

# OASIS CRESCENT



MANAGEMENT COMPANY LIMITED

## OASIS COLLECTIVE INVESTMENT SCHEME

### KEY INVESTOR INFORMATION

#### OASIS CRESCENT EQUITY FUND

#### 1ST QUARTER 2023

|                     |                                   |                            |                        |
|---------------------|-----------------------------------|----------------------------|------------------------|
| Investment Manager  | Adam Ebrahim                      | Min. Monthly Investment    | R 500                  |
| Launch Date         | 31 July 1998                      | Min. Lump - Sum Investment | R 2,000                |
| Risk Profile        | Medium to High                    | Fund Size                  | R 5.6 billion          |
| Benchmark           | Average South African             | Total Expense Ratio        | 1.80%                  |
|                     | Shari'ah Equity General Portfolio | Class                      | D                      |
| Fund Classification | South African Equity-General      | Distribution               | 10.7805 cents per unit |
|                     |                                   | Distribution Period        | Semi - Annual          |

#### Investment Objective and Policy

The Oasis Crescent Equity Fund provides investors with the opportunity to invest in Shari'ah compliant equities that are listed on the stock exchange in South Africa. It seeks to provide long-term growth, while providing a level of volatility that is lower than its peers. The portfolio is actively managed and relies on the detailed independent analysis of the Oasis research team that seek to identify a well-diversified selection of undervalued equity instruments that will provide consistent earnings growth in the near future.

The Oasis Crescent Equity Fund adheres to the ethical investment guidelines of the range of the organisations Shari'ah investment products. In most cases, equity instruments provide the highest potential return over the long-term. However, the higher rates of long-term return may be associated with higher volatility.

*This document constitutes the minimum disclosure document and quarterly general investor's report*

## Cumulative Returns

| Cumulative Performance                                   | (Aug-Dec 1998) | 1999 | 2000  | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008   | 2009 | 2010 |
|--|----------------|------|-------|------|------|------|------|------|------|------|--------|------|------|
| Oasis Crescent Equity Fund                               | 15.5           | 80.4 | 12.5  | 52.6 | 18.1 | 20.1 | 26.9 | 34.6 | 41.3 | 25.7 | (23.5) | 19.0 | 12.7 |
| Average South African Shari'ah Equity General Portfolio* | (26.2)         | 41.8 | (3.3) | 56.5 | 22.4 | 22.9 | 27.2 | 38.0 | 34.7 | 18.0 | (24.9) | 18.7 | 13.8 |

| Cumulative Performance                                   | 2011 | 2012 | 2013 | 2014 | 2015  | 2016 | 2017 | 2018  | 2019 | 2020 | 2021 | 2022  | YTD Mar 2023 | Return Since Inception |      |
|--|------|------|------|------|-------|------|------|-------|------|------|------|-------|--------------|------------------------|------|
|  |      |      |      |      |       |      |      |       |      |      |      |       |              | Cum                    | Ann  |
| Oasis Crescent Equity Fund                               | 3.6  | 18.5 | 20.2 | 8.0  | (3.3) | 6.6  | 4.0  | (1.9) | 9.4  | 2.3  | 27.3 | (0.4) | 5.9          | 3,876.3                | 16.1 |
| Average South African Shari'ah Equity General Portfolio* | 2.9  | 13.4 | 15.2 | 5.3  | (7.1) | 11.1 | 7.8  | (2.0) | 8.7  | 4.3  | 33.5 | (3.8) | 2.8          | 1,458.0                | 11.8 |

Performance (% returns) in Rand, net of fees, gross of non permissible income of the Oasis Crescent Equity Fund since inception to 31 March 2023 (Source: Oasis Research; Morningstar Direct)

\*Peer group consists of all funds with similar characteristics that have a performance track record of more than 3 years  
Annual returns for every year since inception are reported in this table and the highest and lowest annual returns are disclosed.

## Annualised Returns

| Annualised Returns                                       | % Growth 1 year | % Growth 3 years | % Growth 5 years | % Growth 7 years | % Growth 10 years | Return Since Inception |
|--|-----------------|------------------|------------------|------------------|-------------------|------------------------|
|  |                 |                  |                  |                  |                   | Annualised             |
| Oasis Crescent Equity Fund                               | 9.0             | 13.7             | 8.4              | 6.6              | 6.9               | 16.1                   |
| Average South African Shari'ah Equity General Portfolio* | (1.9)           | 19.1             | 8.6              | 7.4              | 6.9               | 11.8                   |

