

Cinnabar Global Balanced Fund of Funds (USD)



CINNABAR
INVESTMENTS

As of 2023/10/31

Inception Date: 4 February 2011, Fund Currency: USD
Investment Advisor: Cinnabar Investment Management (Pty) Ltd
Morningstar Category: EAA Fund USD Moderate Allocation
Class A - ISIN: GG00BMVVDW81, SEDOL: BMVVDW8, BLOOMBERG: CINGLFF GU
Class B - ISIN: GG00B5742R02, SEDOL: B5742R0, BLOOMBERG: GCIGLFF GU

Minimum Disclosure Document (MDD)

Risk Level

1 2 3 4 5 6 **7** 8 9 10

Fund Information

AUM Class A	4 652 875
AUM Class B	17 265 104
NAV	0.9286
Pricing Frequency	Weekly
Domicile	Guernsey
Initial Subscription Amount (\$)	15 000
Additional Subscription Amount (\$)	2 000
Annual Management Fee - Class A (%)	0.75
Annual Management Fee - Class B (%)	1.5
Total Expense Ratio (TER) - Class A (%)	1.45
Total Expense Ratio (TER) - Class B (%)	3.26
Total Investment Cost (TIC) - Class A (%)	1.46
Total Investment Cost (TIC) - Class B (%)	3.28

Administrator JTC Fund Solutions (Guernsey) Limited, Ground Floor, Dorey Court, Admiral Park, St Peter Port, Guernsey, GY1 2HT

Custodian BNP Paribas Securities Services SCA – Guernsey Branch

Auditors BDO LLP

Benchmark EAA Fund USD Moderate Allocation
(This benchmark came into effect on the 6th August 2020)

Performance Fee The Fund's performance and benchmark performance will be measured over a rolling 12 month period. Should the Fund's performance exceed the benchmark performance, over the same rolling 12 month period, then a performance fee will become payable. The performance fee will be calculated as 20% of any performance above the benchmark. The performance fee (if any) will be crystallised at each Valuation Point and will normally be paid monthly in arrears.

Portfolio Holdings

Vanguard Global Stock Index	22.4
PortfolioMetrix Global Equity	20.6
Vanguard U.S. 500 Stock Index	15.4
iShares Core US Agg Bond	11.1
iShares Glb Corp Bond UCITS	7.6
PIMCO Divs Inc	5.8
Coronation Global Strategic Income	5.4
Artisan Developing World	3.0
BlackRock World Technology Fund	1.7
USD Cash	7.0
Total	100.0

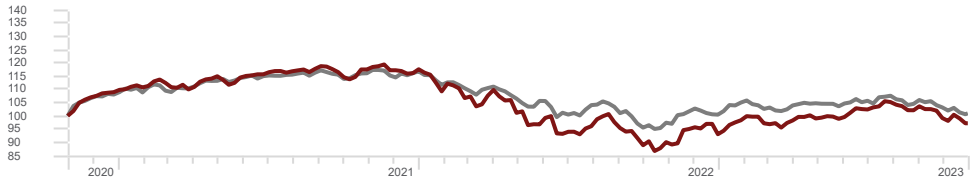
Top 10 Equity Holdings (%)

Apple Inc	2.60
Microsoft Corp	2.19
NVIDIA Corp	1.33
Amazon.com Inc	1.11
Alphabet Inc Class A	0.75
Meta Platforms Inc Class A	0.64
Tesla Inc	0.64
Alphabet Inc Class C	0.63
Berkshire Hathaway Inc Class B	0.57
Visa Inc Class A	0.48

Cumulative 3 Year Performance Graph

Time Period: 2020/11/01 to 2023/10/31

Currency: US Dollar



— Cinnabar Global Balanced FoF USD 97.22 — EAA Fund USD Moderate Allocation 100.96

	1 M	3 M	6 M	1 Y	3 Y	5 Y	Inception
Cinnabar Global Balanced FoF USD	-1.99	-7.59	-1.83	7.91	-0.94	1.36	-0.58
EAA Fund USD Moderate Allocation	-2.16	-6.32	-3.63	3.63	0.32	2.09	2.58

Highest Annual Return (2021) 32.66

Lowest Annual Return (2022) -22.37

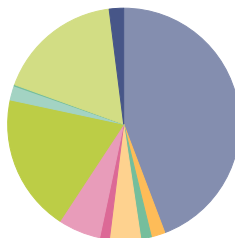
Risk Measures (3 Years)

Currency: US Dollar

	Std Dev	Max Drawdown	Sharpe Ratio	Sortino Ratio	Up Period Percent
Cinnabar Global Balanced FoF USD	11.95	-27.31	-0.19	-0.24	58.97
EAA Fund USD Moderate Allocation	8.21	-18.94	-0.18	-0.25	50.00

