

# PRUSPECTIVE AS AT 31 AUGUST 2020

## PRUDENTIAL FUNDS' REVIEW & MARKET PERFORMANCE

### SOUTH AFRICAN MARKET

#### EQUITY

| FTSE/JSE ALL SHARE (ALSI) |   |      |
|---------------------------|---|------|
| 1 Month                   | ▼ | 0.3% |
| 12 Months                 | ▲ | 3.9% |
| Large Caps (1 month)      | ▲ | 0.1% |
| Mid Caps (1 month)        | ▲ | 1.7% |
| Small Caps (1 month)      | ▲ | 1.4% |

#### BEST-PERFORMING SECTORS

|                           |   |      |
|---------------------------|---|------|
| Travel & Leisure          | ▲ | 8.1% |
| Industrial Transportation | ▲ | 6.3% |
| Forestry & Paper          | ▲ | 6.2% |

#### WORST-PERFORMING SECTORS

|                                   |   |       |
|-----------------------------------|---|-------|
| Fixed Line Communications         | ▼ | 21.6% |
| Real Estate Investment & Services | ▼ | 9.9%  |
| Listed Property                   | ▼ | 8.6%  |

#### 10 YEAR PERIODS

|             |   |           |
|-------------|---|-----------|
| Industrials | ▲ | 13.7% p.a |
| Financials  | ▲ | 6.8% p.a  |
| Resources   | ▲ | 6.0% p.a  |

#### COMPOSITION OF ALSI

|             |       |
|-------------|-------|
| Industrials | 51.2% |
| Resources   | 32.5% |
| Financials  | 16.3% |

#### BONDS

| ALL BOND INDEX |   |      |
|----------------|---|------|
| 1 Month        | ▲ | 0.9% |
| 12 Months      | ▲ | 4.2% |

#### INFLATION-LINKED BOND INDEX

|           |   |      |
|-----------|---|------|
| 1 Month   | ▲ | 3.9% |
| 12 Months | ▼ | 0.1% |

#### PROPERTY

| SA LISTED PROPERTY INDEX |   |       |
|--------------------------|---|-------|
| 1 Month                  | ▼ | 8.6%  |
| 12 Months                | ▼ | 44.3% |

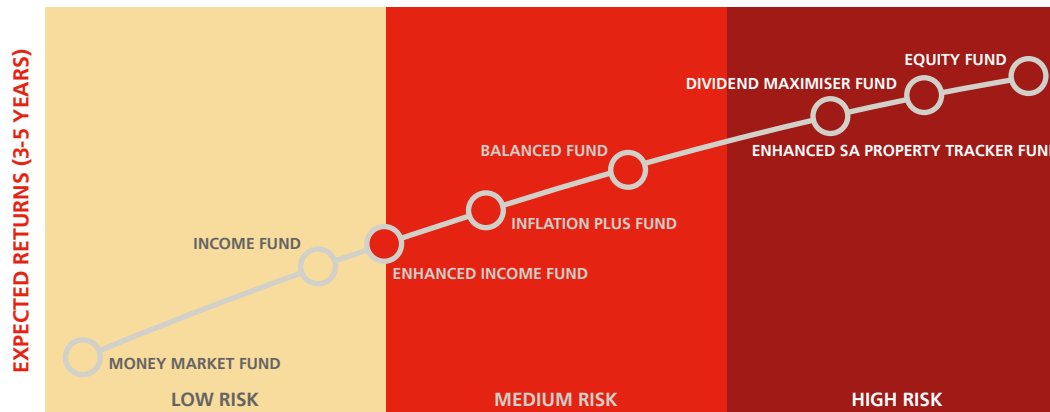
#### CASH

|           |   |      |
|-----------|---|------|
| 1 Month   | ▲ | 0.4% |
| 12 Months | ▲ | 6.4% |

#### INFLATION/SACPI

|          |   |          |
|----------|---|----------|
| 10 Years | ▲ | 5.1% p.a |
|----------|---|----------|

