

## Hollard Wealth Accumulator - Investment Portfolio List as of 24 May 2024

GENERAL INFORMATION			OVERVIEW					FEES (Excl. VAT)				
Fund Name	Fund Code	Objective	Fund Manager Benchmark	ASISA Classification	Risk Rating	Income Distribution	Regulation 28	Fund Class	Initial Fee	Annual Management Fee Range	RIY (Worst Case)	Return after Expenses
Hollard BCI Money Market Fund	HPMMF	Maximise interest income, preserve the fund's capital and provide immediate liquidity by investing in money market instruments with a residual maturity of less than 13 months.	Median of the South African Interest Bearing Money Market sector	SA Interest Bearing Money Market	Conservative	Monthly	Compliant	B	0.00%	0.30%	2.30%	7.70%
Hollard BCI Yield Plus Fund	HPYPF	Regular and high level of income with lower volatility and relative capital stability, through investments in bonds, fixed deposits and other interest earning securities.	Median of the South African Interest Bearing Short Term sector	SA Interest Bearing Short Term	Conservative	Quarterly	Compliant	B	0.00%	0.50%	2.50%	7.50%
Hollard BCI Dynamic Income Fund	HPDIF	Maximising income through investments in a spectrum of equity, bonds, money market or real estate markets.	Median of the South Africa Multi Asset Income Sector	SA Multi Asset Income	Conservative	Quarterly	Compliant	B	0.00%	0.70%	2.70%	7.30%
Hollard BCI Property Fund	HPPFC	High levels of income and long-term capital growth, through investments in listed property shares, collective investment schemes in property and property loan stock and real estate investment trusts and other high-yielding securities.	FTSE/JSE All Property TR	SA Real Estate General	Aggressive	Quarterly	Non-Compliant	B	0.00%	1.00%	3.10%	6.90%

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Hollard BCI Equity Fund	HPEFB	Medium to long-term capital growth, through investments in selected shares across all industry groups as well as across the range of large, mid and smaller cap shares, with a risk / return profile comparable with that of the overall JSE equities market.	Median of the South African Equity General Sector	SA Equity General	Aggressive	Bi-Annually	Non-Compliant	B	0.00%	0.90%	3.00%	7.00%
Hollard BCI Conservative Growth Fund of Funds	HPSDF	To assist investors to reach a return after fees of CPI + 2% p.a. over rolling 3 year periods, through a spectrum of investments in the equity, bond, money or property markets and participatory interests in related collective investment schemes.	Median of the South African Multi Asset Low Equity sector	SA Multi Asset Low Equity	Moderate	Quarterly	Compliant	B	0.00%	1.20%	3.30%	6.70%
Hollard BCI Moderate Growth Fund of Funds	HPSBF	To assist investors to reach a return after fees of CPI + 4% p.a. over rolling 5 year periods, through a spectrum of investments in the equity, bond, money or property markets and participatory interests in related collective investment schemes.	Median of the South African Multi Asset Medium Equity sector	SA Multi Asset Medium Equity	Moderate	Bi-Annually	Compliant	B	0.00%	1.20%	3.30%	6.70%
Hollard BCI Managed Growth Fund of Funds	HPSAF	To assist investors to reach a return after fees of CPI + 6% p.a. over rolling 7 year periods, through a spectrum of investments in the equity, bond, money or property markets and participatory interests in related collective investment schemes.	Median of the South African Multi Asset High Equity sector	SA Multi Asset High Equity	Aggressive	Bi-Annually	Compliant	B	0.00%	1.20%	3.30%	6.70%

## Notes:

### 1.1. General:

- a. This Investment Portfolio List is applicable to investments in the Hollard Wealth Accumulator.
- b. Asset Management Fees are charged monthly and are reflected in a reduction in the value of the unit price of the Investment Portfolio, and are charged on the value of the assets in the Investment Portfolio in question.
- c. **RiY (Reduction in Yield):** Refers to a RiY calculation using an annual administration fee of 0.50% (Excl. VAT), the highest possible initial and annual service and advice fee. The figure includes a performance fee levied on the underlying funds, if applicable. This amount assumes that the fund return is the same as that of its benchmark, as disclosed in the relevant fund fact sheets produced by the investment manager in question. The actual performance fee could be higher or lower depending on the performance of the underlying fund. The performance fee is specific to the fund and is also disclosed in the investment manager fund fact sheets.
- d. **Effect of inflation:** The gross investment return will depend on financial market conditions and the rate of inflation during the policy term. Inflation has a major impact on investment returns, and in general higher inflation leads to higher investment returns and lower inflation leads to lower investment returns. Real rates of return (the excess of the investment return over the inflation rate) give a more meaningful indication of how the investment has performed.
- e. **Effect of Taxation:** Depending on the type of policy, insurance companies pay different rates of tax on investment returns. The effective tax rates may also be different between insurance companies, based on their level of expenses. All benefits paid out under a policy are net of tax and there are thus no further tax obligations for the policyholder.
- f. **Return after expenses:** The RiY shows the extent to which the return on the assets will be eroded due to expenses charged against the policy. The assumed gross investment return of 10% used to calculate the return after expenses shown in the table is not guaranteed, but merely used to illustrate the impact of expenses. The actual investment return earned will depend on the gross investment return earned on the assets and the extent to which this return is reduced by taxation and expenses.
- g. The Investment Portfolios listed above trade on business days only. A business day is any day other than a Saturday, Sunday or South African public holiday.
- h. On daily traded funds, all trade instructions received by Hollard by 12pm daily will be processed for trade by T+2. All instructions received after 12pm will be processed for trade on T+3.

### 1.2. Annual Administration Fee

- a. Hollard Investments will levy an annual administration fee per policy of 0.30% (not vatable).

### 1.3. Tax Recovery Charges:

Endowment policies underwritten by Hollard Life are taxed within the individual policyholder fund in accordance with Section 29A of the Income Tax Act as amended from time to time. The individual policyholder fund is subject to income and capital gains tax at the prevailing rates prescribed by legislation. Policy proceeds paid out to policyholders are net of tax. The tax charge determined by Hollard Life may change because of a change in circumstances including, inter alia; changes to tax legislation (including regulations) impacting current or potentially prior years, a corporate action or any other reason not anticipated at the inception of the policy. Any such change would be subject to review by the Head of Actuarial Function (HAF), acting as an independent party advising the Board for Hollard Life. Prior written notice will be provided in the event of a change. Tax relating to taxable capital gain and taxable income will be passed on to policyholders in the form of an interest and capital gains tax charge. The tax charges are subject to change by Hollard Life.

- a. The tax charges are as follows:

Investment Portfolio Type	Income Tax Charge	Capital Gains Tax Charge
Hollard BCI Unit Trust Funds	6.00%	2.40%

- b. Any amendments to the tax legislation may affect the Withdrawal value of your Policy. Policyholders should obtain independent tax advice, relevant to their circumstances, prior to investing.
- c. The Policy is subject to dividend tax of 20%. This will be withheld from the local dividend portion of a distribution received from an Investment Portfolio.