

Discovery Enhanced Yield July 2018 Tranche



Monthly Performance Report

30 June 2023

Introduction

The Discovery Enhanced Yield Fund is a structured product designed to pay a fixed return of 15%* after an investment period of one year if the FTSE 100 Index excluding dividends is flat or positive at the end of one year. In this case, the total amount will be paid into your Flexible Investment Plan and the Discovery Enhanced Yield Fund will close.

If the FTSE 100 index provides a negative return after one year, no amount will be paid after the first year. In this case, the fixed return on the Discovery Enhanced Yield Fund will be increased by another 15%* and the total will be paid after an investment period of two years if the FTSE 100 index return is flat or positive from inception at the end of the second year.

Performance of Discovery Enhanced Yield July 2018 Tranche as at 30 June 2023

Portfolio	Cumulative Return since Inception*
FTSE 100 Index **	-2.80%
Discovery Enhanced Yield July 2018 Tranche Return Scenarios:	
FTSE 100 Index flat or positive by July 2021	45.00%
FTSE 100 Index flat or positive by July 2022	60.00%
FTSE 100 Index flat or positive by July 2023	75.00%
FTSE 100 Index remains negative until July 2023	Downside Protection

**** If the FTSE 100 index return is below 0% at the end of each of the years in the five year period, capital protection* is provided if the FTSE 100 has not fallen by more than 40%* at any stage over the five years.**

This example is for illustrative purposes. Discovery admin fees, financial advisor fees and taxes are ignored.

The FTSE 100 Index shows the return on the underlying index whereas the Discovery Enhanced Yield Fund displays the return that you would receive at a year end if the FTSE is flat or positive at the end of that year, or alternatively at the end of five years if the FTSE 100 index return is negative at the end of each of the years in the five year period.

Please note that because the Discovery Enhanced Yield holds a significant portion of derivative instruments, the returns shown on your fund statement will differ from the table above. This is because the fund statement is reflecting the market surrender value of the derivatives held. As the Discovery Enhanced Yield reaches its maturity date, the returns shown on your statement will converge towards the numbers indicated above.

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*** Please note that the Discovery Enhanced Yield Fund operates as a unitized fund in the Discovery Core Flexible Investment Plan. All returns and capital protection are therefore before the effect of Discovery administration fees as charged in the Discovery Core Flexible Investment Plan, advisor fees (initial and ongoing) and taxes. During the course of the investment, units will be redeemed from the fund to pay for these charges.**