

# Cogence Global Balanced Portfolio

## Factsheet

31 January 2024

cogence

### Fund Details

Investment manager	Discovery Mauritius Asset Management
Portfolio advised by BlackRock	
Launch date	23 October 2020 <sup>1</sup>
Currency denominations	US Dollars
Fund size	\$65 445 741
NAV price	105.37c
Share type	Accumulation
Risk profile	Medium to High
Peer group	EAA Fund USD Moderate Allocation
ISIN	MU0673S00063
Initial fees	0.00%
Total asset management fees	1.05%
Total expense ratio (TER)	1.43% <sup>2</sup>

#### Notes

1. The launch date depicts the date on which the BlackRock advised strategies were implemented by Lima Capital LLC as instructed by Discovery Mauritius Asset Management
2. The TER is at 31 January 2024 and excludes execution and trading costs.

### Illustrative cumulative performance for a \$100 lump-sum investment since launch



\*on the 01 April 2022 the fund benchmark was changed from an **active risk target of less than 3.5%** to the current asset allocation benchmark.

### Who this investment may be suitable for

This investment is suitable for investors who seek exposure to a wide range of asset classes and markets and are looking for a fund aiming for long-term global returns in US Dollars. These investors are willing to withstand moderate short-term volatility.

### Investment policy

The portfolio offers investors a risk-profiled, global all-in-one investment solution, comprised of an active-passive blend of investment choices across a broad spectrum of asset classes and geographies. The portfolio will target maximum long-term capital growth while managing risk within a moderate risk profile.



Scan this QR code or click here to learn more.

### Historical Performance (net of management fees)

Period (annualised)	Fund	Peergroup	Benchmark**
1 year	8.25%	5.81%	8.10%
3 year	-0.29%	-	-
5 year	-	-	-
10 year	-	-	-
Since Fund Launch (Ann.)	1.54%	-	-
Since Fund Launch (Cum.)	5.37%	-	-
Since Benchmark Inception (Ann.)*	-0.40%	-0.22%	0.62%
Since Benchmark Inception (Cum.)*	-0.71%	-0.38%	1.09%

### Risk Statistics

Statistic	Fund
Volatility (last three years annualised)	10.50%
Maximum drawdown	-21.98%
Highest one-year return	16.17%
Lowest one-year return	-20.21%
Sharpe ratio (Rf = 0%)	0.14

Performance figures are calculated using the Total Returns Index (TRI) for a lump sum investment. The TRI is calculated by purchasing and reinvesting units on the declaration date at the Net Asset Value (NAV) price as at the reinvestment date. The TRI on any day is adjusted for NAV movements and dividend declarations.

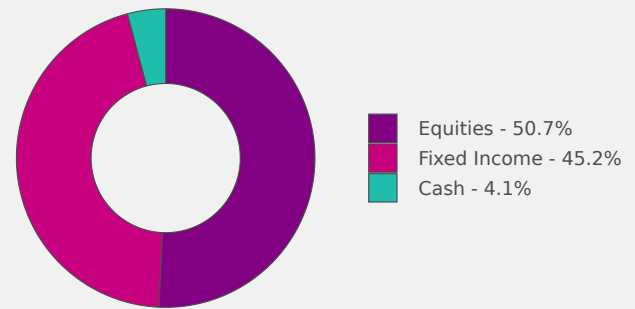
\*\* The benchmark for the portfolio consists of 50% MSCI ACWI (Unhedged) & 50% BBG Barc Global Aggregate Index (USD Hedged).

Geographic Exposure	
Region	Allocation
Global*	42.4%
North America	33.8%
Emerging Markets	10.0%
Europe	5.3%
Other	4.1%
China	2.7%
United Kingdom	1.8%

\*Global represents ETFs based on Global Indices.

Underlying Fund Allocation	
Name	Allocation
BlackRock Advantage US Equity Fund (Class D Acc)	12.1%
iShares MSCI USA ESG Enhanced UCITS ETF	10.9%
PGIM Global Investment Grade	9.1%
GQG PARTNERS US EQUITY-I USD A	8.4%
iShares Core Global Aggregate Bond UCITS ETF (USD Hedged )	6.8%
Schroders ISF Emerging Markets Fund	5.4%
ISHARES EURO GOVERNMENT BOND INDEX FUND I USD	5.3%
BLACKROCK GLOBAL FUNDS-CONTINENTAL EUROPEAN FLEXIBLE FUND-D I2 USD	5.2%
Cash USD	4.1%
iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	3.8%
iShares Global Government Bond UCITS ETF (USD Hedged)	3.3%
ISHARES MSCI JAPAN ESG ENHANCED UCITS ETF	3.2%
Wellington Global High Yield Bond Fund	2.8%
ISHARES CHINA CNY BOND UCITS ETF USD HD	2.7%
iShares Edge MSCI World Value Factor UCITS ETF	2.4%
IShares USD Govt 3-7 UCITS	1.9%
PAYDEN GLOBAL EMERGING MARKETS BOND FUND HARD CURRENCY-USD A	1.9%
ISHARES USD TREASURY BOND 7-10YR UCITS ETF USD	1.9%
Neuberger Berman Emerging Market Debt Local Currency Fund	1.8%
ISHARES CORE UK GILTS UCITS ETF	1.8%
ISHARES CORE CORP EURO BOND UCITS ETF	1.8%
ISHARES CORE FTSE 100 UCITS ETF DIST	1.5%
ISHARES EDGE MSCI WORLD MINIMUM VOLATILITY ESG UCITS ETF USD A	0.9%
iShares MSCI EM ESG Enhanced UCITS ETF	0.8%
iShares \$ Treasury Bond 1 3YR UCITS ETF USD ACC B	0.2%

