 reflect performance achieved prior to CISCA regulation. The portfolio has been transitioned under CISCA regulations on 01 October 2016 and has since been managed as a regulated product. The annualized total return is the average return earned by an investment each year over a given time period, since date of the launch of the fund. Actual annual figures are available from the manager on request. The highest and lowest 1 year returns represent the highest and lowest actual returns achieved during a 12 month rolling period year since the original launch date of the portfolio. The performance figures given show the yield on a Net Assex duale ("NAV") basis. The yield figure is not a forecast. Performance is not guaranteed and investors should not accept it as representing expected future performance. Individual investor performance may differ as a result of initial fees, time of entry/actual investment date, date of reinvestment, and dividends withholding tax. Performance is calculated for a lump sum investment on a Net Asset Value basis.



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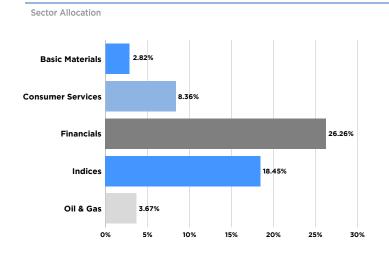
#### Portfolio Valuation & Transaction Cut-Off

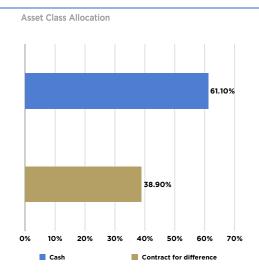
The portfolio is valued daily and the transaction cut-off time is 14:00pm on the day. Investor instructions received after 14:00pm shall be processed the following business day.

### \*Total Expense Ratio & Transaction Costs

A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction Costs are a necessary cost in administering the financial product and impacts financial product 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 financial product, the investment decisions of the investment manager and the TER.

#### **Portfolio Asset Allocation Report & Exposure Statistics**





### **Exposure Statistics**

Gross exposure	55.79%
Net exposure	55.79%

#### **Fund Risk**

Derivative Risk

Volatility Risk:

Sector Risk:

Correlation Risk

Risk.

Leverage Risk: The Fund borrows additional funds, trades on margin or performs short sale trades to amplify investment decisions. This means that the volatility of a

hedge fund portfolio can be many times that of the underlying investments due to leverage on a fund.

A Derivative positions are financial instruments that derive their value from an underlying asset. Derivatives are exposed to implicit leverage which could result in magnified gains and/or losses on the portfolio.

Counterparty Credit Counterparty risk is a type of credit risk and is the

Counterparty risk is a type of credit risk and is the risk of default by the counterparty associated with trading derivative contracts. An example of counterparty credit risk is margin or collateral held with a prime broker.

Volatility refers to uncertainty and risk related to size of change of an instrument or portfolio. It is a statistical measure of the dispersion of returns for a given security or market index. Volatility is proportional to the directional exposure of a portfolio and is measured by Value at risk (VaR) which is a

Concentration and A large proportion of total assets invested in specific assets, sectors or regions. Concentrated positions or concentrated sectors in a portfolio will

A large proportion of total assets invested in specific assets, sectors or regions. Concentrated positions or concentrated sectors in a portfolio will material impact the returns of the portfolio more so than diversified portfolios.

A measure that determines how assets move in relation to each other. Correlation risk arises when the correlation between asset-classes change.

Correlation risk also arises when the correlation within an asset-class changes. Examples of correlation within asset classes include equity pairs trading, fixed income curve trading and commodities pairs trading.

Equity Risk: Applies to investment in shares or derivatives based on

uity Risk:

Applies to investment in shares or derivatives based on shares. The market price of shares varies depending on supply and demand of the shares. Equity risk is the risk of loss due to the drop in the market price of shares. Equity risk can either be systematic risk which is risk to the entire market based on political and economic indicators or unsystematic risk which is company specific and includes risk relating to company profits, future prospects and

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#### Glossary

Net Asset Value (NAV): means net asset value, which is the total market value of all assets in a portfolio including any income accruals and less and deductible expenses

such as audit fees, brokerage and service fees.

Annualised Return: is the weighted average compound growth rate over the performance period measured.

Highest & Lowest Return: The highest and lowest rolling twelve-month performance of the portfolio since inception.

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.

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.

Total Investment Charge (TIC): 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.

rivestifient decisions of the investment manager.

Total Investment Charges (TIC%): = TER (%) + TC (%): The Total Investment Charges (TIC), the TER + the TC, is the percentage of the net asset value of the class of the Financial

Product incurred as costs relating to the investment of the Financial Product. It should be noted that a TIC is the sum of two calculated ratios

(TER+TC).

Standard Deviation: The deviation of the return of the portfolio relative to its average.

Downside Deviation: Disparity of returns below the average return of the portfolio.

Drawdown: The greatest peak to trough loss until a new peak is reached.

Sharpe Ratio: The ratio of excess return over the risk-free rate divided by the total volatility of the portfolio.

Sortino Ratio: The ratio of excess return over the risk-free rate divided by the downside deviation of the portfolio.

Correlation: A number between -1 and 1 indicating the similarity of the dispersion of returns between the portfolio and another asset or index with 1 being

highly correlated, -1 highly negatively correlated and 0 uncorrelated.

MTD: Month to date return.

### **Mandatory Disclosures**

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Prices are published daily on our website. Additional information, including key investor information documents, minimum disclosure documents, as well as other information relating to the basis on which the manager undertakes to repurchase participatory interests offered to it, and the basis on which selling and repurchase prices will be calculated, is available, free of charge, on request from the Manager.

The value of an investment is dependent on numerous factors which may include, but not limited to, share price fluctuations, interest and exchange rates and other economic factors. Performance is further affected by uncertainties such as changes in government policy, taxation and other legal or regulatory developments

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Management Company	Investment Manager	Trustee
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