
ABRIDGED FINANCIAL REPORT

YEAR ENDED 31 MARCH 2019

RECM

RECM GLOBAL FLEXIBLE FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED	31 March 2019 R	31 March 2018 R
Income	25 849 240	5 715 750
Dividends	8 645 539	13 517 134
Interest	1 345 006	11 905 273
Fair value adjustments on investments	8 622 277	(71 432 732)
Realised gains/(losses) on investments	7 236 418	51 726 075
Expenses	(6 946 790)	(12 701 884)
Service fees	(6 442 883)	(11 870 453)
Audit fees	(70 472)	(124 987)
Withholding tax	(203 194)	(373 469)
Custodian, trustee and bank charges	(230 241)	(332 975)
Net income/(loss) before distributions	18 902 450	(6 986 134)
Distributions to unitholders	(2 994 615)	(12 586 068)
Undistributed profit/(loss) for the year	15 907 835	(19 572 202)
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		
Opening balance	651 122 772	1 287 614 265
Increase/(Decrease) in assets attributable to shareholders	15 845 454	(19 714 684)
Undistributed profit/(loss) for the year	15 907 835	(19 572 202)
Income Adjustments	(62 381)	(142 482)
Net creations/(cancellations) during the year	(102 344 876)	(616 776 809)
Net assets attributable to unitholders	564 623 351	651 122 772
STATEMENT OF FINANCIAL POSITION AS AT		
	31 March 2019 R	31 March 2018 R
Assets		
Non-current assets		
Investments at fair value through profit or loss	562 542 374	639 089 140
Current assets	3 368 276	14 621 010
Accrued income and debtors	2 029 696	14 203 349
Cash and bank balances	1 338 580	417 661
Total assets	565 910 650	653 710 150
Capital and Liabilities		
Capital		
Net assets attributable to unitholders	564 623 351	651 122 772
Current liabilities	1 287 299	2 587 378
Creditors	658 432	733 174
Distribution payable	628 867	1 854 204
Total capital and liabilities	564 623 351	651 122 772

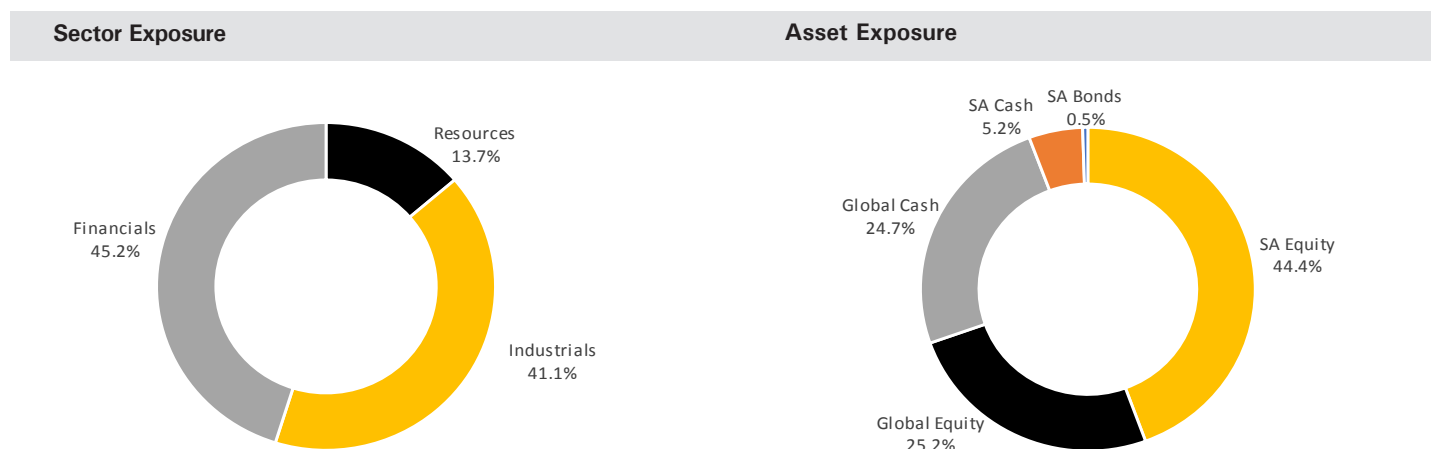
RECM GLOBAL FLEXIBLE FUND

Performance for the year ended	2019	2018
RECM Global Flexible Fund - Class A	2.6%	-1.6%
Benchmark (SA CPI* + 6%)	10.1%	10.3%
* CPI is lagged 1 month		

