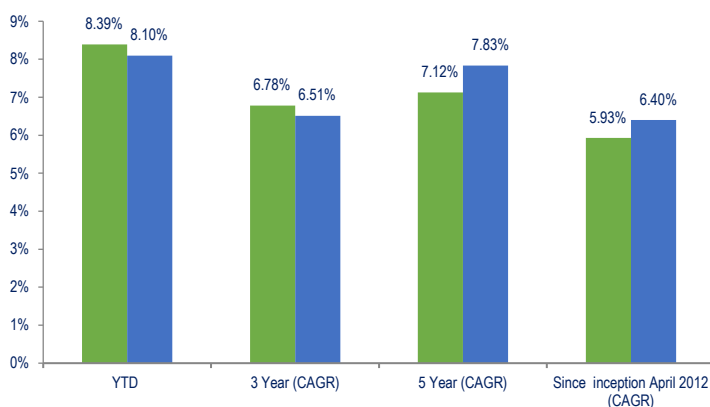


## FUND OBJECTIVE & INVESTMENT POLICY

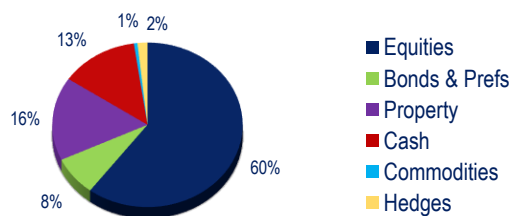
To provide a high level of income and the potential for capital growth. The Fund invests in a range of asset classes and currencies to achieve a consistent yield and moderate capital appreciation measured in US Dollars. The Fund has a global mandate and may allocate capital across equities, bonds, property related stocks, commodities (through investment in ETFs) and cash and cash equivalents depending on the Investment Manager's consideration of the prevailing risk/return profile for each asset class. As a result of the diversification of currencies and asset classes, the Fund is deemed to be moderate risk in nature.

## PERFORMANCE

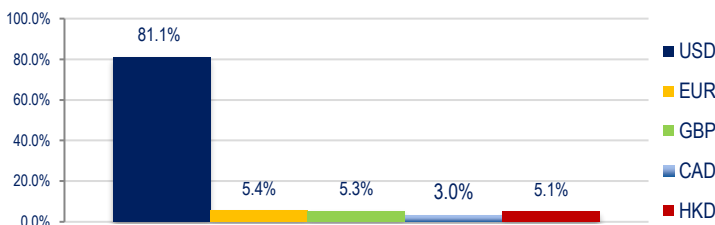
	December 2020	Sharpe Ratio (Since Inception)	Highest Actual Annual Return	Lowest Actual Annual Return
High Street	1.28%	0.61	14.51%	-4.83%
Benchmark	3.41%	0.44	18.90%	-6.03%



## ASSET ALLOCATION



## CURRENCY ALLOCATION



### Discretionary Investment Manager

High Street Asset Management (Pty) Ltd  
FSP No: 45210 (Michael Patchitt)

### Non-Discretionary Investment Advisor

High Street Global Ltd

### UCITS Man Company

Sanlam Asset Management (Ireland) Ltd

### Administrator

BBH Administration Services (Ireland) Ltd

### Listed Exchange

Irish Stock Exchange

### Regulator

Central Bank of Ireland

### Fund Structure

UCITS

### Fund Categorization

Balanced

### Share Class

A

### Unit Price

1.3341

### Fund Size (NAV at month-end)

\$43.0m

### Minimum Investment

\$ 50,000 (negotiable)

### Inception Date of Strategy \*

Thursday 12 April 2012

### Inception Date of the Fund

Friday 09 January 2015

### Base Currency

USD

### Redemption Frequency

Daily

### Domicile

Ireland

### Fund ISIN

IE00BTN23847

### Bloomberg Ticker

SLHSGAU ID

### Depository

Brown Brothers Harriman Trustee Services (Ireland) Ltd

### Auditor

Ernst & Young

### Benchmark

40% MSCI All Country World Index Net Total Return  
30% Barclays Global Bond Total Return Index  
20% EPRA/NAREIT Developed Net Total Return Index  
5% USD 1 Month Fiduciary Certificate of Deposit  
2.5% GBP 1 Month Fiduciary Certificate of Deposit  
2.5% EUR 1 Month Fiduciary Certificate of Deposit