## Asset allocation chart



## Monthly Market Commentary

January saw mixed performances within financial markets with equities in positive territory while fixed income was negative over the month. Risk on market sentiment was driven by upside surprises within economic data, while central banks' push back against rate cuts led investors to dial back the prospect of rate cuts. Developed market equities were up 1.8% over the month. At a regional level, European equities returned 2.1% while US equities and Japanese equities ended the month at 1.6% and 8.5% respectively. Emerging markets decreased by 4.6%. During the month, developed market bonds broadly delivered negative returns. US treasuries and UK gilts both decreased by 0.3% and 2.3% respectively. In currencies, the Euro depreciated by 1.7% relative to the USD, while Sterling depreciated by 0.1% against the USD.

In the US, headline inflation rose to 3.4% year on year from 3.1% while the core inflation reading fell to 3.9% year on year in December. The Fed left its target rate range unchanged at 5.25-5.50%. Powell signalled that while rates have peaked, a rate cut as soon as the next meeting in March is unlikely. Labour market data remained firm. US GDP grew at an annualised rate of 3.3% in Q4 2023. The US manufacturing PMI increased to 50.7 points in January. In Europe, headline inflation fell to 2.8% from 2.9% year on year, while core inflation declined to 3.3% year on year in January. The ECB left its policy rate unchanged at its January meeting. The eurozone economy registered zero GDP growth in Q4 2023. In the UK, headline inflation rose to 4.0% year on year in December, while core inflation remained at 5.1% year on year. Chancellor of the Exchequer Jeremy Hunt hinted he would announce major tax cuts in the upcoming spring budget.

Fixed income markets, in particular sovereign bonds, were challenged over the month of January as central banks pushed back against the prospect of Q1 rate cuts. US 10-year yields rose from 3.87% to 3.95% with the two-year falling from 4.25% to 4.23%. Germany's 10-year yield rose from 2.03% to 2.16%, whilst the 2-year yield rose from 2.40% to 2.41%. The UK 10-year yields rose from 3.54% to 3.80%, while the 2-year yield rose from 3.98% to 4.23%. US high yield was flat, while European high yield delivered positive results. Global investment grade credit performed flat. Emerging market debt performed positively in local currency, but negatively in USD. Commodities delivered mixed returns, with crude oil rising by 5.5% while gold depreciated by 0.8%.

## Contact details

Investment Manager	
Discovery Mauritius Asset Management	
Physical address	6th Floor, Tower A, 1 Cybercity, 72201, Ebene, Mauritius

## FAIS disclaimer

This portfolio is managed and provided to you by Discovery Mauritius Asset Management and may utilise offshore (non-South African) financial instrument-level asset allocations and separately, allocations in connection to offshore (non-South African) and onshore (South African) asset classes provided by BlackRock. BlackRock has not provided any specific financial instrument-level based allocations in relation to onshore (South African) financial instruments and other third party asset-based allocations may have been utilised in respect of any financial instrument-level based allocations relating to onshore (South African) financial instruments. BlackRock does not provide any service or product to you and has not considered the suitability of its asset allocations against individual needs, objectives and risk tolerances for investors. As such, BlackRock's asset allocations do not constitute investment advice or an offer to sell or a solicitation of an offer to buy any securities. BlackRock's asset allocations may be designed with an aim to outperform certain third-party benchmarks (or utilise a combination of weightings from these but these benchmarks are not used to define asset allocation and these asset allocations are provided with no guarantee that such benchmarks or combinations (as applicable) will be outperformed.

This portfolio is managed and provided to you by Discovery Mauritius Asset Management and may utilise asset allocations provided by BlackRock in connection with offshore (non-South African) financial instruments only, and asset-class level asset allocations. BlackRock does not provide any service or product to you.

Past performance is not necessarily an indication of future performance. Forecasts and examples are for illustrative purposes only and are not guaranteed to occur. Any projections contained in the information are estimates only and are not guaranteed to occur. The projections are subject to market influences and contingent upon matters outside the control of the company, so may not be realised in the future.

BlackRock® is a registered trademark of BlackRock, Inc. and its affiliates ("BlackRock") and is used under license. BlackRock makes no representations or warranties regarding the advisability of investing in any product or the use of any service offered by Discovery Mauritius Asset Management. BlackRock has no obligation or liability in connection with the operation, marketing, trading or sale of any product or service offered by Discovery Asset Management.

All policies are issued or underwritten by Discovery Life Limited (insurer number I056 (LT)). The policy benefits of the linked policies are determined solely on the value of the assets, or categories of assets, to which the policies are linked. Past performance is not necessarily an indication of future performance. Forecasts and examples are for illustrative purposes only and are not guaranteed to occur. Any projections contained in the information are estimates only and are not guaranteed to occur. The projections are subject to market influences and contingent upon matters outside the control of the company, so may not be realised in the future.