Charges (excluding vat)	Class A	Class C	Class E	Class F
Management Fees (excl. VAT)	1.0%	1.5%	0.9%	1.0%
Initial Fees	Nil	Nil	Nil	Nil
Total Investment Charge (3 years)	1.5%	2.1%	1.3%	N/A

Portfolio Breakdown as at 31 March 2019	
SA Equity	44.4%
Global Equity	25.2%
Global Cash	24.7%
SA Cash	5.2%
SA Bonds	0.5%

Top Ten Holdings as at 31 March 2019	
Hosken Consolidated Investments Ltd	5.6%
Tesco PLC	4.9%
RECM and Calibre	4.9%
Standard Bank Group Ltd	3.1%
Firststrand Ltd	3.0%
Mediclinic International PLC	2.6%
The Spar Group Ltd	2.5%
MTN Group Ltd	2.5%
Compagnie Financiere Richemont	2.4%
Berkshire Hathaway	2.4%
Total	33.9%



Income Distribution for the year ended 31 March 2019				
	Class A	Class C	Class E	Class F
June 2018	0.3 cpu	0.0 cpu	3.2 cpu	0.3 cpu
September 2018	2.8 cpu	0.0 cpu	16.3 cpu	2.8 cpu
December 2018	10.8 cpu	0.0 cpu	12.2 cpu	10.9 cpu
March 2019	5.5 cpu	0.0 cpu	6.7 cpu	5.5 cpu

RECM EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED	31 March 2019 R	31 March 2018 R
Income	1 063 384	(1 872 561)
Dividends	5 606 864	1 301 723
Interest	897 289	354 251
Fair value adjustments on investments	(7 594 208)	(5 317 364)
Realised gains/(losses) on investments	2 153 439	1 788 829
Expenses	(521 536)	(749 926)
Service fees	(419 988)	(552 429)
Audit fees	(33 289)	(135 100)
Custodian, trustee and bank charges	(68 259)	(62 397)
Net income/(loss) before distributions	541 848	(2 622 487)
Distributions to unitholders	(6 277 981)	(821 811)
Undistributed (loss) for the year	(5 736 133)	(3 444 298)
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		
Opening balance	41 326 086	74 933 674
(Decrease) in assets attributable to shareholders	(5 494 323)	(3 541 124)
Undistributed profit/(loss) for the year	(5 736 133)	(3 444 298)
Income adjustments	241 810	(96 826)
Net creations/(cancellations) during the year	85 613 314	(30 066 464)
Net assets attributable to unitholders	121 445 077	41 326 086
STATEMENT OF FINANCIAL POSITION AS AT		
	31 March 2019 R	31 March 2018 R
Assets		
Non-current assets		
Investments at fair value through profit or loss	118 503 672	41 538 034
Current assets	7 132 258	292 144
Accrued income and debtors	1 396 070	203 531
Cash and bank balances	5 736 188	88 613
Total assets	125 635 930	41 830 178
Capital and Liabilities		
Capital		
Net assets attributable to unitholders	121 445 077	41 326 086
Current liabilities	4 190 853	504 092
Accounts payable	381 384	138 875
Distributions payable	3 809 469	365 217
Total capital and liabilities	121 445 077	41 326 086