Performance (% returns) in Rand, net of fees, gross of non permissible income of the Oasis Crescent Equity Fund since inception to 31 March 2023 (Source: Oasis Research; Morningstar Direct)

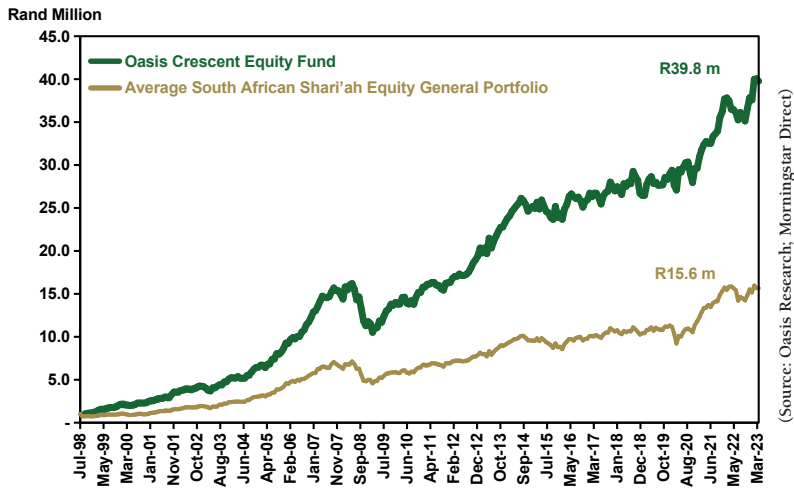
\*Peer group consists of all funds with similar characteristics that have a performance track record of more than 3 years  
Annualised return represents the compound growth rate of the fund over the respective period and calculated in accordance with Global Investment Performance Standards.

## Investment Manager Commentary

South Africa has endured a sluggish 10 years with economic growth averaging 0.9% relative to population growth of 1.4% and global GDP growth of 3.1%. Structural headwinds are likely to persist in the short to medium-term. These include electricity shortages, corruption, fiscal sustainability, SOE underperformance, rigid labour markets and, until quite recently, a lack of structural reform. A persistent feature of the South African economic landscape over the past year has been the record levels of electricity loadshedding the economy has had to endure, which has acted as a handbrake on the recovery in activity and employment. However, markets may be under-estimating South Africa's near and medium-term growth. Firstly, in the face of widespread economic crisis, the government has been forced into undertaking significant structural reforms. Any private sector firm or municipality can now build their own electricity generative capacity with the option in the future of selling back into the national grid. There is already a significant 1.0GW of small-scale, private sector renewable projects registered over January and February this year at NERSA, after 1.7GW last year. Meanwhile, there is up to 14.3GW of large scale private sector projects in budget quotation phase at Eskom which are looking to connect to the national grid. This excludes the capacity that is coming through Bid Windows 5 - 7 from the REIPPP (circa, another 5GW of capacity). On top of this, household 'roof-top' solar, could be bringing in around 1.5GW per annum capacity after the government announced in the 2023 Budget SARS rebates of up to R15,000 per individual. Separately, Transnet is looking to concession its key logistic rail lines together with setting up a leasing company for rolling stock with a private sector partner to reduce the barriers to entry on the rail concessionary. Secondly, a sustained commodity upcycle could continue to provide support for fiscal revenues, the current account and the Rand via a positive terms of trade effect. Finally, consumer and corporate balance sheets are in a relatively healthy position compared to the previous global down cycle during the Global Financial Crisis in 2008/09.

The SA stock market remains attractive relative to Emerging Market peers and there is upside due to the low level of foreign holding of SA Equity and progress with the implementation of government reforms to facilitate investment in the energy and transport infrastructure. South African economic growth has underperformed over the past ten years due to electricity shortages, corruption, fiscal sustainability, state owned entity underperformance and rigid labour markets. However, the government and state owned entities are being forced to undertake significant structural reforms in the energy and transport sectors which are facilitating additional investment and over time will lead to improvements in productivity and efficiency. The South African bank sector has a prudent regulator and high levels of capital and we have not seen a significant impact from the distress in the bank sectors in the US and Europe. Companies in a number of sectors continue to face margin pressure due to not being able to pass on all the inflationary cost pressure to customers. A more volatile environment is suitable for the Oasis philosophy which is focused on selecting high quality companies that are priced below intrinsic value and this environment provides attractive opportunities for the implementation of our philosophy. As we move from a period of abundance in liquidity and monetary easing over the past 10 years to a period of monetary tightening, rising geo-political risk and higher volatility we enter an environment that perfectly suits the Oasis investment philosophy to take advantage of opportunities in the market. Your portfolio is focused on companies with market leadership, strong competitive advantages, sustainability, outstanding management, delivering high levels of profitability and cash flow and priced below intrinsic value.

