

SMARTASSETS SHARIAH PORTFOLIO | NOVEMBER 2017



ABOUT THE PORTFOLIO

The SmartAssets Shariah Portfolio complies with the regulations that govern retirement funds (Regulation 28). Regulation 28 allows for the equity exposure to range from 0%-75% but, in accordance with Shari'ah guidelines, the combined equity and property holdings will never fall below 30%. The fund aims to provide Muslim investors with the opportunity to achieve long term wealth creation within a moderate level of risk. This is done by investing in a portfolio of equities listed on the JSE Limited and Sukuks, in accordance with the Islamic Principles approved by the Shari'ah Supervisory Board.

MONTHLY ECONOMIC COMMENTARY

Global markets started the month weaker, on lower commodity prices following concerns over the slowing growth in China. Equities fell sharply in the region, following the introduction of tighter regulation around corporate borrowing. In the US, the Fed signalled it is poised to raise interest rates again in December, despite low inflation. However, all was forgotten by month-end when both the S&P500 and the Nasdaq Composite hit new highs on stronger US earnings reports, prospects of US tax reforms, synchronised global growth and widespread expectations of continuing benign inflation.

The ultra-low interest rates in developed economies meant that the search for yield in emerging markets continued unabated. The US economy continued upwards, with US GDP growth coming in at 3.3% for the quarter. Even though China's short term indicators point to a slowdown, the economy grew by 6.8% year-on-year to September. Economic data from the eurozone continues to beat expectations, with GDP growing by 2.5% year-on-year to the end of September. More importantly, most short-term indicators remain positive.

In South Africa, S&P downgraded our local currency government debt to junk, while Moody's kept its rating unchanged for another three months. If Moody's downgrades our debt, South Africa will be excluded from the

Citibank's World Government Bond Index, which will lead to between US\$8 billion and US\$10 billion in expected outflows. Despite this, the rand strengthened, driven largely by an expectation that Cyril Ramaphosa is leading in the race for the ANC Presidency, as well as a weaker US dollar.

Unemployment stayed at 27.7% in the third quarter, business confidence remained at record lows and inflation came in at 4.8% year-on-year. On the fiscal front, the government announced it is looking to implement R30 billion in tax hikes and more than R50 billion of spending cuts in 2018 as it struggles to stabilise the ballooning public debt ratio.

Oil prices rose to their highest levels in more than two years, supported by rising global demand and expectations that OPEC, and other major oil producers, will extend the production cut deal for another nine months.

The JSE Capped SWIX Index returned 2.5%, with Resources, Financials and Industrials delivering -1.5%, 5.9% and 1.6% respectively. The JSE All Bond Index declined by -1.0%, while the rand strengthened by 3.3% relative to the US dollar.

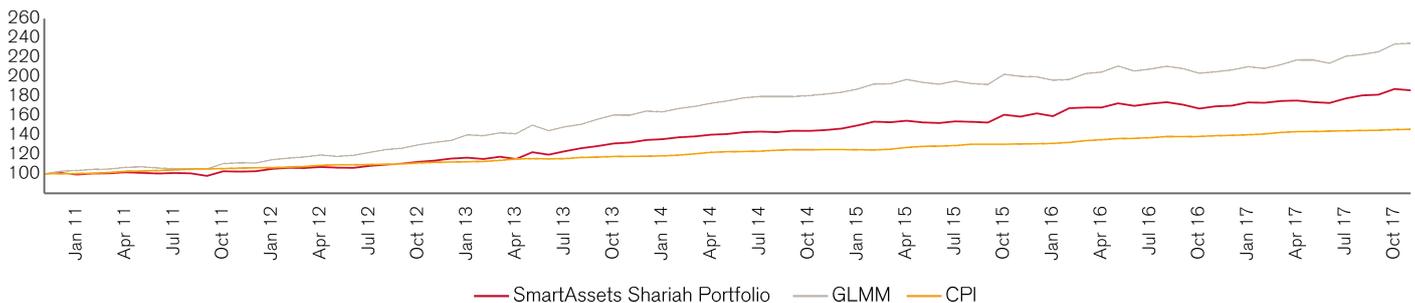
STRATEGIC BENCHMARK

GLMM: Global Large Manager Median

INCEPTION

20 February 2015

CUMULATIVE PERFORMANCE



SYGNIA LIFE LIMITED

Registration No. 2000/022679/06

Cape Town: 7th Floor | The Foundry | Cardiff Street | Green Point | 8001 | T +27 21 446 4940 | F +27 21 446 4950

Johannesburg: Unit 40 | 6th Floor | Katherine & West Building | West Street | Sandton | 2196 | T +27 10 595 0550 | F +27 86 206 5173



PERFORMANCE TO 30 NOVEMBER 2017

YEAR*	FUND	BENCHMARK	OUTPERFORMANCE
2011	1.7%	8.1%	-6.4%
2012	12.7%	20.9%	-8.3%
2013	16.5%	22.5%	-6.0%
2014	8.7%	11.7%	-3.0%
2015	10.7%	8.6%	2.0%
2016	4.9%	3.6%	1.4%
PERIOD*	FUND	BENCHMARK	OUTPERFORMANCE
1 Month	-0.8%	0.4%	-1.1%
3 Months	2.9%	5.2%	-2.3%
6 Months	7.0%	8.0%	-1.0%
Year to Date	9.2%	13.3%	-4.1%
1 Year	9.7%	14.3%	-4.7%
3 Years	8.6%	8.8%	-0.2%
5 Years	10.3%	12.1%	-1.8%

*Returns for periods greater than one year have been annualised. Returns prior to inception are simulated returns based on reasonable assumptions using similar strategies managed by Sygnia.

