

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, Zambia and Zimbabwe.

The Group manages both institutional and retail private clients' funds. With total funds under management approximately equal to **ZAR4.25 billion**, JM BUSHA has a traceable track record in managing funds – since 2001.

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. The fund provides 100% liquidity within the stipulated securities settlement period, and can be structured as part of an asset-liability solution

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 **30 Apr 2017** (annualised above 1 year)

Period	JM BUSHA BondPlus	ALBI	Alpha
6 Months	4.07%	3.66%	0.40%
YTD	4.15%	3.97%	0.19%
1 Year	11.34%	10.58%	0.76%
3 Years	8.38%	7.86%	0.51%
5 Years	7.73%	7.31%	0.43%
7 Years	8.66%	8.36%	0.30%
10 Years	8.22%	8.05%	0.17%
Inception	8.11%	8.05%	0.06%
Volatility	6.14%	7.16%	1.43%

Risk Measures	Sharpe Ratio	Sortino Ratio	Information Ratio
BondPlus Benchmark	1.32	2.03	0.04
	1.12	1.75	N/A

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 :ZAR1.193 billion
- Classification :SA Bonds

Investment Objectives

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

Commentary & Notes

Financial markets had a strong April with bonds and equities rallying. The SWIX ended the month up 4.5% and bonds finished the month up 1.5% despite the local political "noise". Although most yields declined in the month, the shorter end of the curve saw most of the buying and given the portfolios shorter duration this led to positive alpha in April.

Top 10 Security Holdings

No	Code	Fund	Bench	No	Code	Fund	Bench
1	R2048	10.49%	9.66%	6	ES33	5.31%	2.08%
2	ES42	8.61%	0.90%	7	R209	5.12%	5.49%
3	TN40	6.79%	0.00%	8	HWAY35	5.03%	0.00%
4	HWAY34	6.36%	0.00%	9	R214	4.98%	5.28%
5	TN27	6.30%	0.00%	10	ES26	4.42%	1.85%
TOTAL		63.41%					