### PRUDENTIAL SOLUTION FUNDS



### INTERNATIONAL MARKET (IN US\$)

| MSCI WORLD INDEX |   |       |
|------------------|---|-------|
| 1 Month          | ▲ | 6.7%  |
| 12 Months        | ▲ | 17.4% |

| MSCI EMERGING MARKETS INDEX |   |       |
|-----------------------------|---|-------|
| 1 Month                     | ▲ | 2.2%  |
| 12 Months                   | ▲ | 14.5% |

#### EMERGING MARKETS\*

| BEST-PERFORMING INDEX FOR THE MONTH |   |      |
|-------------------------------------|---|------|
| MSCI China                          | ▲ | 5.7% |

| WORST-PERFORMING INDEX FOR THE MONTH |   |      |
|--------------------------------------|---|------|
| Ibovespa                             | ▼ | 8.4% |

#### DEVELOPED MARKETS\*

| BEST-PERFORMING INDEX FOR THE MONTH |   |       |
|-------------------------------------|---|-------|
| NASDAQ 100                          | ▲ | 11.2% |

| WORST-PERFORMING INDEX FOR THE MONTH |   |      |
|--------------------------------------|---|------|
| FTSE 100                             | ▲ | 3.8% |

### EXCHANGE RATES FOR THE MONTH\*\*

|                   |   |      |
|-------------------|---|------|
| ZAR per US Dollar | ▼ | 0.5% |
| ZAR per Euro      | ▲ | 0.7% |
| ZAR per Pound     | ▲ | 1.5% |

#### RISK

### COMMODITIES (IN US\$)

| PLATINUM PRICE |   |      |
|----------------|---|------|
| 1 Month        | ▲ | 2.4% |
| 12 Months      | ▲ | 0.0% |

| GOLD PRICE |   |       |
|------------|---|-------|
| 1 Month    | ▼ | 0.9%  |
| 12 Months  | ▲ | 28.8% |

| BRENT CRUDE PRICE |   |       |
|-------------------|---|-------|
| 1 Month           | ▲ | 4.6%  |
| 12 Months         | ▼ | 25.1% |

### ASSET CLASS PREFERENCES: 5-YEAR PERIOD

#### THE PRUDENTIAL HOUSE VIEW\*\*\*

|                    |  |
|--------------------|--|
| <b>OVERWEIGHT</b>  | SA Equity<br>SA Bonds (Government & Corporate)<br>Foreign Corporate Bonds<br>SA Inflation-linked Bonds |
| <b>NEUTRAL</b>     | Foreign Equity<br>Foreign Cash   |
| <b>UNDERWEIGHT</b> | Foreign Government Bonds<br>SA Listed Property<br>SA Cash  |

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#### LEGEND

- ▲ Positive % move over the period
- ▼ Negative % move over the period
- \* From the selection of international equity indices
- \*\* Declines/negative % change indicate an improving currency
- ### Please see reverse

