

# PROVIDENCE BCI WORLDWIDE DIVERSIFIED FUND (B)



MANAGED BY: PROVIDENCE INVESTMENT PARTNERS - AUTHORISED FSP 46598

MINIMUM DISCLOSURE DOCUMENT

31 OCTOBER 2018

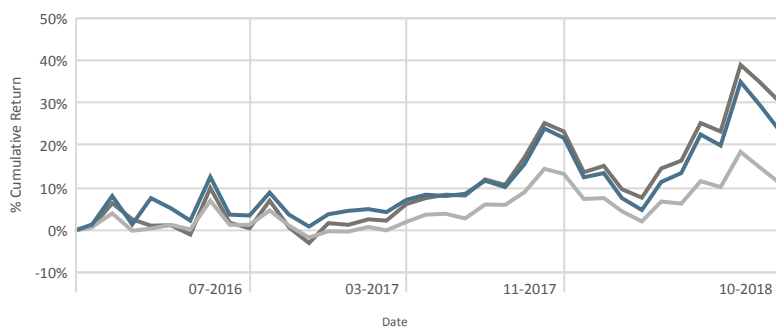
## INVESTMENT OBJECTIVE

The Providence BCI Worldwide Diversified Fund aims to provide investors with high long term capital growth by investing across diversified investment markets and holdings.

## INVESTMENT UNIVERSE

The portfolio's investment universe includes global and local equity securities, government bonds, corporate bonds and inflation linked bonds, debentures, property securities, property related securities, interest bearing securities, preference shares, money market instruments and assets in liquid form. The portfolio's equity exposure will always exceed 15% of its asset value. The portfolio may invest in participatory interests and other forms of participation in portfolios of collective investment schemes. The portfolio may from time to time invest in listed and unlisted financial instruments. The manager may include forward currency, interest rate and exchange rate swap transactions.

## PERFORMANCE (Net of Fees)



Legend: Providence BCI Worldwide Diversified Fund (B) (Blue line), Fund Benchmark (Grey line), ASISA Category Average (Light Blue line)

	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Cumulative (%)</b>					
Fund	-0.43	-	-	-	23.32
Fund Benchmark	3.88	-	-	-	30.09
ASISA Category Average	-3.00	-	-	-	11.00
<b>Annualised (%)</b>					
Fund	-0.43	-	-	-	7.28
Fund Benchmark	3.88	-	-	-	9.22
ASISA Category Average	-3.00	-	-	-	3.56

Inception date: 06 Nov 2015

\*\* Annualised return is the weighted average compound growth rate over the period measured.

### Highest and lowest calendar year performance since inception

High	7.65
Low	-3.25

## MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
<b>2018</b>	0.8	-5.2	-2.6	6.3	1.9	8.0	-2.1	12.5	-4.1	-4.7	-	-	9.67
<b>2017</b>	0.4	-0.7	2.7	1.1	-0.3	0.5	2.8	-1.4	4.9	7.2	-1.7	-7.6	7.65
<b>2016</b>	-6.1	6.0	-2.2	-2.7	10.0	-7.9	-0.2	5.2	-4.8	-2.6	2.8	0.7	-3.25
<b>2015</b>	-	-	-	-	-	-	-	-	-	-	-	6.6	6.57

## FUND INFORMATION

Portfolio Manager:	Providence Investment Partners
Launch date:	06 Nov 2015
Portfolio Value:	R 708 922 438
NAV Price (Fund Inception):	100 cents
NAV Price as at month end:	122.24 cents
JSE Code:	BWDFB
ISIN Number:	ZAE000207445
ASISA Category:	Worldwide - Multi Asset - Flexible
Fund Benchmark:	MSCI All Country World Index NR
Minimum lump sum:	None
Minimum monthly investment:	None
#Monthly Fixed Admin Fee:	R10 excl. VAT on all direct investor accounts with balances of less than R100 000
Valuation:	Daily
Valuation time:	15:00
Transaction time:	14:00
Regulation 28:	No
Date of Income Declaration:	28 February/31 August
Date of Income Payment:	2nd working day of Mar/Sep

## Income Distribution (cpu)

28 Feb 2017	31 Aug 2017	28 Feb 2018	31 Aug 2018
0.11	0.14	0.31	0.11

## FEE STRUCTURE

Annual Service Fee:	0.69% (Incl. VAT)
Initial Advisory Fee (Max):	0.00% (Incl. VAT)
Annual Advice Fee:	0 - 1.15% (if applicable)
Initial Fee:	0.00% (Incl. VAT)
Performance Fee:	20% of excess performance above benchmark, calculated over a rolling 1-year period and capped at a maximum of 1% p.a.

<b>* Total Expense Ratio (TER):</b>	Jun 18 : 0.95% (PY: 0.86%)
Performance fees incl in TER:	Jun 18 : 0.00% (PY: 0.00%)
<b>Portfolio Transaction Cost:</b>	Jun 18 : 0.15% (PY: 0.10%)
<b>Total Investment Charge:</b>	Jun 18 : 1.10% (PY: 0.96%)
	All Values (Incl. VAT)

## RISK PROFILE



### Medium - High Risk

- 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.
- Where the asset allocation contained in this MDD reflects offshore exposure, the portfolio is exposed to currency risks.
- The portfolio is exposed to equity as well as default and interest rate risks.
- Therefore, it is suitable for medium to long term investment horizons.