### Portfolio Valuation

Midnight SA time

### Transaction cut-off-time

4pm T-1

### Price Publication

Daily (ISE – [www.sanlam.ie](http://www.sanlam.ie))

### Notice Period

None

### Subscription Settlement

T+4

### Redemption Settlement

T+4

### Status

Open ended

### Dividend Policy

No distribution, all income shall be reinvested

### Investment Process

Please contact the High Street Team for

detailed investment process and assistance

31 December (Semi-annual report 30 June)

## SOURCE

Source for all data is BBH Administration Services (Ireland) Ltd and Bloomberg Finance L.P. All performance is presented net of fees. Periods greater than 1 year reflect an annualized performance figure (see regulatory statement for definition). Performance is based on daily recurring investment. No income distributions are made – all investment income is re-invested. Performance is based on monthly closing NAV figures. Past performance is not indicative of future performance. Actual annual figures are available upon request.

## \*NOTES

09/01/2015: High Street Global Balanced Fund changed the custodian from Saxo Bank to Brown Brothers Harriman in order to convert to a UCITS structure. The rationale for the transfer was that this structure would provide clients with a unitised product governed by European legislation. The same decision-making personnel remain with the fund following the transfer, and the mandate remained similar to that adopted under the custodianship of Saxo Bank. In order to facilitate the transfer, performance for the month of December 2014 reflected the change in NAV from 30 November 2014 to 8 January 2015. Similarly, performance for the month of January 2015 reflected the change in NAV from 8 January 2015 to 30 January 2015. The High Street Global Balanced Fund, a sub-fund of Sanlam Universal Funds Plc, launched as a UCITS IV fund on 9 January 2015. Prior to this, the strategy existed under the previous High Street Global Balanced Fund with the assets transferring from Citibank to Brown Brothers Harriman with the launch of the UCITS structure. For the purpose of presenting the performance returns, the performance of the Fund started on 9 January 2015, while the performance return for the strategy includes the full performance for the month of January (to include the performance of the assets for the period 1 January 2015 to the launch date, 9 January 2015).

## INVESTMENT MANAGER MONTHLY COMMENTARY

The Fund returned 1.28% for the month of December relative to equity (MSCI All Country World Total Return Index) up 4.64%, property (FTSE EPRA/NAREIT Developed Total Return Index) up 3.51% and corporate bonds (Bloomberg Barclays Global Bond Total Return Index) up 1.34%.

The fourth calendar quarter saw a continuation of the economic recovery off a low base, however, the rate of improvement slowed significantly. Fourth quarter US GDP output is expected to reflect a 4% decrease year-on-year while the number of Americans left unemployed from the virus remains elevated close to the 10 million mark.

Hope of re-igniting the recovery emerged from a slew of promising vaccine studies released in November amidst the backdrop of another surge in new Covid-19 cases. Pfizer unveiled a vaccine with an estimated 95% efficacy level. Moderna and AstraZeneca followed with their own vaccine studies showing efficacy levels of up to 90% and 94% respectively. While very promising, challenges remain around distribution capabilities and a willingness of individuals to vaccinate with more than half of Americans indicating that they will not take the vaccine. Dr Fauci, the leader of the US government's Covid-19 response team, estimated that between 70-85% of the population should be vaccinated to reach herd immunity.

The US elections concluded in the first half of November with Joe Biden becoming the 46th president of the United States. As of writing, the Democrats have officially regained control of the Senate which sees them holding both chambers of Congress. This enables them to set the legislative agenda which may lead to greater stimulus, changes to the tax system and heightened regulation for the information technology and pharmaceutical sectors. However, any significant changes to the legislature would require unanimous support – a scenario which the market currently sees as unlikely given the muted share price declines of the companies that are likely to be in Congress's cross hairs. The continuation of a rotation from growth into value counters remains a threat but will depend on how successful the vaccine, and distribution thereof, proves in dealing with the surge in new Covid-19 cases.