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| RISK LEVEL         | PRUDENTIAL FUND   | ASSET ALLOCATION |              |        |       |                    |              |        |       | INTENDED MAXIMUM LIMITS |              |                       |                 | PERFORMANCE HISTORY |         |         |         |          | RETURNS SINCE INCEPTION <sup>#</sup> |                         | ADDITIONAL INFORMATION   |  |
|--------------------|---|------------------|--------------|--------|-------|--------------------|--------------|--------|-------|-------------------------|--------------|-----------------------|-----------------|---------------------|---------|---------|---------|----------|--------------------------------------|-------------------------|--|--|
|                    |   | DOMESTIC         |              |        |       | FOREIGN            |              |        |       | EQUITY                  | LISTED PROP. | OFFSHORE (EX. AFRICA) | AFRICA (EX. SA) | 1 YEAR              | 3 YEARS | 5 YEARS | 7 YEARS | 10 YEARS | HIGHEST RETURN                       | LOWEST RETURN           |  |  |
|                    |   | EQUITY           | LISTED PROP. | BONDS* | CASH  | EQUITY             | LISTED PROP. | BONDS* | CASH  |                         |              |                       |                 |                     |         |         |         |          |                                      |                         |  |  |
| LOW RISK           | <b>INCOME FUNDS</b>   |                  |              |        |       |                    |              |        |       |                         |              |                       |                 |                     |         |         |         |          |                                      |                         | <b>1-YEAR INCOME RETURN**</b>  |  |
|                    | <b>Income Fund</b><br>South African - Interest Bearing - Short Term<br>Investment horizon: 1-2 years<br><a href="#">Fact Sheet</a>              | 0.0%             | 0.0%         | 11.1%  | 88.9% | 0.0%               | 0.0%         | 0.0%   | 0.0%  | 0%                      | 0%           | 0%                    | 0%              | 6.3%                | 7.7%    | N/A     | N/A     | N/A      | 8.9%<br>(30 Jun 2018)                | 4.9%<br>(30 June 2020)  | 7.8%   |  |
| LOW - MEDIUM RISK  | <b>MULTI-ASSET FUNDS</b>  |                  |              |        |       |                    |              |        |       |                         |              |                       |                 |                     |         |         |         |          |                                      |                         | <b>1-YEAR INCOME RETURN**/ TOP HOLDINGS**</b>  |  |
|                    | <b>Enhanced Income Fund</b><br>South African - Multi Asset - Income<br>Investment horizon: 1-3 years<br><a href="#">Fact Sheet</a>              | 0.0%             | 2.8%         | 46.2%  | 34.1% | 0.0%               | 0.0%         | 5.7%   | 11.1% | 10%                     | 25%          | 20%                   | 5%              | 3.2%                | 5.4%    | 6.2%    | 6.7%    | 7.2%     | 12.9%<br>(30 Nov 2010)               | 1.8%<br>(30 April 2020) | 6.7%   |  |
