

# JM BUSHA BondPlus Fund Fact Sheet



## About JM BUSHA Investment Group

JM BUSHA Investment Group (Pty) Limited is a unique, independent, specialist quantitative investment management, investment banking and advisory services company with subsidiary companies in Lesotho, Namibia, Swaziland, South Africa and Zambia.

The Group manages both institutional and retail private clients' funds. With total funds under management approximately equal to **ZAR3.70 billion**, JM BUSHA has a traceable track record in managing funds – since 2001.

## About the Product: JM BUSHA BondPlus Fund

This is a fixed-income product designed and managed to produce returns above cash in the long term for investors. This can be structured as part of an asset-liability solution.

## Product Description

The JM BUSHA BondPlus Fund is an actively managed fund, which invests in high quality fixed-income instruments. Credit risk is managed through fund allocation, monitoring and continuous assessment of the risk. The fund provides 100% liquidity within the stipulated securities settlement period.

## Investment Securities

The fund invests in vanilla and inflation bonds, commercial paper, promissory notes, Bankers Acceptance, Treasury Bills, FRNs, FRAs and swaps and other fixed-income instruments.

## Investment Strategy

The strategy is based on riding the yield curve and investing the funds relative to the benchmark structure. The fund is risk-managed with duration and other risk factors as drivers. Economic indicators, monetary policy, credit risk and liquidity are important considerations in the investment management process.

## Historical Performance

Table below shows historical returns for the periods indicated, *which are not guaranteed in the future*.

Period ending **31 January 2013** (annualised above 1 year)

Period	JM BUSHA BondPlus	ALBI	Alpha
<b>6 Months</b>	3.82%	3.68%	0.14%
<b>YTD</b>	0.11%	0.07%	0.04%
<b>1 Year</b>	13.87%	13.73%	0.14%
<b>3 Years</b>	12.82%	13.14%	-0.32%
<b>5 Years</b>	10.88%	11.07%	-0.20%
<b>7 Years</b>	8.96%	9.03%	-0.08%
<b>10 Years</b>	---	---	---
<b>Inception</b>	9.10%	9.28%	-0.19%
<b>Risk</b>	5.30%	6.58%	0.46%

## Product Salient Features

- Fund Benchmark :ALBI
- Target Returns :ALBI +0.50% pa
- Management Fees (Standard) :0.20% pa
- Liquidity (T+3) :100.00%
- Duration :Variable
- Start Date :1 Jan 2005
- Minimum Investment Amount :ZAR10 million
- Fund Size :ZAR759.56million
- Classification :SA Bonds

## Investment Objectives

To out-perform the All Bond Index (ALBI) by 0.50% pa.

## Commentary & Notes

Inflation picked up in December to 5.7%. We are likely to see a flat yield curve for the rest of 2013. Further easing will encourage disinvestment from cash or take cash savings from the controlled banking system as investors seek better returns elsewhere.

## Top 10 Holdings Weight Exposure

No	Security	BondPlus	Benchmark
1	R157	8.31%	8.49%
2	R204	6.30%	10.27%
3	R201	6.78%	5.04%
4	R207	6.30%	11.45%
5	ES33	5.33%	2.05%
6	R186	4.32%	12.84%
7	R209	6.91%	7.09%
8	R203	5.67%	10.79%
9	R208	4.45%	10.77%
10	TN17	4.33%	0.00%
	<b>TOTAL</b>	<b>58.68%</b>	<b>78.79%</b>

## Performance to 31 January 2013