Attempts to support the US economy amidst unprecedented lockdown measures has resulted in record government stimulus packages. Liquid money readily available to consumers has increased by an astounding 68% for the year to date relative to an historical 6% annual growth rate. Despite this, US GDP is set to decline by approximately 4% for 2020 which implies overall transactions reduced. This introduces the potential for inflation to spike over the coming years unless the Federal Reserve introduces severe measures to curtail the money supply in the future. The drastic measures required to achieve this would severely test the delicate financial fabric inherent in modern day economies. As such, we are of the opinion that inflation will materially breach the Federal Reserve's 2% target – an outcome which the market is beginning to price in. Unfortunately, predicting exactly when this will occur is a fool's errand.

The Fund's mandate dictates we invest across a multitude of asset classes, each of which react to the changes in interest rates differently. At current yields, bonds have an incredibly high sensitivity to changes in interest rates. As such, the Fund has very low exposure to this asset class in anticipation of the expected surge in inflation.

Understanding how changing interest rates impact listed property is more nuanced. Property share prices react negatively to expected increases in inflation as markets expect interest rates to eventually follow suit. Higher interest rates: 1) increase funding costs which can have a dramatic effect on profitability as property companies are generally very highly geared, 2) reduce the valuation at which they trade since alternate asset classes may be favoured for their yield. The former point is negated by our companies having fixed funding rates for the next few years while the latter will be negated if they are able to increase rentals by the same magnitude as the increase in rates. We believe our property companies can achieve this as the sectors in which they operate afford them the luxury of exercising pricing power with their tenants. As such, our property exposure remains at the higher end of its range.

Regarding equities, the sensitivity to changes in interest rates cannot be unilaterally applied. Consequently, we will continue to avoid heavily indebted companies and favour companies which generate high cash returns on capital that can be protected with durable competitive advantages. Given the low yields at which bonds currently trade, equities remain our preferred asset class, however, various risk mitigation techniques are employed to moderate downside risk.

We thank you for your support over the past year and look forward to navigating the challenges that 2021 is set to offer.

Michael Patchitt  
Fund Manager

## ACTUAL PERFORMANCE (%) as a sub-fund of Sanlam Universal Funds Plc (UCITS)

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD Return
2020	Fund	-0.37	-4.56	-8.82	7.47	3.05	2.73	3.40	3.04	-1.69	-0.62	4.94	1.28	8.39
	Benchmark	-0.09	-5.69	-11.98	6.93	2.29	2.30	3.95	3.56	-2.35	-1.85	9.17	3.41	8.10
2019	Fund	3.65	0.87	1.53	2.71	-3.08	2.17	0.52	-0.57	0.66	0.50	1.29	3.52	14.46
	Benchmark	6.42	1.11	1.67	1.26	-2.68	3.97	0.16	-0.28	1.31	2.04	0.74	1.97	18.90
2018	Fund	1.30	-4.03	-0.09	1.57	0.69	0.18	3.03	0.46	-0.68	-3.92	0.95	-1.73	-2.48
	Benchmark	3.02	-3.69	-0.34	0.50	0.24	-0.06	1.62	0.62	-0.42	-4.77	1.58	-4.17	-6.03
2017	Fund	1.37	2.94	1.12	1.23	1.63	-0.88	0.32	1.39	1.71	-0.38	0.87	2.36	14.51
	Benchmark	1.63	2.09	0.25	1.23	1.59	0.36	2.11	0.44	0.63	0.80	1.79	1.14	14.97
2016	Fund	-4.39	-1.11	2.83	1.51	0.69	-2.10	2.39	1.17	-0.01	-1.69	-0.17	2.31	1.19
	Benchmark	-3.40	0.38	5.97	0.95	-0.30	1.31	3.20	-0.60	0.17	-2.76	-1.29	1.50	4.91
2015	Fund	0.69	2.57	-0.38	1.13	0.46	-2.29	0.33	-4.06	-2.47	3.55	-1.17	-3.02	-4.83
	Benchmark	0.37	2.06	-0.99	1.19	-0.82	-2.06	1.19	-4.39	-1.22	4.70	-1.27	-0.49	-2.00