RISK STATISTICS

	FUND	BENCHMARK
Standard Deviation	6.0%	6.6%
Downside Deviation	2.4%	3.3%
% Positive Months	68.3%	68.3%
% Negative Months	31.7%	31.7%
Average Positive Month	1.7%	1.9%
Average Negative Month	-1.0%	-1.1%
Average Return	0.8%	1.0%
Best Month	6.1%	6.2%
Worst Month	-2.3%	-3.8%
Largest Drawdown	-3.8%	-3.8%

GLOSSARY

Standard Deviation

It is a statistical measure reflecting the variability of returns. The higher the number, the less predictable the returns can be expected to be in the future.

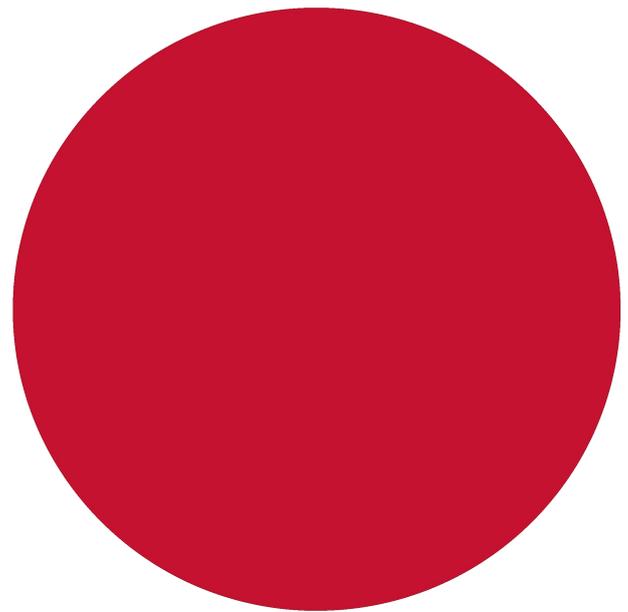
Downside Deviation

A similar measure to the standard deviation except that it only considers months in which there are negative returns.

Maximum Drawdown

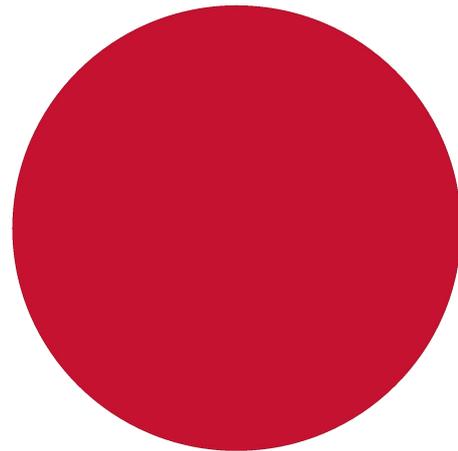
Calculates the worst historical loss in value from previous peak to subsequent trough.

MANAGER ALLOCATION



Old Mutual Asset Management - 100.0%

STRATEGIC ASSET ALLOCATION



Islamic Balanced - 100.0%

MONTHLY PERFORMANCE FIGURES

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
2013	0.8%	-1.1%	2.0%	-2.0%	6.1%	-2.1%	2.9%	2.5%	1.7%	2.1%	0.8%	1.9%	16.5%
2014	0.7%	1.4%	0.7%	1.3%	0.5%	1.3%	0.4%	-0.4%	1.0%	-0.1%	0.6%	1.1%	8.7%
2015	2.3%	2.6%	-0.4%	1.0%	-1.1%	-0.4%	1.1%	-0.3%	-0.5%	5.2%	-1.2%	2.1%	10.7%
2016	-1.8%	5.2%	0.4%	0.0%	2.5%	-1.5%	1.3%	0.9%	-1.5%	-2.3%	1.4%	0.4%	4.9%
2017	1.9%	-0.2%	1.1%	0.3%	-0.9%	-0.5%	2.7%	1.8%	0.4%	3.3%	-0.8%		9.2%

DISCLAIMER - SYGNIA LIFE LIMITED

The returns of the policy are market linked and are not guaranteed. The market value of the policy will therefore fluctuate, and past performance is not necessarily a guide to future performance. The investments referred to in this document are generally medium-to-long term investments. Fluctuations or movements in exchange rates may cause the value of the underlying international investments to increase or decrease. Commission and incentives may be paid and, if so, would be included in the overall costs. Life funds are offered under the life licence of Sygnia Life Limited (a registered long-term insurer) and are administered by Sygnia Life Limited and Sygnia Asset Management (Pty) Limited (a registered financial services provider).

To the extent that the fund invested in hedge funds this may result in unique and/or additional risks.



SYGNIA
THE SUM OF ALL THINGS