Asset Allocation

Portfolio Date: 2023/09/30



	%
US Equity	44.23
UK Equity	1.93
China Equity	1.48
Asia Equity	4.33
Japan Equity	1.35
EU Equity	5.94
US Bond	19.10
China Bond	1.99
UK Bond	0.19
Other	17.46
Cash	2.00
Total	100.00

Equity Sectors (%)

Cyclical	32.06
Basic Materials	3.33
Consumer Cyclical	11.18
Financial Services	13.81
Real Estate	3.74
Sensitive	46.67
Communication Services	7.70
Energy	4.48
Industrials	9.77
Technology	24.72
Defensive	21.27
Consumer Defensive	6.63
Healthcare	12.17
Utilities	2.47

World Equity Regions (%)

North America	75.08
Latin America	0.86
United Kingdom	3.10
Europe Developed	10.34
Europe Emerging	0.43
Middle East	0.06
Africa	0.00
Japan	3.17
Australasia	1.60
Asia Developed	2.09
Asia Emerging	3.28
Developed Markets	95.43
Emerging Markets	4.57

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As of 2023/10/31 Published Date: 2023/11/15

Source: Morningstar Direct

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Fund Objective and Strategy

The primary investment objective of the Fund is to achieve enhanced growth of capital over the longer term at the risk of moderate short term volatility of capital values. The Fund is aimed at investors with medium to long term investment horizon.

Contact Details

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Disclosures

The Cinnabar Global Balanced Funds of Funds USD (the "Fund") is a cell of The Offshore Mutual Fund PCC Limited (the "Manager") Registration Number 51900. The Company is an open-ended investment company, which was registered with limited liability in Guernsey on 20 May 2010. The Company is an umbrella company constituted as a Protected Cell Company under the Companies Law. The provisions of the Companies Law enable a company to which it applies to create one or more cells for the purpose of segregating and protecting the assets within those cells so that, on the basis that the company complies with the conditions laid down by the Companies Law, liabilities of the company attributable to one cell can only be satisfied out of the assets of that cell and even if those assets are insufficient, recourse cannot be had to the assets of any other cell. The Company is registered with Limited Liability in Guernsey and authorized by the Guernsey Financial Services Commission as a Collective Investment Scheme of Class B. The Fund is approved by the Financial Sector Conduct Authority (FSCA) under the Collective Investment Schemes Control Act, 2002. Cinnabar Investment Management (Pty) Ltd, the Investment Advisor is licensed by the South African Financial Sector Conduct Authority as a financial services provider and its licence number is 45402. By an investment Advisory agreement dated 21 April 2021, between the Company, the Manager and Cinnabar Investment Management (Pty) Ltd (the "Investment Advisory Agreement") the Investment Advisor was appointed as investment advisor of the Fund with effect from 12 March 2021. Investments into the Fund should be a medium to long-term investment. The value of the shares may go down as well as up and past performance is not necessarily a guide to the future. The Fund is traded at ruling prices and can engage in borrowing and scrip lending. Short term borrowing will be allowed to the amount of 10% of the value of the cell and will only be permitted for purposes of the redemption of Participating Shares. The Fund is permitted to invest in foreign securities which, within portfolios, may have additional material risks, such as: Potential constraints on liquidity and the repatriation of funds; Macroeconomic risks; Political risks; Foreign Exchange Risks; Tax Risks; Settlement Risks; and Potential limitations on the availability of market information. The Fund may enter into hedging transactions where it has acquired investments not denominated in its base currency. Currency risk may be hedged, at the discretion of the Manager. The margins and premiums payable for such transactions shall not exceed the Net Asset Value of the Fund. As the Fund is a Fund of Funds, the Fund invests in other funds that levy their own charges, this could result in a higher fee structure for a Fund of Funds. A schedule of fees and charges and maximum commissions is available on request from the Manager. The cell is valued weekly at 23h00, on the business day preceding dealing day. The latest prices may be viewed at www.cinnabarim.com. Instructions must reach the Manager before 10h00 of the first business day of the week. The Manager does not provide any guarantee, either with respect to the capital or the return of this cell. Additional information on the portfolio can be obtained, free of charge from www.cinnabarim.com or may be requested from the Manager. The cell complies and is managed within the investment restrictions and guidelines for Foreign Collective Investment Schemes. The Cinnabar Global Balanced Fund of Funds (USD) is approved in terms of Section 65 of the Collective Investment Schemes Control Act, No 45 of 2002 ("the Act"); Notice 2076 of 2003 as amended by notice 1502 of 2005 ("the conditions"). The Total Expense Ratio (TER) is disclosed as the percentage of the average NET Asset Value of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio and underlying portfolios. The TER is calculated quarterly. A higher TER ratio 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 TER's. Individual investor returns may differ as a result of fees, actual date(s) of investment, date(s) of reinvestment or income and withholding tax. Annualized returns, also known as Compound Annualized Growth Rates, are calculated from cumulative returns; they provide an indication of the average annual return achieved from an investment that was held for the stated time period. Actual annual figures are available from the Manager on request. Performance figures quoted are from Morningstar, for a lump sum investment, using NAV-NAV prices with income distributions reinvested. The performance is calculated for the portfolio and individual performance may differ. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice. Investors are encouraged to obtain independent professional investment and taxation advice before investing in this fund.

