



# Edge RCIS Matador Retail Hedge Fund

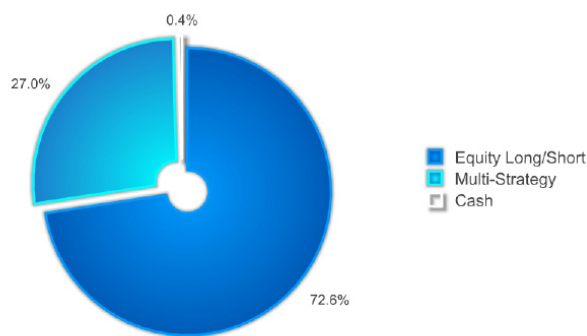
MINIMUM DISCLOSURE DOCUMENT 31/03/2018

RETURN ANALYSIS DATA	FUND	STEFI
1 Month	-3.18%	0.56%
3 Months	-3.44%	1.75%
6 Months	-1.70%	3.55%
12 Months	0.70%	7.40%
3 Yrs	9.31%	23.16%
5 Yrs	42.62%	37.64%
Total Return Since Inception	554.37%	208.94%
Compound Annual Return	13.11%	7.68%

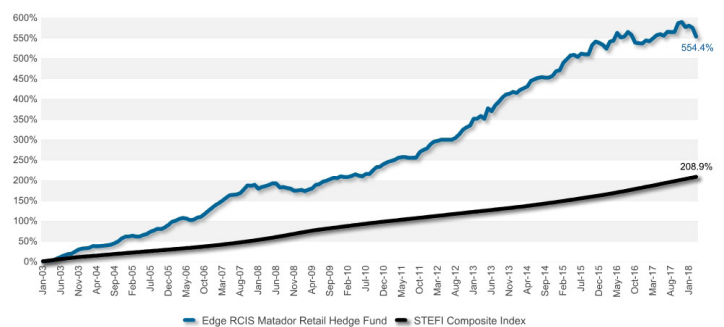
RISK ANALYSIS DATA	FUND	STEFI
Standard Deviation Annualised	5.44%	0.58%
Downside Deviation Annualised	2.16%	0.00%
Correlation Coefficient	1.00	0.02
Sharpe Ratio	0.99	N/A
Sortino Ratio	1.76	N/A
Max Drawdown	-6.45%	0.00%
Best Month	5.72%	1.10%
Worst Month	-3.32%	0.39%

\* Above tables includes Proforma Fund performance for the period Jan 2003 to Apr 2004.

## STRATEGY ALLOCATION



## FUND PERFORMANCE



\* Proforma Fund performance included for the period Jan 2003 to Apr 2004.

## CALENDAR YEAR RETURNS (NET OF FEES)

The performance figures reported up until 30 September 2016 were achieved prior to the portfolio being regulated under CISCA

Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	YTD 30/9/2016
Fund	32.53%	22.12%	17.91%	21.31%	25.01%	-4.82%	12.72%	9.74%	11.21%	14.72%	19.20%	9.87%	12.22%	3.05%
BM	12.26%	7.98%	7.12%	7.39%	9.40%	11.66%	9.13%	6.93%	5.70%	5.55%	5.21%	5.90%	6.44%	5.41%

\* Proforma Fund performance included for period 2003 - April 2004 and assume investment at inception of the Fund. Actual results may vary, depending on the time of the investment.

## MONTHLY RETURNS (NET OF FEES)

The performance figures reported from 1 October 2016 have been regulated under CISCA

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	BM
2018	0.50%	-0.76%	-3.18%										-3.44%	1.75%
2017	1.19%	-0.28%	1.08%	1.21%	0.39%	-0.55%	1.43%	-0.08%	0.03%	3.25%	0.41%	-1.81%	6.36%	7.52%
2016										-2.87%	-0.23%	-0.13%	-3.22%	1.86%

\* YTD 2016 returns for the Fund and BM are for the 3x months October, November and December 2016

## MANAGER'S COMMENT

The Edge RCIS Matador I Retail Hedge Fund returned -3.18% for March, outperforming the SWIX index return of -5.00%.

The FTSE/JSE All Share (ALSI) contracted 4.18% on a total return basis in March 2018, and the All Bond Index gained 2.07%. Cash (STEFI) returned 0.56%. Small Caps (-1.34%) outperformed Mid Caps (-3.27%) and Large Caps (-4.26%). The equity market rout continued in March. Foreigners were net buyers of local equities, but only just so with much weaker inflows of R3bn during the month. Selected property shares, as well as Tiger Brands, took the worst hit after further negative news flows. Foreigners maintained being net buyers of SA bonds, totalling R13.1bn in March. The longer end of the yield curve produced the best returns, as investors reacted positively to Moody's rating decision and better potential growth metrics in future.

From an attribution perspective, our directional long/short managers detracted the most from performance. Long positions in Naspers, Remgro and Old Mutual detracted the most from performance, whilst a long Hammerson and short positions in Brait and Imperial contributed the most to performance. Our bond managers benefitted from lower yields in government bonds. There were no trades at month-end.

Despite the increased tensions over trade policy, and the recent softness in some business surveys, the near-term outlook for the global economy is still fairly bright. The US will benefit from the fiscal stimulus package this year, and the Euro-zone should continue to grow at a reasonably strong pace. Inflation and political concerns will remain a key determinant of market volatility, and the case for active management will get stronger as these uncertainties persists.