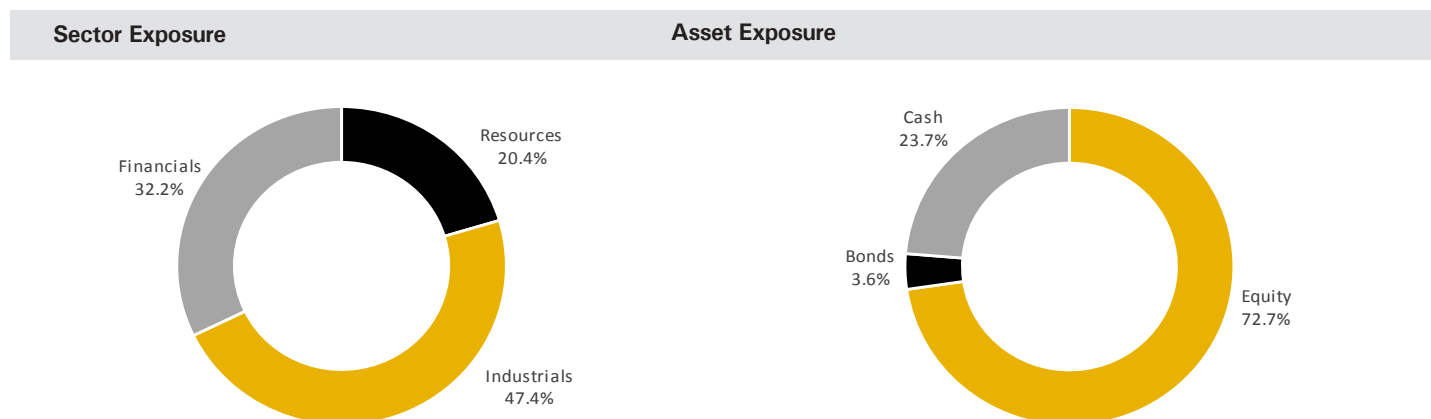
RECM EQUITY FUND

Performance for the year ended	2019	2018
RECM Equity Fund - Class B	-0.3%	-3.5%
Benchmark (ALSI - Total Return)	5.0%	9.6%
Source: Bloomberg		

Charges (excluding vat)	Class B	Class D	Class F
Management Fees (excl. VAT)	1.0%	1.5%	0.9%
Initial Fees	Nil	Nil	Nil
Total Investment Charge (3 years)	1.9%	2.4%	1.7%

Portfolio Breakdown as at 31 March 2019	
Equity	72.7%
Bonds	3.6%
Cash	23.7%

Top Ten Holdings as at 31 March 2019	
Hosken Consolidated Investments Ltd	5.1%
Steinhoff Inv-Prefs	4.9%
MTN Group Ltd	3.8%
Stefanutti Stocks Holdings Ltd	3.2%
Clientele Limited	3.1%
Bowler Metcalf Ltd	2.9%
RECM and Calibre	2.8%
Standard Bank Group Ltd	2.5%
Firstrand Ltd	2.4%
Unicorn Capital Partners Ltd	2.4%
Total	33.1%



Income distribution for the year ended 31 March 2019	Class B	Class D	Class F
September 2018	45.9 cpu	37.6 cpu	47.4 cpu
March 2019	58.5 cpu	49.8 cpu	60.0 cpu

RECM MONEY MARKET FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED	31 March 2019 R	31 March 2018 R
Income	57 549 803	66 040 920
Interest	57 549 803	66 040 920
Expenses	(1 450 845)	(1 481 695)
Service fees	(1 246 682)	(1 302 880)
Audit fees	(34 177)	(16 722)
Custodian, trustee and bank charges	(169 986)	(162 093)
Net income before distribution to unitholders	56 098 958	64 559 225
Distribution to unitholders	(56 098 958)	(64 559 225)
Undistributed profit/(loss) for the year	-	-

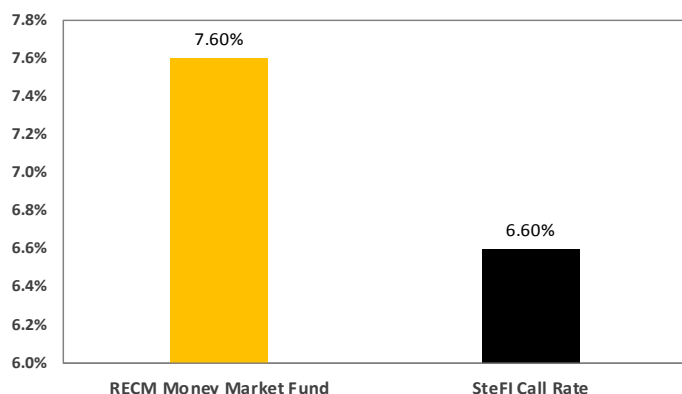
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		
Opening balance	856 845 077	1 067 506 636
Increase/(Decrease) in assets attributable to shareholders	-	-
Undistributed profit/(loss) for the year	-	-
Income adjustments	-	-
Net creations/(cancellations) during the year	(222 891 280)	(210 661 559)
Net assets attributable to unitholders	633 953 797	856 845 077