## Investment Performance



R1m invested at inception would be worth R39.8m at present.

## Asset Allocation Split

| Themes         | Weight %   |
|----------------|------------|
| Rand Sensitive | 59         |
| Foreign Assets | 43         |
| Exporters      | 16         |
| Domestic       | 41         |
| Consumer       | 21         |
| TMT            | 13         |
| Property       | 7          |
| GDFI           | 0          |
| <b>Total</b>   | <b>100</b> |

Asset Allocation Split of the Oasis Crescent Equity Fund: 31 March 2023  
(Source: Oasis Research)

Note: The fund's exposure to unlisted equity securities is 0.1%.

## Risk Analysis

|   | Sharpe | Sortino |
|---|--------|---------|
|   | Ratio  | Ratio   |
| Oasis Crescent Equity Fund                              | 0.51   | 0.83    |
| Average South African Shari'ah Equity General Portfolio | 0.19   | 0.25    |

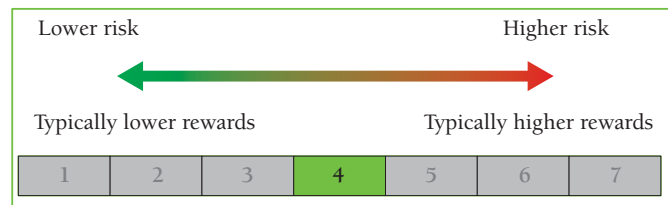
Calculated net of fees, gross of 31 March 2023  
(Source: Oasis Research; Morningstar Direct)

## Distribution

| Distribution               | Sept-22 | Mar-23  |
|----------------------------|---------|---------|
| Oasis Crescent Equity Fund | 20.0081 | 10.7805 |

Distribution (cents per unit), of the Oasis Crescent Equity Fund over the past two semi-annual periods.  
(Source: Oasis)

## Risk and Reward Profile



The risk and reward indicator:

- The above risk number is based on the rate at which the value of the Fund has moved up and down in the past
- The above indicator is based on historical data and may not be a reliable indication of the risk profile of the Fund
- The risk and reward category shown is not guaranteed and may shift over time
- The lowest category does not mean 'risk free'.

The Fund may also be exposed to risks which the risk number does not adequately capture. These may include:

- The value of stock market investments, and the income from them, will fluctuate. This will cause the Fund price to fall as well as rise and you may not get back the original amount you invested
- Any investment in international companies means that currency exchange rate fluctuations will have an impact on the Fund
- The Fund invests in a variety of geographic regions and countries. It is therefore exposed to the market sentiment of that specific geographic region or country. This level of diversification is appropriate to deliver on our objective to generate real returns at a lower volatility for our clients over the long term.

## Fees and Charges\*

| Fee Type | Financial Advisor  | Administrator | Investment Manager   |
|----------|--|---------------|--|
| Initial  | Maximum 3% deducted prior to each investment being made. Where ongoing fee is greater than 0.5% then initial fee is limited to 1.5%. | No charge     | No charge  |
| Ongoing  | Maximum 1% per annum of the investment account. Where the initial fee is more than 1.5% then the maximum ongoing fee is 0.5%.        | 0%            | 1% to 3%<br>Based on portfolio performance relative to benchmark |

\* Excluding VAT.

## Total Expense Ratio

Class D of the portfolio has a Total Expense Ratio (TER) of 1.80% for the period from 1 January 2020 to 31 December 2022. 1.80% of the average Net Asset Value of the portfolio was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs. The ratio does not include transaction costs. Transaction cost was 0.02%.

|                     |       |              |       |                  |       |             |       |     |       |
|---------------------|-------|--------------|-------|------------------|-------|-------------|-------|-----|-------|
| Total Expense Ratio | 1.80% | Service Fees | 1.00% | Performance Fees | 0.11% | Other Costs | 0.52% | VAT | 0.17% |
|---------------------|-------|--------------|-------|------------------|-------|-------------|-------|-----|-------|

Class D: performance fees are payable in the case of outperformance of the underlying portfolio, relative to its benchmark. Performance is calculated for the portfolio, and individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. The sharing ratio of the performance fee is 20% of the outperformance, and the total fees are capped at 3%. This fee is calculated and accrued daily, based on the daily market value of the Investment Portfolio, and paid to the Investment Manager on a monthly basis.