**PORTFOLIO HOLDINGS**

Asset Allocation (%)	As at 30 Sep 2018	Top Holdings (%)	As at 30 Sep 2018
Offshore Equity	91.36	GinsGlobal Global Equity Index Instl	18.0
Offshore Property	3.44	Vanguard Total World Stock ETF	16.6
Offshore Cash	2.50	iShares Core MSCI EAFE ETF	10.1
Domestic Equity	1.48	Contrarius Global Equity Investor	5.5
Domestic Property	0.60	Vanguard Small-Cap ETF	5.2
Unit Trusts	0.47	Fundsmith Equity T Acc	5.2
Domestic Cash	0.03	Ashburton India Equity Opps I USD Acc	5.2
Offshore Bonds	0.03	Vanguard FTSE Developed Markets ETF	4.2
Africa Equity	0.01	Vanguard Value ETF	2.5
Other	0.08	Xtrackers Harvest CSI 300 China A ETF	1.7

**INFORMATION AND DISCLOSURES**

**Risks**

Where foreign securities are included in the portfolio there may be 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.

**\* Total Expense Ratio (TER)**

Please note: A higher TER ratio 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 are a necessary cost in administering the Fund and impacts Fund 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 Fund, the investment decisions of the investment manager and the TER. The prior year ("PY") TER and Transaction cost calculations are based upon the portfolio's direct costs for the financial year ended 31 August 2017, whilst the underlying portfolios' ratio and cost calculations are based upon their most recent published figures, being 30 June 2018.

**Effective Annual Cost:** Boutique Collective Investments adopted the ASISA Standard on Effective Annual Cost ("EAC"). The EAC measure allows you to compare charges on your investments as well as their impact on your investment returns prior to investing. For further information regarding the ASISA Standard on Effective Annual Cost and access to the EAC calculator please visit our website at [www.bcis.co.za](http://www.bcis.co.za).

**#Monthly Fixed Admin Fee:** R100 excl. VAT which will apply to all direct investor accounts with balances of less than R100 000 at month end, unless an investor transacts online, in which case no such fee will be levied.

**Fund**

* Total Expense Ratio (TER)	Transactional Cost (TC)	Total Investment Charge (TER & TC)
0.95%	0.15%	1.10%
Of the value of the Fund was incurred as expenses relating to the administration of the Fund.	Of the value of the Fund was incurred as costs relating to the buying and selling of the assets underlying the Fund.	Of the value of the Fund was incurred as costs relating to the investment of the Fund.

**FAIS Conflict of Interest Disclosure**

Please note that your financial advisor may be a related party to the co-naming partner and/or BCI. It is your financial advisor's responsibility to disclose all fees he/she receives from any related party. The portfolio's TER includes all fees paid by portfolio to BCI, the trustees, the auditors, banks, the co-naming partner, underlying portfolios, and any other investment consultants/managers as well as distribution fees and LISP rebates, if applicable. The portfolio's performance numbers are calculated net of the TER expenses. The investment manager earns a portion of the service charge and performance fees where applicable. In some instances portfolios invest in other portfolios which form part of the BCI Scheme. These investments will be detailed in this document, as applicable.

**Investment Manager**

Providence Investment Partners (Pty) Ltd is an authorised Financial Service Provider FSP 46598.

- Additional information, including application forms, annual or quarterly reports can be obtained from BCI, free of charge or can be accessed on our website [www.bcis.co.za](http://www.bcis.co.za).
- Valuation takes place daily and prices can be viewed on our website ([www.bcis.co.za](http://www.bcis.co.za)) or in the daily newspaper.
- Actual annual performance figures are available to existing investors on request.
- Upon request the Manager will provide the investor with portfolio quarterly investment holdings reports.

**Management Company Information**

Boutique Collective Investments (RF) (Pty) Limited  
 Catnia Building,  
 Bella Rosa Village, Bella Rosa Street,  
 Bellville, 7530  
 Tel: 087 057 0571 021 914 1880 + Fax: 086 502 5319  
 + Email: [clientservices@bcis.co.za](mailto:clientservices@bcis.co.za) + [www.bcis.co.za](http://www.bcis.co.za)

**Custodian / Trustee Information**

The Standard Bank of South Africa Limited  
 Tel: 021 441 4100



**DISCLAIMER**

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 ASISA. 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. BCI 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 fees are calculated and accrued on a daily basis based upon the daily outperformance, in excess of the benchmark, multiplied by the share rate and paid over to the manager monthly. Performance figures quoted for the portfolio are from Morningstar, as at the date of this minimum disclosure 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. BCI retains full legal responsibility for the third party named portfolio. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, BCI 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 with or in any of BCI's products.