STATEMENT OF FINANCIAL POSITION AS AT	31 March 2019 R	31 March 2018 R
Assets		
Non-current assets		
Investments at fair value through profit or loss	626 285 726	845 344 977
Current assets	12 310 210	17 533 459
Accrued income and debtors	12 055 991	17 106 582
Cash and bank balances	254 219	426 877
Total assets	638 595 936	862 878 436
Capital and Liabilities		
Capital		
Net assets attributable to unitholders	633 953 797	856 845 077
Current liabilities	4 642 139	6 033 359
Accounts payable	185 358	190 158
Distributions payable	4 456 781	5 843 201
Total capital and liabilities	633 953 797	856 845 077

RECM MONEY MARKET FUND

Performance for the year ended	2019	2018
RECM Money Market Fund - Class A	7.6%	7.7%
Benchmark (SteFI Call Rate)	6.6%	6.8%

Annualised Current Yield



*The yield is calculated using an annualised 7 day rolling average as at 31 March 2019 (gross of fees)
**Source: I-Net Bridge

Charges (excluding vat)

	Class A
Management Fees (excl. VAT)	0.15%
Initial Fees	Nil
Total Investment Charge (3 years)	0.2%

Credit Exposure as at 31 March 2019

Government and Parastatals	2.4%
Corporates	0.0%
Banks	97.6%
Total	100.0%

Duration Breakdown as at 31 March 2019

6-12 month	16.5%
3-6 month	16.5%
2-3 month	28.4%
1-2 month	5.9%
0-1 month	32.7%
Total	100.0%

RECM BALANCED FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED	31 March 2019 R	31 March 2018 R
Income	3 375 307	1 498 173
Dividends	1 945 049	889 764
Interest	1 373 633	1 536 132
Fair value adjustments on investments	(736 539)	(1 804 747)
Realised gains/(losses) on investments	793 164	877 024
Expenses	(1 023 457)	(813 688)
Service fees	(884 266)	(628 182)
Audit fees	(51 189)	(79 684)
Withholding tax	(9 855)	(14 176)
Custodian, trustee and bank charges	(78 147)	(91 646)
Net income before distributions	2 351 850	684 485
Distributions to unitholders	(2 386 558)	(1 635 738)
Undistributed (loss) for the year	(34 708)	(951 253)
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		
Opening balance	74 080 776	63 503 670
Increase/(Decrease) in assets attributable to shareholders	56 096	(923 499)
Undistributed (loss)/profit for the year	(34 708)	(951 253)
Income adjustments	90 804	27 754
Net creations/(cancellations) during the year	33 498 772	11 500 605
Net assets attributable to unitholders	107 635 644	74 080 776
STATEMENT OF FINANCIAL POSITION AS AT		
	31 March 2019 R	31 March 2018 R
Assets		
Non-current assets		
Investments at fair value through profit or loss	103 411 490	72 009 995
Current assets	4 918 081	2 646 696
Accrued income and debtors	427 607	310 361
Cash and bank balances	4 490 474	2 336 335
Total assets	108 329 571	74 656 691
Capital and Liabilities		
Capital		
Net assets attributable to unitholders	107 635 644	74 080 776
Current liabilities	693 927	575 915
Accounts payable	154 320	128 544
Distributions payable	539 607	447 371
Total capital and liabilities	107 635 644	74 080 776