## TOP HOLDINGS (OUT OF 24)

EQUITIES	PROPERTY	BONDS & PREFS
NASPERS ADR – 5.6%	SIRIUS – 5.0%	INVESCO PREF – 6.1%
ALPHABET – 5.5%	LEG – 3.4%	BARCLAYS – 1.6%
MICROSOFT – 4.4%	DREAM – 3.1%	
VISA – 4.2%	STENPROP – 3.0%	
LOWE'S – 4.1%		

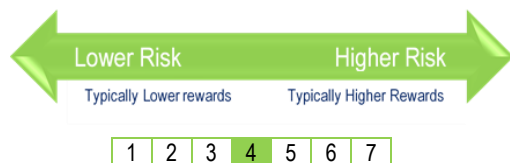
## ACTUAL PERFORMANCE (%) under previous fund structure

2014	Fund	-2.78	2.92	1.80	1.37	0.96	-0.26	-1.15	-0.12	-0.98	1.05	3.35	0.01	6.17
	Benchmark	-1.56	3.32	0.19	1.35	1.76	1.29	-0.71	1.44	-3.51	1.71	0.83	-0.95	5.08
2013	Fund	-0.95	0.15	1.35	2.55	1.47	-2.56	2.64	-1.07	3.96	2.66	1.04	1.32	13.09
	Benchmark	2.22	-0.13	1.15	3.15	-2.71	-2.14	2.58	-1.95	3.93	2.58	-0.34	0.62	9.05

## FUND YIELD

The interest-bearing component of the Fund amounts to 8%  
The yield on this amount as at month end December 2020 was 3.67%.

## RISK &amp; REWARD PROFILE (MODERATE)



## Why is this Fund in category 4?

The Fund is rated as 4 due to exposure to shares and stocks, and the nature of its investments which include the risks listed below. The price of shares and the income from them may fall as well as rise and investors may not get back the amount they have invested. The Fund may invest in securities which may be difficult or impossible to sell at the time and the price that the seller would like which could have a negative effect on the Fund's management or performance. It may be difficult for the Fund in extreme market conditions to redeem its shares from a CIS or ETF at short notice without suffering a loss.

Investing in a CIS or ETF may lead to payment by the Fund of additional fees and expenses in relation to those CIS or ETF. The Fund may use FDIs for efficient portfolio management and hedging purposes. It may be that the use of FDIs causes losses to the Fund. As the investments of the Fund are in various currencies and the Fund is denominated in US Dollars your shares may be subject to currency risk.

## What do these numbers mean?

They rate how a fund might behave and how much risk there is to your capital. Generally, the chance to make large gains means a risk of suffering large losses.

A **Category 1** fund is not a risk-free investment - the risk of losing your money is small, but the chance of making gains is also limited. With a **Category 7** fund, the risk of losing your money is high but there is also a chance of making higher gains. The seven-category scale is complex (for example, 2 is not twice as risky as 1).

## More about this rating

This rating system is based on the average fluctuations of the prices of funds over the past 5 years - that is, by how much the value of their assets taken together has moved up and down. Historical data, such as is used in calculating the synthetic risk indicator, may not be a reliable indication of the future risk profile of the Fund.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the prospectus.

## FEE STRUCTURE

Schedule of Fees + Charges available upon request from the Investment Manager	
<b>Minimum Investment</b>	\$ 50,000
<b>Initial Fee / Front End Load / Advice Fee</b>	0%
<b>Annual Investment Management Fee (Incl. VAT)</b>	1% - Share Class A 0.5% - Share Class B 1.5% - Share Class C
<b>SAMI Management Company Service Fee</b>	Up to 0.15% of NAV
<b>Exit Fee</b>	0%
<b>Other Annually Allowed Expenses</b>	Trustees fees, custody fees, administration fees, director's fees, legal fees, audit fees, bank charges, regulatory fees, brokerage/trading fees"
<b>TER – Total Expense Ratio</b>	1.33%

Advice fee - Any advice fee is negotiable between the client and their financial advisor. An annual advice fee negotiated is paid via a repurchase of units from the investor.

Effective Annual Cost (EAC) is available at <https://www.sanlam.com/ireland/fund-range-and-documentation>

Total Expense Ratio (TER) | PERIOD: 2019/08/01 – 2020/07/31

Total Expense Ratio (TER) | 1.33% of the value of the Financial Product was incurred as expenses relating to the administration of the Financial Product. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's.