|                    | <b>Inflation Plus Fund</b><br>South African - Multi Asset - Low Equity<br>Investment horizon: 3+ years<br><a href="#">Fact Sheet</a>            | 25.8%            | 4.7%         | 43.7%  | 4.0%  | 10.8% <sup>§</sup> | 0.1%         | 7.0%   | 3.9%  | 40%                     | 25%          | 30%                   | 5%              | -3.0%               | 0.3%    | 2.5%    | 5.4%    | 8.0%     | 30.8%<br>(30 Apr 2006)               | -13.7%<br>(31 Mar 2020) | 1. Pru WW Real Return Fund 12.7%<br>2. Pru Corporate Bond Fund 7.3%<br>3. Pru WW Strat Real Return Fund 6.2%<br>4. RSA (R202) 4.8%<br>5. Naspers Ltd 3.8%              |  |
| MEDIUM RISK        | <b>Balanced Fund</b><br>South African - Multi Asset - High Equity<br>Investment horizon: 5+ years<br><a href="#">Fact Sheet</a>                 | 45.8%            | 1.9%         | 22.9%  | 4.8%  | 21.6% <sup>§</sup> | 0.0%         | 2.8%   | 0.2%  | 75%                     | 25%          | 30%                   | 5%              | 0.5%                | 2.3%    | 4.0%    | 6.7%    | 9.7%     | 44.7%<br>(30 Apr 2006)               | -21.1%<br>(28 Feb 2009) | 1. Pru WW Managed Fund 16.8%<br>2. Naspers Ltd 6.9%<br>3. Pru WW Strat Managed Fund 6.3%<br>4. Prudential Corp Bond Fund 4.9%<br>5. Prudential High Interest Fund 4.4% |  |
| MEDIUM - HIGH RISK | <b>PROPERTY/EQUITY FUNDS</b>  |                  |              |        |       |                    |              |        |       |                         |              |                       |                 |                     |         |         |         |          |                                      |                         | <b>TOP HOLDINGS**</b>  |  |
|                    | <b>Enhanced SA Property Tracker Fund</b><br>South African - Real Estate - General<br>Investment horizon: 5+ years<br><a href="#">Fact Sheet</a> | 0.5%             | 97.2%        | 0.0%   | 2.3%  | 0.0%               | 0.0%         | 0.0%   | 0.0%  | 0%                      | 100%         | 0%                    | 0%              | -44.7%              | -24.0%  | -12.7%  | -3.6%   | 2.0%     | 53.9%<br>(31 Jul 2007)               | -48.2%<br>(31 Mar 2020) | 1. Growthpoint Prop Ltd 20.2%<br>2. NEPI Rockcastle Plc 17.4%<br>3. Redefine Properties Ltd 8.9%<br>4. Resilient REIT Ltd 7.4%<br>5. Fortress REIT Ltd A 6.7%          |  |
|                    | <b>Dividend Maximiser Fund</b><br>South African - Equity - General<br>Investment horizon: 7+ years<br><a href="#">Fact Sheet</a>                | 70.0%            | 0.7%         | 0.0%   | 0.7%  | 28.7% <sup>§</sup> | 0.0%         | 0.0%   | 0.0%  | 100%                    | 15%          | 30%                   | 5%              | 1.0%                | 1.0%    | 3.2%    | 5.8%    | 9.7%     | 63.1%<br>(31 Jul 2005)               | -22.3%<br>(28 Feb 2009) | 1. Pru Global Equity Fund 12.4%<br>2. Naspers Ltd 11.9%<br>3. M&G Global Dividend Fund 9.2%<br>4. British American Tobacco Plc 6.8%<br>5. Anglo American Plc 5.7%      |  |
| HIGH RISK          | <b>Equity Fund</b><br>South African - Equity - General<br>Investment horizon: 7+ years<br><a href="#">Fact Sheet</a>                            | 76.0%            | 2.1%         | 0.0%   | 0.9%  | 19.1% <sup>§</sup> | 0.0%         | 1.7%   | 0.3%  | 100%                    | 15%          | 30%                   | 5%              | 1.5%                | 0.9%    | 3.3%    | 6.0%    | 10.2%    | 67.8%<br>(30 Apr 2006)               | -24.4%<br>(31 Oct 2008) | 1. Pru Global Equity Fund 13.8%<br>2. Naspers Ltd 13.0%<br>3. Anglo American Plc 6.1%<br>4. British American Tobacco Plc 5.4%<br>5. Standard Bank Group Ltd 4.4%       |  |