RECM BALANCED FUND

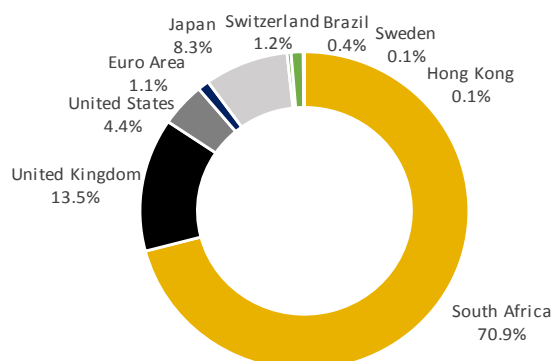
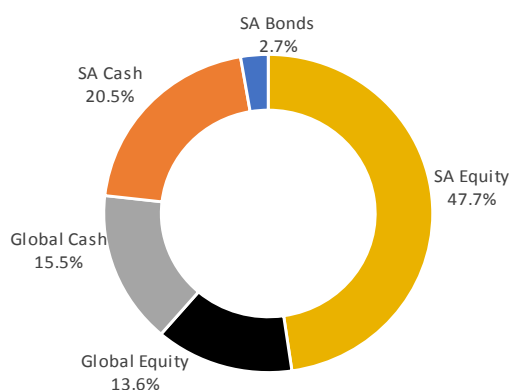
Performance for the year ended	2019	2018
RECM Balanced Fund - Class A	3.0%	-0.1%
Benchmark (SA CPI* + 5%)	9.1%	9.2%
* CPI is lagged 1 month		

Charges (excluding vat)	Class A
Management Fees (excl. VAT)	0.9%
Initial Fees	Nil
Total Investment Charge (3 years)	2.7%

Portfolio Breakdown as at 31 March 2019	
SA Equity	47.7%
Global Equity	25.2%
Global Cash	24.7%
SA Cash	5.2%
SA Bonds	0.5%

Top Ten Holdings as at 31 March 2019	
Hosken Consolidated Investments Ltd	5.7%
Standard Bank Group Ltd	3.2%
Firststrand Ltd	3.1%
MTN Group Ltd	2.7%
Mediclinic International PLC	2.6%
The Spar Group Ltd	2.5%
Compagnie Financiere Richemont	2.4%
Tesco PLC	2.3%
Old Mutual Ltd	2.2%
RECM and Calibre	2.2%
Total	28.9%

Asset Exposure	Regional Exposure
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Collective Investment Schemes are generally medium to long term investments. The value of participatory interests or investments may go down as well as up and fluctuations or movements in exchange rates may also cause the value of underlying international investments to go up or down. Returns are calculated on a lump sum investment, NAV-NAV, net of fees, with net distributions reinvested. Annualised returns are the weighted average compound growth rate earned each year over the given time period. Individual investor performance may differ as result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Past performance is not necessarily a guide to the future. The manager does not provide any guarantees either with respect to a funds' capital or investment returns. Collective investments are traded at ruling prices and can engage in borrowing and scrip lending. The manager may borrow up to 10% of the market value of the portfolio where insufficient liquidity exists. A schedule of fees and charges and maximum commissions is available on request from the manager. Commission and incentives may be paid and if so, would be included in the overall costs. The quantifiable deduction is the annual management fee (and performance fee where applicable), whilst non-quantifiable fees included in the net asset value price may comprise brokerage, auditor's fees, bank charges, taxes, trustee and custodian fees. Collective investment prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accrual and less any permissible deductions from the portfolio. Forward pricing is used. Where a fund is exposed to foreign securities, investors should consider the (a) potential constraints on liquidity and repatriations of funds, (b) global macro-economic risks, (c) political risks, (d) foreign exchange risks, (e) tax risks, (f) settlement risks and (g) potential limitations on the availability of market information. Funds may be closed. Prior to investing, please read the Minimum Disclosure Document for your chosen fund/s available at www.recm.co.za.

The TER reflects the percentage of this Fund's Net Asset Value that was incurred as expenses relating to the administration of this Fund. 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 costs are a necessary cost in administering this Fund and impacts this Fund's 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. The TER and Transaction costs are a measure of the actual expenses incurred by this Fund over a 3 year period (annualised). If this Fund is between 1 and 3 years old, the TER and Transaction Costs are calculated using the actual expenses incurred since the inception of this Fund. The sum of the TER and Transactions Costs is shown as the Total Investment Charge; these costs all being VAT inclusive.

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