## Disclaimer

This document is the Minimum Disclosure Document in terms of BN92 of 2014 of the Collective Investment Schemes Control Act, 2002 and also serves as a fund fact sheet. Collective Investment Schemes in Securities (CIS) 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 necessarily a guide to the future.

Different classes of units apply to some of the Oasis Funds, which are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available from the management company on request. Commission and incentives may be paid and if so, would be included in the overall costs. CIS are traded at ruling prices and forward pricing is used. CIS can engage in borrowing and scrip lending. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. No guarantee is provided with respect to capital or return.

Portfolios are valued at 15h00 daily. All necessary documentation must be received before 10h00. CIS are calculated on a net asset value basis which is the total value of all assets in the portfolio including any income accruals and less any permissible deductions from the portfolio which may include brokerage, commissions, STT, auditor's fees, bank charges, trustee and custodian fees. CIS prices are available daily on [www.oasiscrescent.com](http://www.oasiscrescent.com). Class D: performance fees are payable in the case of outperformance of the underlying portfolio, relative to its benchmark. Performance is calculated for the portfolio, and individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. The sharing ratio of the performance fee is 20% of the outperformance, and the total fees are capped at 3%. This fee is calculated and accrued daily, based on the daily market value of the Investment Portfolio, and paid to the Investment Manager on a monthly basis. For a full disclosure on performance fees FAQs visit [www.oasiscrescent.com](http://www.oasiscrescent.com).

The manager may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Oasis is a member of the Association for Savings and Investment SA. The above portfolio performance is calculated on a NAV to NAV basis and does not take initial fees into account. Income is reinvested on the ex dividend date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Figures quoted are from Micropal and I Net Bridge for the period ending 31 March 2023 for a lump sum investment using NAV-NAV prices with income distributions reinvested.

All information and opinions provided are of a general nature and the document contains no express or implied recommendation, warranty, guidance, advice or proposal that the product is appropriate to the investment objectives, financial situation or needs of any individual or entity.

Oasis Crescent Management Company Ltd. is registered and approved in terms of the Collective Investment Schemes Control Act, 2002. Investment performance is for illustrative purposes only and is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown and the income is reinvested on the reinvestment date. The manager has a right to close the portfolio to new investors in order to manage it more efficiently in accordance with its mandate. This Minimum Disclosure Document is published quarterly. Additional investment information (including brochures, application forms, annual and half-yearly reports) can be obtained free of charge from Oasis. Oasis Crescent Capital (Pty) Ltd. is the investment management company of the manager and is authorized under the Financial Advisory and Intermediary Services Act, 2002 (Act No.37 of 2002). Data are sourced from Oasis Research: **Morningstar Direct** (31 March 2023). Kindly note that this is not the full Terms and Conditions. To view the latest Terms and Conditions please visit [www.oasiscrescent.com](http://www.oasiscrescent.com).

GIPS compliant & verified

## PROTECTING AND GROWING YOUR WEALTH

### Product Provider:

#### Oasis Crescent Management Company Ltd.

Oasis House, 96 Upper Roodebloem Road  
University Estate, Cape Town 7925  
South Africa  
Tel: +27 21 413 7860 Fax: +27 21 413 7900  
Oasis Share Call Helpline: 0860 100 786  
Email : [info@oasiscrescent.com](mailto:info@oasiscrescent.com)  
[www.oasiscrescent.com](http://www.oasiscrescent.com)

### Investment Company:

#### Oasis Crescent Capital (Pty) Ltd.

Oasis House, 96 Upper Roodebloem Road  
University Estate, Cape Town 7925  
South Africa  
Tel: +27 21 413 7860 Fax: +27 21 413 7900  
Oasis Share Call Helpline: 0860 100 786  
Email : [info@oasiscrescent.com](mailto:info@oasiscrescent.com)  
[www.oasiscrescent.com](http://www.oasiscrescent.com)

### Custodian:

The Standard Bank of South Africa Limited  
Standard Bank Trustee Services  
Corporate and Investment Banking  
20th Floor, Main Tower  
Standard Bank Centre  
Heerengracht  
Cape Town  
8000

### Complaints:

Oasis Ombudsman  
Postal Address : PO Box 1217  
Cape Town  
8000  
Telephone: 021 413 7860  
Email : [ombudsman@za.oasiscrescent.com](mailto:ombudsman@za.oasiscrescent.com)

The Financial Services Providers Ombudsman  
Postal Address : PO Box 74571  
Lynnwood Ridge  
0040  
Toll Free : 0860 324 766  
Email : [info@faisombud.co.za](mailto:info@faisombud.co.za)