

# INN8 Invest Flexible Income

Monthly Model Portfolio Factsheet As of 31/10/2023



## Portfolio Information

Discretionary Fund Manager	INN8 Invest
Client Need	Income Generation and Liquidity
Outcome Objective	SA CPI +1-2% net of fees over rolling 2-yr period
Benchmark	ASISA South African MA Income - Average
Launch Date	1 January 2022
Risk Profile	Conservative

## Risk Description

This is a high-income portfolio and is suitable for investors who prioritise the preservation of capital over market returns. Investors in this portfolio typically have an investment time horizon of at least one year. These investors are not willing to tolerate periods of high market volatility and are comfortable with returns that match, or slightly outpace inflation.

## Investment Objective

This portfolio seeks to provide a stable income with capital protection. Its objective is to outperform the ASISA South African MA Income peer group average and achieve a return of SA CPI plus 1-2% p.a. over a rolling two year period. As a risk-averse strategy, the portfolio is largely comprised of money market and income assets, with a very low allocation to growth assets.

## Investment Strategy

This portfolio uses a multi-manager approach with a flexible asset allocation strategy. Asset allocation decisions are largely outsourced to the underlying portfolio managers. Manager selection and blending is an integral part of the service provided by INN8 Invest. As the appointed DFM of the portfolio, INN8 Invest will monitor the portfolio on a continuous basis, ensuring alignment to all of the stated objectives.

## What costs can I expect to pay?

Model Portfolio Charge (MPC) incl. VAT	0.23%
Underlying Funds TER incl. VAT	0.45%
Underlying Funds TIC incl. VAT	0.47%

The Solution charges a Model Portfolio Charge of 0.20% p.a., ex VAT (0.23% incl. VAT), and this fee is accrued daily and paid monthly via a repurchase of units from the investor. Charges relating to the underlying portfolios are included in the TER and TIC, and these are payable within the underlying portfolios' NAV.

**Underlying Funds TER:** The weighted-average of the Total Expense Ratios (TER) of the underlying portfolios. Each fund's TER represents the fund's charges, levies and fees. A higher fund's TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER should not be regarded as an indication of future returns.

**Underlying Funds TIC:** The weighted average of the Total Investment Charge of the underlying portfolios. TIC represents the fund's TER plus brokerage, securities transfer taxes and STRATE levies.

## Performance (Net of Investment Fees)

	3 months	6 months	1 year	3 years	5 years	Since Inception
Portfolio	1.6%	3.8%	8.9%	7.4%	7.5%	7.9%
Benchmark	1.4%	3.5%	8.3%	6.8%	6.9%	7.1%
Outcome Objective	2.1%	3.1%	6.4%	6.9%	6.0%	5.9%

## Monthly returns (Net of Investment Fees)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2023	1.4%	0.2%	0.8%	0.3%	-0.9%	1.9%	1.2%	0.9%	-0.3%	1.0%			6.8%
2022	0.3%	0.4%	0.3%	0.3%	0.7%	-0.6%	1.0%	0.7%	-0.4%	1.0%	1.4%	0.7%	5.9%
2021	0.6%	0.4%	0.1%	1.1%	0.9%	0.6%	0.5%	0.9%	0.2%	0.2%	0.6%	1.2%	7.4%
2020	0.8%	0.3%	-2.2%	1.8%	1.5%	0.7%	0.4%	0.7%	0.3%	0.5%	1.1%	1.1%	7.1%
2019	0.9%	0.6%	0.7%	0.9%	0.6%	0.8%	0.6%	0.8%	0.8%	0.7%	0.4%	0.6%	8.7%
2018	0.5%	0.8%	1.1%	0.8%	0.5%	0.5%	0.8%	0.8%	0.5%	0.6%	0.6%	1.0%	8.7%

Source: INN8 Invest and Morningstar. Quoted returns are net of MPC and TIC but are gross of tax, platform fees, advisory fees. The Solution launch date is 1 January 2022, and any performance prior to this is modelled using actual historical returns of the underlying portfolios as at inception for illustrative purposes. The Since Inception return figures reflect annualized performance since the start of the back-testing period of the model portfolio (not the period since the model was launched). The Since Inception date is 5 July 2016. It is not possible to calculate back-tested returns for periods earlier than this due to a lack of performance history for one or more of the underlying funds used in the model portfolio. Returns are not guaranteed and historical returns are not an indication of expected future returns.

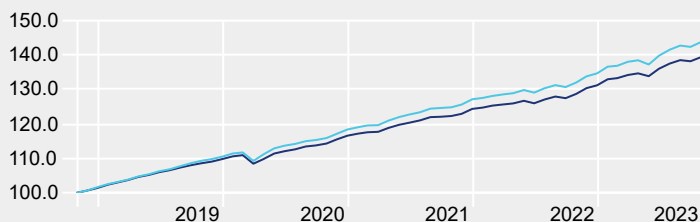
Advice Fee | INN8 Invest does not provide financial advice and therefore does not charge advice fees. However, where an annual advice fee has been negotiated between the investor and their financial adviser, the advice fee will be paid by the LISP via a repurchase of units from the investor's account.

Effective Annual Cost (EAC) | For EAC calculations of the Solution, please refer to the investor's LISP statement. The Model Portfolio charge will be reflected in the "Other" category of the EAC table, whilst the in-fund fees of the underlying portfolios in the "Fees for Investment Management" category. Disclaimer

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## Investment Growth (Net of Investment Fees)

Time Period: 1/11/2018 to 31/10/2023



— Portfolio — Benchmark

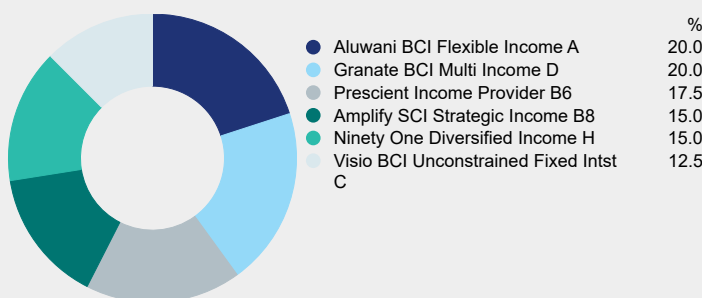
Investment growth is net of MPC and TIC, but gross of LISP Fee and Advice Fee. The Solution launch date is 1 January 2022, and any performance prior to this is modelled using actual historical returns of the underlying portfolios as at inception for illustration purposes.

## Asset Allocation\*

SA Cash	18.0%
SA Bond	76.3%
SA Property	1.7%
SA Equity	0.4%
Non-SA Cash	1.4%
Non-SA Bond	1.8%
Non-SA Property	0.2%
Non-SA Equity	0.2%

\* We have experienced difficulties retrieving accurate asset allocation data from some of the underlying managers in our solutions. We are comfortable that the overall asset allocation presented in our factsheets are within an acceptable deviation range however we are working very closely with our asset managers to resolve this issue and we apologise for any inconvenience caused.

## Portfolio Holdings



## Risk Statistics

Time Period: 1/11/2020 to 31/10/2023

	Portfolio	Benchmark
Volatility	2.0%	1.8%
Max Drawdown	-0.9%	-0.6%
Sharpe Ratio	1.09	0.90