Profile

As managers who are entrepreneurs at heart, and who have spent many years analyzing our own successful investment decisions, the fund is mandated to seek out investments in companies that harness the entrepreneurial flair of talented businessmen. We actively seek out companies that are based in growing industries, have management teams that exhibit ambition, business acumen, and, above all, are founded on intelligence and integrity.

We search for investments in private companies that we believe have potential to become listed in their own right and we try to assist in bringing these companies to the listed markets. The fund makes use of leverage and uses derivative instruments, when deemed appropriate, specifically in order to gear up returns. Whilst we do make every effort to manage the fund’s overall risk profile, the fund is NOT designed to produce low volatility returns.

The managers have extensive experience in the derivative market and we apply this to the risk symmetry which we aspire to achieve when we select our investments. We like to buy into businesses that offer us optionality.

However, it must be emphasized that this fund targets abnormally high returns and consequently carries abnormally HIGH RISK. Whilst we buy both listed and private equity, we do not aspire to manage a diversified portfolio that is correlated to the market. The primary aim of this fund is to make focused, long term investments in companies that we believe offer exceptional growth prospects. We believe that the fund’s investor risk is mitigated by the fact that the management team itself is the largest investor in the fund.

Previous Performance

<table>
<thead>
<tr>
<th>YEAR</th>
<th>JAN</th>
<th>FEB</th>
<th>MAR</th>
<th>APR</th>
<th>MAY</th>
<th>JUN</th>
<th>JUL</th>
<th>AUG</th>
<th>SEP</th>
<th>OCT</th>
<th>NOV</th>
<th>DEC</th>
<th>YEAR</th>
</tr>
</thead>
<tbody>
<tr>
<td>2014</td>
<td>LAUNCH</td>
<td>11.66%</td>
<td>17.40%</td>
<td>6.01%</td>
<td>-0.17%</td>
<td>6.54%</td>
<td>47.80%</td>
<td></td>
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<tr>
<td>2015</td>
<td>-0.57%</td>
<td>-1.68%</td>
<td>6.99%</td>
<td>13.83%</td>
<td>-2.40%</td>
<td>2.26%</td>
<td>7.01%</td>
<td>-6.25%</td>
<td>18.62%</td>
<td>10.77%</td>
<td>1.97%</td>
<td>1.13%</td>
<td>67.05%</td>
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<tr>
<td>2016</td>
<td>-6.38%</td>
<td>10.82%</td>
<td>4.90%</td>
<td>2.59%</td>
<td>2.16%</td>
<td>4.89%</td>
<td>2.98%</td>
<td>3.82%</td>
<td>11.08%</td>
<td>0.98%</td>
<td>4.40%</td>
<td>3.29%</td>
<td>54.72%</td>
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<tr>
<td>2017</td>
<td>0.75%</td>
<td>3.59%</td>
<td>8.61%</td>
<td>-3.25%</td>
<td>-10.08%</td>
<td>-5.91%</td>
<td>1.62%</td>
<td>1.82%</td>
<td>5.22%</td>
<td>8.25%</td>
<td>1.93%</td>
<td>-4.4%</td>
<td>6.56%</td>
</tr>
<tr>
<td>2018</td>
<td>-5.45%</td>
<td>-1.31%</td>
<td>1.33%</td>
<td>-4.23%</td>
<td>3.36%</td>
<td>5.47%</td>
<td>6.05%</td>
<td>10.72%</td>
<td>-2.33%</td>
<td>-4.82%</td>
<td>-8.12%</td>
<td>-2.51%</td>
<td>-3.48%</td>
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<tr>
<td>2019</td>
<td>0.70%</td>
<td>1.44%</td>
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<td>2.15%</td>
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</tbody>
</table>

Salient Features

- **Inception date:** December 2003
- **Sabbatical:** Nov 2011 – Nov 2013
- **New Mandate:** Nov 2013
- **Fund Size:** ZAR 399 million
- **Min investment:** ZAR 1 million
- **Management fees:** 1% p.a.
- **Performance fees:** 20% (above hurdle)
- **Entry fees:** Zero
- **Exit fees:** Zero
- **Lockup:** Minimum of 12 months
- **Notice Period:** 2 months
- **High water mark:** Yes
- **Hurdle rate:** Standard Bank Deposit Rate
- **Prime Broker:** Peregrine Securities (Pty) Ltd
- **Administrator:** Investment Data Services (Pty) Ltd
- **Auditor:** PricewaterhouseCoopers

Contact

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