Transaction Cost (TC) | 0.13% of the value of the Financial Product was incurred as costs relating to the buying and selling of the assets underlying the Financial Product. Transaction Costs are a necessary cost in administering the Financial Product and impacts Financial Product returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Financial Product, the investment decisions of the investment manager and the TER.

Total Investment Charges (TER + TC) | 1.46% of the value of the Financial Product was incurred

## CONTACT INFORMATION

Investment Manager – High Street Asset Management	
<b>Address</b>	The Offices of Hyde Park (Block B) Strouthos Place, Hyde Park, 2196, South Africa
<b>Web</b>	<a href="http://www.highstreetassetmanagement.co.za">www.highstreetassetmanagement.co.za</a>
<b>Tel</b>	+27 (0)11 325 4006
<b>Fax</b>	+27 (0) 86 680 2950
<b>Email</b>	<a href="mailto:jo-ann@highstreetholdings.co.za">jo-ann@highstreetholdings.co.za</a>

Depositary – Brown Brothers Harriman Fund Administration Services (Ireland) Limited	
<b>Address</b>	30 Herbert Street, Dublin 2, Ireland
<b>Web</b>	<a href="http://www.bbh.com">www.bbh.com</a>
<b>Tel</b>	+353 1 241 7130
<b>Fax</b>	+353 1 241 7131
<b>Email</b>	<a href="mailto:sanlam.TA@bbh.com">sanlam.TA@bbh.com</a>

## REGULATORY STATEMENT

The Fund is a sub-fund of the Sanlam Universal Funds plc, a company incorporated with limited liability as an open-ended umbrella investment company with variable capital and segregated liability between sub-funds under the laws of Ireland and authorised by the Central Bank. The Fund is managed by Sanlam Asset Management (Ireland) Limited, Beech House, Beech Hill Road, Dublin 4, Ireland, Tel + 353 1 205 3510, Fax + 353 1 205 3521 which is authorised by the Central Bank of Ireland, as a UCITS Management Company, and an Alternative Investment Fund Manager, and is licensed as a Financial Service Provider in terms of Section 8 of the South African FAIS Act of 2002.

The Sanlam Universal Funds Plc full prospectus, the Fund supplement, the MDD and the KIID is available free of charge from the Manager or at [www.sanlam.ie](http://www.sanlam.ie). This is neither an offer to sell, nor a solicitation to buy any securities in any fund managed by us.

Any offering is made only pursuant to the relevant offering document, together with the current financial statements of the relevant fund, and the relevant subscription/application forms, all of which must be read in their entirety together with the Sanlam Universal Funds plc prospectus, the Fund supplement the MDD and the KIID. No offer to purchase securities will be made or accepted prior to receipt by the offeree of these documents, and the completion of all appropriate documentation. A schedule of fees and charges and maximum commissions is available on request from the Manager.

This is a Section 65 approved fund under the Collective Investment Schemes Control Act 45, 2002 (CISCA). Sanlam Collective Investments (RF) (Pty) Ltd is the South African Representative Office for this fund.

The information to follow does not constitute financial advice as contemplated in terms of the South African Financial Advisory and Intermediary Services Act.

Use or rely on this information at your own risk. Independent professional financial advice should always be sought before making an investment decision, not all investments are suitable for all investors.

Collective Investment Schemes (CIS) are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future performance. Changes in exchange rates may have an adverse effect on the value, price or income of the product.

Collective investments are traded at ruling prices and can engage in borrowing and scrip lending.

Collective investments are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any deductible expenses such as audit fees, brokerage and service fees. Actual investment performance of the portfolio and the investor will differ based on the initial fees applicable, the actual investment date, the date of reinvestment of income as well as dividend withholding tax. Forward pricing is used. The Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The performance of the portfolio depends on the underlying assets and variable market factors. Trail commission and incentives may be paid and are for the account of the Manager.

The Manager has the right to close any Portfolios to new investors to manage them more efficiently in accordance with their mandates.

Performance figures for periods longer than 12 months are annualized.