\* Bonds may include Corporate bonds, Government bonds and Inflation-linked bonds. \*\* The portion of the return of the Fund that is attributed to income generated over the last 12 months, assuming the investor reinvests all distributions and incurs no transaction fees or taxes.

■ Top quartile in category - Morningstar, 1-month performance not included.

# 12-month rolling performance figure. \*\* Top holdings updated quarterly. § Including Africa Equity

\*\*\* These preferences are implemented where all fund mandates allow. Positioning will differ in portfolios with mandate constraints.

| RISK LEVEL      | PRUDENTIAL FUND   | ASSET ALLOCATION |              |        |       |         |              |        |      | INTENDED MAXIMUM LIMITS |              |                       |                 | PERFORMANCE HISTORY |         |         |         |          | RETURNS SINCE INCEPTION# |                         | ADDITIONAL INFORMATION         |       |                                |       |                                |      |                                   |      |                                  |      |
|-----------------|---|------------------|--------------|--------|-------|---------|--------------|--------|------|-------------------------|--------------|-----------------------|-----------------|---------------------|---------|---------|---------|----------|--------------------------|-------------------------|--------------------------------|-------|--------------------------------|-------|--------------------------------|------|-----------------------------------|------|----------------------------------|------|
|                 |   | DOMESTIC         |              |        |       | FOREIGN |              |        |      | EQUITY                  | LISTED PROP. | OFFSHORE (EX. AFRICA) | AFRICA (EX. SA) | 1 YEAR              | 3 YEARS | 5 YEARS | 7 YEARS | 10 YEARS | HIGHEST RETURN           | LOWEST RETURN           |                                |       |                                |       |                                |      |                                   |      |                                  |      |
|                 |   | EQUITY           | LISTED PROP. | BONDS* | CASH  | EQUITY  | LISTED PROP. | BONDS* | CASH |                         |              |                       |                 |                     |         |         |         |          |                          |                         |                                |       |                                |       |                                |      |                                   |      |                                  |      |
|                 | <b>GLOBAL FEEDER FUNDS</b>  |                  |              |        |       |         |              |        |      |                         |              |                       |                 |                     |         |         |         |          | <b>TOP HOLDINGS**</b>    |                         |                                |       |                                |       |                                |      |                                   |      |                                  |      |
| LOW - MED RISK  | <b>Global Bond Feeder Fund</b><br>Global - Interest Bearing - Variable Term<br>Investment horizon: 2+ years<br><a href="#">Fact Sheet</a>   | 0.0%             | 0.0%         | 2.5%   | 0.9%  | 0.0%    | 0.0%         | 90.3%  | 6.3% | 0%                      | 0%           | 100%                  | 0%              | 19.0%               | 12.1%   | 8.5%    | 9.7%    | 11.6%    | 49.1%<br>(31 Dec 2001)   | -17.4%<br>(31 Aug 2003) | 1. Eastspr US Inv Gr Bond Fund | 18.5% | 2. M&G Hard Cur Bond Fund      | 15.2% | 3. Japan Govt 2 Yr Bond        | 8.0% | 4. iShares \$ Float Rate Bond ETF | 6.4% | 5. M&G Strat Corp Bond Fund      | 6.3% |
|                 | <b>Global Inflation Plus Feeder Fund</b><br>Global - Multi Asset - Low Equity<br>Investment horizon: 3+ years<br><a href="#">Fact Sheet</a> | 0.0%             | 0.0%         | 1.7%   | 0.9%  | 37.0%   | 4.8%         | 48.6%  | 6.9% | 40%                     | 25%          | 100%                  | 0%              | 17.6%               | 11.9%   | 8.9%    | 10.0%   | 11.1%    | 38.1%<br>(28 Feb 2007)   | -16.6%<br>(30 Jun 2009) | 1. Eastspr US Inv Gr Bond Fund | 18.5% | 2. M&G Eur Corp Bond Fund      | 9.3%  | 3. M&G Hard Cur Bond Fund      | 6.2% | 4. iShares \$ Float Rate Bond ETF | 5.7% | 5. iShares \$ Corporate Bond ETF | 5.1% |
| MED - HIGH RISK | <b>Global Balanced Feeder Fund</b><br>Global - Multi Asset - High Equity<br>Investment horizon: 5+ years<br><a href="#">Fact Sheet</a>      | 0.0%             | 0.0%         | 1.7%   | -0.7% | 68.3%   | 4.6%         | 20.8%  | 5.4% | 75%                     | 25%          | 100%                  | 0%              | 18.0%               | n/a     | n/a     | n/a     | n/a      | 24.4%<br>(31 Jan 2020)   | 0.5%<br>(31 Aug 2019)   | 1. XTrackers S&P 500 ETF       | 14.6% | 2. M&G Global Select Fund      | 9.8%  | 3. M&G Gbl Enh Eq Premia Fund  | 6.8% | 4. Eastspr US Inv Gr Bond Fund    | 5.7% | 5. US Treasury Bond 1.25%        | 5.1% |
| HIGH RISK       | <b>Global Equity Feeder Fund</b><br>Global - Equity - General<br>Investment horizon: 7+ year<br><a href="#">Fact Sheet</a>                  | 0.8%             | 0.0%         | 0.0%   | 1.2%  | 90.2%   | 2.2%         | 0.0%   | 5.6% | 100%                    | 0%           | 100%                  | 0%              | 25.0%               | 14.2%   | 12.4%   | 14.4%   | 16.3%    | 53.5%<br>(31 Dec 2013)   | -42.5%<br>(31 Mar 2003) | 1. Vanguard FTSE All World ETF | 15.8% | 2. SPDR Dow Jones Gbl Real Est | 2.3%  | 3. iShares Core MSCI World ETF | 2.2% | 4. Chinese Renminbi Cash          | 2.0% | 5. Wuhu Sanqi Interactive        | 1.4% |

\* Bonds may include Corporate bonds, Government bonds and Inflation-linked bonds. \*\* The portion of the return of the Fund that is attributed to income generated over the last 12 months, assuming the investor reinvests all distributions and incurs no transaction fees or taxes.

■ Top quartile in category - Morningstar, 1-month performance not included.

# 12-month rolling performance figure. \*\* Top holdings of underlying fund - updated quarterly. † Including Africa Equity

\*\*\* These preferences are implemented where all fund mandates allow. Positioning will differ in portfolios with mandate constraints.