Fund Manager Commentary

The Cinnabar Global Balanced Fund of Fund USD ended the month ahead of its peers, contracting -1.99% for the month. The EAA USD Moderate Allocation peer group ended -2.17 lower in October. The major detractors for the month were the Vanguard funds.

SA Market Drivers

Local investment returns continued to underperform amid a challenging macroeconomic landscape characterized by elevated interest rates. Notably, in the latter part of the month, local bond yields and the domestic currency exhibited resilience, thereby bolstering local bond returns while exerting a dampening effect on global asset class returns. Local equities faced a challenging month, mirroring the broader trend of weakening global equity markets. Furthermore, global property performed the worst, primarily attributable to the appreciation of the South African rand and a decline in hard currency asset prices.

The local inflation rate rose to a three-month high of 5.4% in September from 4.8% in August on the back of higher food and energy prices. The stubbornness of inflation locally and globally leaves risks to the upside and the likelihood of the SARB maintaining borrowing costs higher for longer.

SA bonds had a surprisingly strong month ahead of such an important update as the MTBPS. The numbers did not look good, but it would appear that the Finance Minister's realism, and his willingness to push back against his critics have investors optimistic that he has enough political capital to push through certain policy reforms. With so much bad news priced in, SA has enjoyed a relief rally despite deteriorating fiscal metrics. Local yields were no doubt supported by a late rally in US yields and additional stimulus out of China.

The IMF raised its growth projections for South Africa for 2023 and 2024 to 0.9% and 1.8% respectively. The international body generally expects developing economies to fare better than developed markets due to lower debt ratios. More specifically the IMF raised forecasts on better energy accessibility in the country, a large drag on growth in SA. That said, growth in SA is expected to lag that of Sub-Saharan Africa due to energy and logistical constraints and other broader structural issues.

Global Market Drivers

It's been a turbulent time in markets over the last few weeks, with both bonds and equities falling in October. At the beginning of the month, Hamas militants launched a surprise attack on Israel which drew out a strong response from Israeli defence forces. The Israeli Prime Minister, Benjamin Netanyahu, referred to the attack as an act of war. This had an impact on financial markets as uncertainty rose, bringing about volatility as well as a temporary rise in oil prices around concerns the conflict could widen to larger oil exporting nations. Elsewhere, in a similar fashion to September, broadly stronger economic news in the US translated into weaker financial market performance globally. The strong growth and employment data releases reinforced market participants' view of interest rates being higher for longer. This caused bond yields to rise slightly (and hence bond prices to fall) as well as depressing equity markets.

October was a negative month for most asset classes. Emerging Markets underperformed Developed Markets led by Latin American and Asian equities. UK equities were the worst performing developed equity region, closely followed by Japan and Pacific ex-Japan. US equities were the most resilient within developed equity markets.

Bonds sold-off yet again in October, with Emerging Market bonds worst hit, suffering both from higher bond rates in general, as well as nervousness around emerging market issuers.

Commodities were the best performing real asset class, driven by uncertainty in relation to the Middle East conflict aiding traditional safe haven, gold, with energy prices also proving resilient. Real assets (property and infrastructure) continued to struggle under an environment of bond yields selling off (rising). Real estate had a particularly bad month once again. Infrastructure companies which typically sit in the utilities sector continued to struggle as the sector generally has higher debt levels than other sectors.

Sources: *PortfolioMetrix Asset Management SA (Pty) Ltd*

Portfolio Manager: *Cinnabar Investment Management Team*

Benefits of Multi-Managed Portfolios (Fund of Funds)

In-depth research: Research team spends hundreds of hours researching managers, ensuring that a thorough due diligence is conducted before any investment into a fund is undertaken.

Lower risk through diversification: Different styles of funds with low correlations to each other, which reduces volatility and other risks and hence helps protect investors from capital loss and produces more consistent performance.

Best of breed: Investors have access to the best managers in the industry no matter the size of the investment.