ARYSTEQ
ASSET MANAGEMENT

ARYSTEQ SHORT TERM INCOME ACTIVELY MANAGED ETF
Fund Information

What are the Fund's Objectives?

The objective of the Arysteq Short Term Income Exchange Traded Fund is to provide an investment vehicle that gives access to investors who want to achieve higher levels of income while preserving their capital and liquidity. The Fund will invest in deposits issued by Namibian Banks (which will substantially track the South African short-term interest cycle), including structured deposits and stepped rate notes with interest payments linked to 3-month Windhoek Interbank Agreed Rate ("WIBAR") (or a similar publicly available rate), adjusted for the lowest sovereign and / or bank risk in the Southern African region

Who should consider investing in this fund?

The Fund is suitable for investors seeking low-cost convenient alternatives to traditional non-listed products. It can also act as a building block for investors to use when constructing their own portfolios.

What does this fund invest in?

This Fund invests in Namibian short to medium dated instruments that are considered risk free or carries some credit risk. These include a wide range of instruments issued by banks and other institutions.

Portfolio Risk and Information

The risk classification of this Fund is "low". The Fund is appropriate for investors that have short time horizons as well as low risk tolerance. This Fund is appropriate for investors that wish to preserve their capital over a 12-month period. The recommended term for this investment in one (1) month and longer. This Fund is not suitable for longer term investments that provide growth in savings.

The Fund is not a bank deposit account. The Fund aims to maintain a constant price of 100 cents per unit. The total returns an investor receives is made up of interest received and any gain or loss made on instruments held by the Fund. While capital losses are unlikely, they can occur if, for example, one of the issuers of an instrument default. In this event, investors may lose some of their capital. To maintain a constant price of 100 cents per unit, investors' unit holdings will be reduced to the extent of such losses. The yield is calculated according to applicable NASIA standards. Excessive withdrawals from the Fund may place it under liquidity pressure; if this happens, withdrawals may be ring-fenced and managed over a period of time. Purchase and redemption requests must be received by the Management Company by 10:00 each business day to receive that day's price.

The fund provides daily liquidity for investors, except when the liquidation represents more than 1% of the overall portfolio value. In such instances the withdrawal will be managed by the portfolio manager within 3 business days. In addition to this, when the liquidation represents more than 5% of the overall portfolio value, the withdrawal will be managed by the portfolio manager within 5 business days.

The fund does not attract capital gains tax. Withholding tax on interest is applicable depending on the jurisdictions in which the underlying instruments are invested. Such withholding taxes are deducted at the fund level and no further tax implications will be applicable to the individual investor. The investor should seek professional advice with respect to tax matters related to their specific investments.

This Fund will not take derivative positions or apply any leverage in the portfolio through borrowing or short selling.

What are the costs of investing in the fund?

An annual fee of a minimum of 0.1% and a maximum of 1.5%. There are no performance fees.

Fund expenses, excluding asset management fees that are incurred in the Fund include trading, custody, audit charges and regulatory levies. We do not charge fees to invest or withdraw from the Fund.

Arysteq does not provide financial advice. If you appoint an adviser, advice fees are contracted directly between you and the adviser. For more information please contact the relevant platform.

Unique circumstances constraints

Investors recognise that by investing in this fund the investor is taking part in the objectives and constraints of the fund, but they may not necessarily be the same as the investors' individual objectives and constraints.

As such each investor should take caution when investing and consult their financial advisor with respect to their individual investment policy needs. This fund should just serve as a building block in the overall portfolio construction

IMPORTANT INFORMATION

Information and content

The information in and content of this publication are provided by Arysteq as general information about the company and its products and services. Arysteq does not guarantee the suitability or potential value of any information or particular investment source. The information provided is not intended to, nor does it constitute financial, tax, legal, investment or other advice. Before making any decision or taking any action regarding your finances, you should consult a qualified financial adviser. Nothing contained in this publication constitutes a solicitation, recommendation, endorsement or offer by Arysteq.

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Management Company

Arysteq Asset Management (Pty) Ltd ("Arysteq") is registered with NAMFISA and the investment management license number is 25/12/86. Arysteq is a wholly owned subsidiary of Lexus Securities (Pty) Ltd, a diversified financial services group that is entirely owned, managed and staffed by Namibians. Arysteq has one wholly owned subsidiary, Arysteq Unit Trust Management Ltd under which our unit trust scheme is housed. Its unit trust scheme license number is 25/9/5/26.

The custodians of the Arysteq Unit Trust Scheme are Nedbank Namibia.

Performance

Collective investment schemes in securities (unit trusts or funds) are generally medium- to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to future performance. The Management Company does not provide any guarantee regarding the capital or the performance of the Fund. Performance figures are provided by the Investment Manager and are for lump sum investments with income distributions reinvested. Actual investor performance may differ as a result of the investment date, the date of reinvestment and applicable taxes.

Unit Price

Unit trust prices are calculated on a net asset value basis, which is the total market value of all assets in the Fund, including any income accruals and less any permissible deductions from the Fund, divided by the number of units in issue. Forward pricing is used and fund valuations take place at approximately 15:00 each business day. Purchase and redemption requests must be received by the Management Company by 10:00 each business day to receive that day's price.

Fund mandate

Funds may be closed to new investments at any time in order to be managed according to their mandates. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending.