

# Atlantic Enhanced Income Fund

## Fund Prospectus



### Product

The Atlantic Enhanced Income Fund is an actively managed income-producing fund, which seeks to provide income levels in excess of that provided by money market funds, while at the same time provide moderate capital growth by careful risk-constrained investment into securities offering good trading opportunities. By tactically allocating and diversifying between various interest-bearing asset classes and listed property, total returns are also maximized.

### Performance Objective

The objective of the Atlantic Enhanced Income Fund is to preserve capital and to maximize income returns for investors. The performance objective of the fund is to achieve a total return in excess of the benchmark over rolling 36-month periods.

### Regulation 28

Compliant with Regulation 28 of the Pension Funds Act, therefore suitable for retirement funds.

### Investment Universe

The fund may invest in nominal and inflation-linked bonds issued by corporate, government, State-owned enterprises, money market securities, preference shares and other high income-yielding debt securities. The fund may use listed property securities up to a maximum of 25% of the size of the fund. The use of derivative instruments is permitted in line with regulations where these will enhance the achievement of the performance objective.

*“A maximum of 25% of the fund may be invested in listed property securities. No duration constraints will apply. A maximum of 75% of the fund may be invested in corporate bonds or in non-government credit risk securities.”*

### Portfolio Manager



**Arno Lawrenz** BSc (Hons), CFA

Arno has 19 years investment experience and heads up the Investment division within Atlantic. He is responsible for the execution of the Investment Policy for relevant funds managed by Atlantic. Arno has extensive portfolio management experience within the Fixed Income market and has a lengthy track record that demonstrates a consistent outperformance of required benchmarks, including peer groups. He has accumulated a number of industry awards during this time.

<b>Risk Profile:</b>	Low Risk
<b>Benchmark:</b>	ALBI 1-3 year Total Return Index
<b>ASISA classification:</b>	Domestic - Fixed Interest - Varied Specialist
<b>Launch Date:</b>	1 November 2007
<b>Distribution Frequency:</b>	Quarterly (Feb, May, Aug, Nov)
<b>Annual Management Fee:</b>	1.00% (excluding VAT)
<b>Initial Fee:</b>	0.00%
<b>Minimum Investment:</b>	Lump Sum R2000 Debit order R250 per month
<b>Custodian &amp; Trustee:</b>	Standard Bank
<b>Management Company:</b>	PSG Collective Investments

**Conflict of Interest Disclosure :** The Fund may from time to time invest in a fund managed by a related party. A process is in place to ensure the same selection criteria apply to all funds when selecting the underlying portfolios. PSG Collective Investments or the Fund Manager may negotiate a discount on the fees charged by the underlying Fund Manager. All discounts negotiated are re-invested in the Fund for the benefit of the unit holder. Neither PSG Collective Investments nor the Fund Manager retain any portion of such discount for their own account.



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**ASISA**

Atlantic Asset Management (Pty) Ltd is a Registered Investment Services Provider. FSP Number 31756. Company Registration Number: 2007/005723/07

Collective Investment Schemes in Securities (Unit Trusts) are generally medium to long term investments. The value of participatory interests (units) may go down as well as up and past performance is not a guide as to future performance. Collective Investment Schemes are traded at ruling price and can engage in borrowing and scrip lending. The price of participatory interests (units) and the amount of income distributed or accumulated may go down as well as up. Commission and incentives must be paid and if so, included in the overall costs. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. The portfolio may be capped at anytime in order for the fund to be managed in accordance with the mandate. Atlantic Asset Management is an associate member of the Association for Savings and Investment South Africa (ASISA). A schedule of fees and charges and maximum commissions is available on request from the company. Company Scheme PSG Collective Investments, 1st Floor PSG House, Alphen Park, onstantia Main Road, Conrstantia, 7806, Member of ASISA.