

Discovery Focused Return Fund

Minimum Disclosure Document | 31 May 2025

Fund details

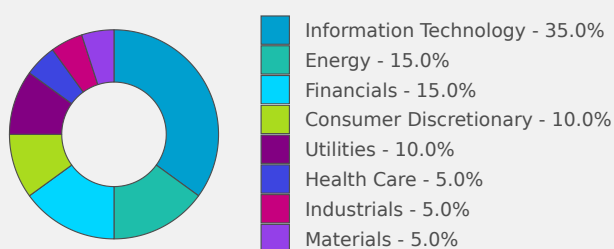
Hedge Provider:	Goldman Sachs International*
Launch date:	27 May 2024
Risk profile:	Medium/high
Currency denomination:	ZAR
Annual fees:	1.58% (incl. VAT)
Total expense ratio (TER):	1.58%
Transaction costs (TC):	0%
Total investment charges (TIC):	1.58%

* Potential investors should note that in purchasing any product described in this document, you will be purchasing from Discovery Life as principal and not as agent for Goldman Sachs International or any of its affiliates. You therefore will not have any contract with, or recourse to, Goldman Sachs International or its affiliates.

Who this investment may be suitable for

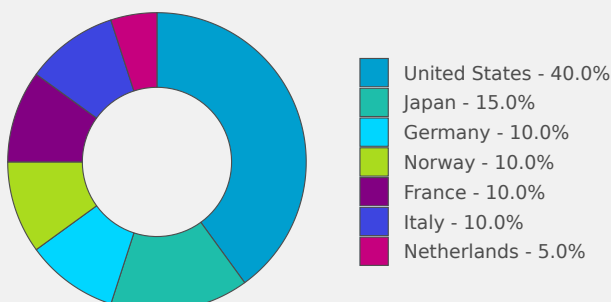
This fund is suitable for equity investors with a medium to long term investment horizon.

Sector allocation chart



All allocations include the exposure created by derivatives.

Geographical allocation chart



Fund overview & investment objective

The fund aims to deliver an annualised target net return of between 10% and 12% p.a. (after annual management fees but before administration fees, adviser fees and taxes) over a three-to-five-year investment period in all but significant falls in share prices. The fund invests in a portfolio of securitised derivative notes linked to at least 20 shares from developed markets ("notes"). These notes utilize various structured payouts on each of the shares to deliver the targeted return over 3 to 5 years. New shares and notes will be chosen on an ongoing, systematic basis to maintain the targeted return over time. **The targeted return is not guaranteed and may change from time to time as market conditions change.**

Investment process

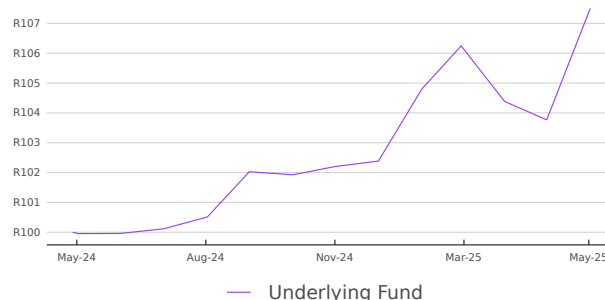
The fund employs a systematic investment process when selecting its portfolio of notes. This process considers liquid, high quality shares from developed markets such as US, Canada, Europe, Japan and Australia. Bloomberg consensus analyst ratings (of at least a "buy" rating) and an optimisation and diversification process is used to filter the final universe of shares.

- The maximum allocation to each underlying share is 5%
- The maximum allocation to financial stocks is 25%
- The maximum allocation to companies from Japan and Australia is 20%
- The maximum allocation to companies from Canada is 10%

The diversification process used by the fund may change from time to time. The fund will hold up to 2% in a Rand cash account.

Please note that this fund will not perform in line with the underlying shares but rather the market value of the notes which are utilised to achieve the target net return.

Illustrative performance for a R100 lump-sum investment *



Please note: the Discovery Return Fund provides investors with exposure to derivatives and therefore investors will not participate directly in the share price movements of the underlying shares. The derivatives held are based on the shares listed in the table below.

Fund holdings		
Name	Allocation	Country
Advantest Corp	5.0%	Japan
AIXTRON SE	5.0%	Germany
Aker BP ASA	5.0%	Norway
Bath & Body Works Inc	5.0%	United States
BE Semiconductor Industries NV	5.0%	Netherlands
BNP Paribas SA	5.0%	France
BPER Banca SPA	5.0%	Italy
Devon Energy Corp	5.0%	United States
Dexcom Inc	5.0%	United States
Engie SA	5.0%	France
First Solar Inc	5.0%	United States
Fujikura Ltd	5.0%	Japan
Inpex Corp	5.0%	Japan
Intesa Sanpaolo SpA	5.0%	Italy
Mercedes-Benz Group AG	5.0%	Germany
Micron Technology Inc	5.0%	United States
Monolithic Power Systems Inc	5.0%	United States
Norsk Hydro ASA	5.0%	Norway
NVIDIA Corp	5.0%	United States
Vistra Corp	5.0%	United States

Historical performance table*	
Period (annualised)	Fund
1 year	7.55%
3 year	-
5 year	-
10 year	-
Since launch	7.44%
Since launch (Cumulative)	7.50%

Risk statistics table	
Statistic	Fund
Volatility (Last three years, annualised)	6.85%
Maximum drawdown	-8.62%
Highest one-year return	-
Lowest one-year return	-
Sharpe ratio (Since launch, Rf = 0%)	1.46

You understand that your investment may go up or down

1. Past performance is not necessarily a guide to future performance.
2. All returns quoted are after deduction of fund management fees.
3. All returns are in Rands.

Fees and charges for this investment

There are fees and other charges for this investment. Funds are classified according to annual service fees so each class has its own fee structure. Performance fees are not applicable.

You decide about the suitability of this investment for your needs

By investing in this Fund, you confirm that:

- Discovery Invest did not provide you with any financial and investment advice about this investment.
- you have taken particular care to consider whether this investment is suitable for your own needs, personal investment objectives and financial situation.
- this information is not advice as defined and contemplated in the Financial Advisory and Intermediary Services Act, 37 of 2002, as amended.
- Discovery Life shall not be liable for any actions taken by any person based on the correctness of this information.

Specific risks of this investment

Investors are subject to any default risk or restructure of Goldman Sachs International. The return provided by the fund is based on current taxation practices. Changes to taxation may affect the return provided. The fund is backed by assets issued by Goldmans Sachs International. There is a risk of partial or total loss of capital in the case of bankruptcy or payment default. Goldmans Sachs International is rated by S&P at A+ and is subsidiary of Goldman Sachs Group Inc. The Goldman Sachs Group Inc. is a leading global investment banking, securities and investment management firm that provides a wide range of financial services to a substantial and diversified client base that includes corporations, financial institutions, governments and individuals. Founded in 1869, the firm is headquartered in New York and maintains offices in all major financial centres around the world. The Discovery Focused Return Fund is a portfolio within an investment policy issued by Discovery Life Limited. Discovery Life is the owner of the Fund- linked notes that facilitate investment into a regulated Cayman-based fund vehicle that will hold equity-linked assets generating the returns of the "Discovery Focused Return Fund".

Disclaimer

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