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# Edge RCIS Matador Retail Hedge Fund

MINIMUM DISCLOSURE DOCUMENT 31/03/2018

## FUND INFORMATION

Investment Manager:	Edge Capital (Pty) Ltd
Management Company:	RealFin Collective Investment Schemes (RF) Proprietary Limited ("RCIS")
Inception Date:	May 2004 (initial)
CIS Establishment Date:	1 October 2016 (regulated under CISCA)
Fund Size:	R 256 million
Fee Class:	Class C
NAV Price:	98.1598 (Lead Series)
Fund Category:	CIS Retail Hedge Fund
Structure:	Registered SA CIS in Hedge Funds
Benchmark:	STEFI Composite Index
Currency:	ZAR
Initial Minimum Investment:	R 1 million
Subscription:	Monthly
Redemption:	1 Calendar Month's Notice
Management Fee:	0.00%
Sliding Scale Performance Fee:	10%, 20% or 30% (excl.VAT) p.a.
Valuation:	23h00 of the last day of each month
Transaction Cut-Off Time:	14h00 on the 2nd last business day of the month
Administrator:	Prescient Fund Services (Pty) Ltd
Auditor:	Price Waterhouse Coopers
Trustee:	FirstRand Bank Limited (acting through its RMB Custody and Trustee Service Division)
TER (Annualised):	1.80% (Fund level TER as at 31 March 2018)
Income Distribution:	28 February 2018
Value Distributed per Participatory Interest (CPU):	28.3865

## INVESTMENT MANDATE

The portfolio may invest in the participatory interests of hedge fund portfolios in any retail investor collective investment scheme; in any other securities (including, without limitation, derivative instruments), financial products and assets, subject only to the requirements of the Act read with the Hedge Fund Requirements. The Portfolio is permitted to invest in offshore investments. The Portfolio may invest in other portfolios of The RCIS Retail Hedge Fund, provided that neither the Manager nor the Investment Manager accrues fees in respect of such investment by the Portfolio in such RCIS Retail Hedge Fund. The Manager may create leverage in the Portfolio by borrowing funds, using short positions or engaging in derivative transactions.

## INVESTMENT OBJECTIVE

The objective is to identify and invest in a combination of underlying funds whose mandate is to seek out absolute returns. Whilst it is envisaged that the underlying funds will be predominately established and domiciled in South Africa, the Portfolio may, from time to time, subject to applicable exchange control regulations, invest in funds established and domiciled outside South Africa, where in the opinion of the Investment Manager, such funds will ultimately enhance the absolute return of the Portfolio.

## RISK PROFILE

LOW

MEDIUM

HIGH

**Medium:** These portfolios generally hold more equity exposure than low risk portfolios but less than high risk portfolios. In turn the expected volatility is higher than low risk portfolios, but less than high risk portfolios. The probability of losses are higher than that of the low risk portfolios, but less than high risk portfolios. Expected potential long term investment returns could therefore be lower than high risk portfolios due to lower equity exposure, but higher than low risk portfolios.

## INFORMATION AND DISCLOSURES

Collective Investment Schemes are generally medium- to long-term investments. The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to future performance. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. The manager may borrow up to 10% of the market value of the portfolio where insufficient liquidity exists. A schedule of fees and charges and maximum commissions, is available on request from RCIS.

Annualised performance figures represent the geometric average return earned by the fund over the given time period expressed as a percentage. Cumulative performance figures have been used to present fund performance. Fund performance has been disclosed monthly and compounded annually. Fund performance is expressed in a percentage format.

RCIS does not provide any guarantee in respect to the capital or the return of the portfolio. RCIS reserves the right to close the fund to new investors if we deem it necessary to limit further inflows in order for it to be managed 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.

The Fund's 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 Portfolios are third-party named portfolios, managed by Edge Capital Proprietary Limited, an authorised financial services provider. RCIS retains full legal responsibility for these Portfolios as manager in terms of CISCA.

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. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Where you select a Portfolio which is a fund of funds portfolio, please note that a fund of funds is a portfolio that invests in portfolios of collective investment schemes that levy their own charges, which could result in a higher fee structure for the fund of funds. Excessive withdrawals from the fund may place the fund under liquidity pressure and in such circumstances, a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed.

Where all required documentation is not received before the stated cut off time RCIS shall not be obliged to transact at the net asset value price as agreed to. Funds are priced monthly depending on the nature of the Fund. Prices are published monthly and are available on the RCIS website. Performance has been calculated using net NAV to NAV numbers with income reinvested. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request.

The investment performance is for illustrative purposes only. The investment performance is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown. Income is reinvested on the reinvestment date. Other fees include the permissible deductions of brokerage, STT, VAT, bank charges, trustees and custodian fees incurred in the ordinary course of running the Fund. Further information on the Edge RCIS Retail Hedge Fund can be found on RCIS website ([www.realfin.co.za](http://www.realfin.co.za)) including brochures, application forms and annual and half-yearly annual reports.

RealFin Collective Investment Schemes (RF) Proprietary Limited is registered and approved by the Financial Services Board as a manager of Collective Investment Schemes approved in terms of the Collective Investment Schemes Control Act and has delegated the investment management function to Edge Capital Proprietary Limited an authorised financial services provider (FSP 882) in terms of the FAIS Act, a category IIA financial services provider.

## CONTACT DETAILS

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Investment Manager:

Edge Capital (Pty) Ltd, Company Registration Number: 1999/022409/07 an authorised Financial Services Provider (FSP 882) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (No.37 of 2002). Please be advised that there may be representatives acting under supervision.  
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