

### Fund description

The Jenga SA fund invests primarily in shares listed on the Johannesburg Stock Exchange (JSE). The managing partner is flexible on the fund weightings and will be concentrated in a few companies or sectors. Returns are likely to be volatile, especially over short and medium-term periods.

### Fund Objective and benchmark

The fund aims to create long-term wealth for all general partners. It seeks to outperform the returns of the JSE All Share Index over the long term, without taking on a higher risk of loss. To pursue its objective, the fund's portfolio may differ materially from those of its peers. This will result in the fund underperforming its benchmark substantially at times. The fund's benchmark is the market value-weighted average return of funds in the Johannesburg Stock Exchange.

### How we aim to achieve the Fund's Objective

We seek to buy shares offering the best relative and intrinsic value while maintaining a diversified and concentrated portfolio. We thoroughly research companies with both qualitative and quantitative measurements to assess their intrinsic value from a long-term perspective. We invest in a selection of shares across sectors of the stock market, and across the range of large, mid and smaller-cap shares. We do not use leverage, short stocks nor derivatives.

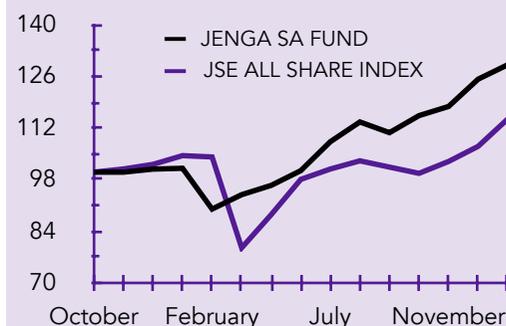
### Suitable for investors who

Seek exposure to listed equities to provide long-term capital growth.  
Typically have an investment horizon of more than five years.  
Are prepared to accept the risk of capital loss.  
Accept the fund's policy of a one-year lock-up period.

### Minimum investment amount (not open)

<b>Minimum investment (in rands)</b>	<b>R20,000</b>
<b>Additional lump sum</b>	<b>R10,000</b>

### Fund Information on 15 JANUARY 2021



- The Jenga SA Fund is compared to a weighted average of the JSE All Share Index from inception (October 15 2019). Source: Financial Times
- This is based on the latest figures from our brokers.
- The Y-axis is rebalanced to 100 points.
- As of 15 January 2021, 99.46% of the fund was invested in stocks while 0.54% was in cash.

Company Name (Top 10)	% of Portfolio
Cartrack	14.54
MTN Group	13.61
Naspers	13.03
Alaris	8.84
Shoprite	8.19
Capital Appreciation	7.92
PBT Group	7.6
Primeserv	7.31
British American Tobacco	5.55
Metair	5.15
<b>Total</b>	<b>91.74</b>

% Returns	Fund	Benchmark
Latest 3 months	12	16
2020 Calendar Year	25	3.6
Since Inception (15 Oct 2019)	29.1	14.4
Risk measures	Fund	Benchmark
Maximum drawdown	-14.6	-33.1
Highest annual return	15.32	-0.32
Lowest annual return	15.32	-0.32

Sector (Top 10)	% of Portfolio
Support & education services	18.69
Software as a service	14.54
Telecommunication	13.61
Internet retail	13.03
Telecom equipments	8.84
Food retailers	8.19
Financial Technology	7.92
Tobacco	5.55
Industrials	5.15
Asset Management	2.47
<b>Total</b>	<b>97.99</b>

**Meeting the Funds Objective**

The fund is set up to create wealth for long-term partners. Since inception (October 2019), the fund has outperformed its benchmark. The fund experiences periods of underperformance in pursuit of its objective of creating long-term wealth for investors, without taking on greater risk of loss than the average equity fund.

**No management fee policy**

Jenga Investment Partners charges a performance-only fee based on the fund’s performance relative to its benchmark, the JSE All Share Index. This is only applicable after it gains its license.

- Outperform the benchmark: 20% of p.a of net profit excl. tax
- Return over 6%: 20% of p.a of net profit excl. tax
- Return less than 6%: 0% of p.a of net profit
- Negative return: 0% of p.a of net profit

We have a no management fee policy.

Fund	Return (2020 CY)
<b>Jenga SA Fund</b>	<b>25%</b>
Fairtree Equity Prescient A1	19.8%
Coronation Equity R	14.2%
36One BCI Equity A	18.9%
Average SA Fund (Source: Citywire)	1.9%
Allan Gray SA	-0.2%
Ninety One Value R	-7.0%

**Managing Partner Commentary**

2020 was our first full calendar year of investing in South Africa. The market was extremely volatile. We are pleased the fund performed well and had a lower drawdown than the benchmark while being more concentrated.

Reflecting on our mistakes is a vital aspect of our investment strategy, and we have a few lessons to reflect on. A key lesson is we need to be even more optimistic on outstanding companies led by superb management teams.

Selling Platinum and Iron Ore miners too early cost the fund some returns. However, we reinvested the profits into outstanding companies like Sygnia, PBT Group and Capital Appreciation.

Our largest holding, Cartrack plans on delisting from the JSE and listing under a holding company on the Nasdaq. We believe this could broaden its shareholder base and investor interest. We plan on remaining long-term shareholders of the fleet telematics companies.

Cartrack is an excellent example of why the continent should be more excited about technology as an enabler of economic activity in other sectors.

The JSE beyond Naspers and the miners remain out of favour by the market, and many companies on the JSE have a propelling investment case. We believe both Shoprite and MTN Group will be resilient even if South Africa goes back into a level 5 lockdown.

We are pleased with our decision to invest in South Africa and are optimistic even though the macroeconomic outlook looks gloomy.

Our focus for 2021 is researching and investing in outstanding companies priced at attractive valuations. If you have any questions concerning our investments or operations, please reach out to us.



**Disclaimer:** Jenga investment Partners is an unregulated investment club based in the United kingdom. The Managing Partner invests in listed Johannesburg and London Stock Exchange companies. The information in our fund factsheet only represents the managing partners views and performance. The factsheet is not investment advice to buy or sell any financial security. Readers should please consult their own financial or investment advisors for investment decisions. Past performance does not predict future performance.

Contact us: [info@jengaip.com](mailto:info@jengaip.com) or [ir@jengaip.com](mailto:ir@jengaip.com) Tel: +447460035307