

Sanlam Multi-Strategy Fund

Quarterly Update

Q1 2022

Key facts

Fund AuM £	£478.2m
Fund AuM \$	\$629.6m
Distribution Yield*	3%
Benchmark	CPI
Return Target	CPI+4%
Fund Manager	Mike Pinggera
Fund Launch Date	31 January 2013
Domicile	Ireland
Currency Classes	GBP,USD,EUR,CHF
Fund Type	OEIC, UCITS
IA Sector	Absolute Return
Morningstar Category	Alt - Multistrategy
Dealing Deadline	11:00 (GMT)
Settlement Time	T+3
Valuation Point	Midday (GMT)
Distribution	Monthly

Fund highlights

Over the quarter, we followed our disciplined equity allocation process with net exposure ranging between 12% and 26%. Near the low of the range, we used long-dated option strategies to add upside hedges across global markets. In fixed income, we sold our two longest dated bonds and, along with maturing bond proceeds, reinvested into existing holdings at higher yields. This shortened the fund duration from 2.9 years to 2.4 years over the period.

During the period, we held 33 company meetings, 5 of which were at the pre-IPO stage. Our companies made 21 acquisitions, 9 disposals, and 5 fund raises. We added no new positions to the Real Assets strategy during the period. As we move out of the first quarter, reported results and management engagement have reaffirmed the resilience of our businesses, which stand to benefit from the current environment. Whilst the inflationary environment is deemed to be problematic for some, the economic backdrop continues to favour our businesses with revenues linked to inflation and upward-only reviews. Moreover, our businesses are demonstrating the value of effective capital management by structuring debt finance that is long-term and fixed in nature, insulating them to a degree from a higher rate environment.

Fund review

The Sanlam Multi-Strategy Fund declined by 3.05% over a volatile quarter and had an average 90-day volatility of 6.06%. Markets had to contend with the invasion of Ukraine, subsequent worldwide sanctions imposed on Russia and the possible threat of nuclear war. Sanctions affected the supply side in various commodities and caused the price of oil, gas and soft commodities to spike. At the same time, central banks started raising rates to control inflation and expressed their willingness to speed up the normalisation cycle if needed, even at the expense of economic growth.

The main contributors to the negative performance at the top level were global equities and fixed income as markets grappled with the invasion of Ukraine and higher rates. Real assets, particularly Renewables, contributed positively to

Fund review (cont.)

performance as high energy prices refocused investors on the need for more sustainable energy sources. At a strategy level, Synthetic Equity and Investment Grade Bonds were the largest negative contributors to return, with positive contributions coming from Renewables and Opportunistic Equity strategies.

Fund performance

	Inception	QTR	YTD	1yr	3yrs	5yrs	Since Inception
B GBP Accumulation	31/01/13	-3.0	-3.0	3.3	6.0	5.4	4.5
A GBP Accumulation	11/11/13	-3.2	-3.2	2.6	5.2	4.6	3.6
B USD Accumulation	29/11/13	-3.0	-3.0	3.5	7.0	6.7	5.1
Founder GBP Acc.	31/01/13	-3.2	-3.2	2.8	5.5	4.9	3.9

	12 Months to	Mar-22	Mar-21	Mar-20	Mar-19	Mar-18
B GBP Accumulation		3.3	16.1	-0.6	5.5	3.6
A GBP Accumulation		2.6	15.1	-1.3	4.7	2.8
B USD Accumulation		3.5	17.0	1.2	7.2	5.1
Founder GBP Acc.		2.8	15.4	-1.1	5.0	3.1

Performance beyond one year is annualised

Past performance is not an indicator of future performance.

Source: Sanlam, Morningstar and Lipper as at 31/03/2022. Class B returns are used to illustrate the fund's longest track record. This has no fixed management fee, so returns should be considered gross. This is a restricted share class, therefore our open share class A net returns are also shown. Figures for periods longer than 12 months are annualized. NAV to NAV figures are used. Net of charges, assumes net income reinvested.

*Distribution yield is the amount received by an investor, and is the sum of distributions paid over the past 12 months, based on the frequency and divided by the last price.

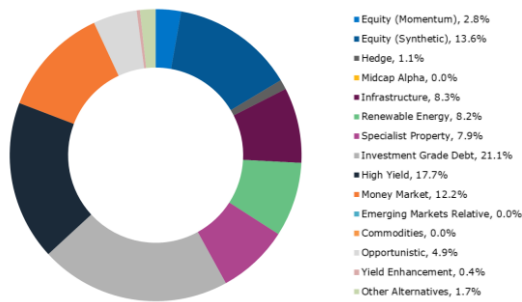
Performance attribution

	Q1 2022	YTD
Global Equity Momentum	-0.37%	-0.37%
Hedge	-0.15%	-0.15%
Synthetic	-1.37%	-1.37%
Infrastructure	0.01%	0.01%
Renewable Energy	0.52%	0.52%
Specialist Property	-0.30%	-0.30%
Other Alternatives	-0.09%	-0.09%
Investment Grade Debt	-0.87%	-0.87%
Commodities	0.00%	0.00%
High Yield	-0.58%	-0.58%
Midcap Alpha	0.00%	0.00%
Emerging Markets Relative	0.00%	0.00%
Opportunistic	0.15%	0.15%
Money Market	0.00%	0.00%
Yield Enhancement	0.05%	0.05%
Stock Hedge	-0.19%	-0.19%
Cash (incl Exp)	0.00%	0.00%
Total	-0.37%	-0.37%
Sanlam Multi-Strategy Fund	-0.15%	-0.15%
Differential	-1.37%	-1.37%

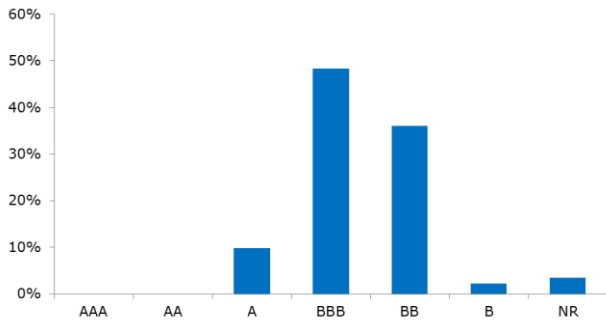
Top 10 holdings

3I Infrastructure	2.73%
HSBC Holdings	2.73%
National Grid Group	2.60%
3I Group	2.48%
Vodafone Group	2.26%
Grainger	2.12%
Renewables Infrastructure Group	2.10%
HICL Infrastructure	2.04%
Tritax Big Box REIT	1.66%
iShares MSCI Emerging Markets ETF	1.59%

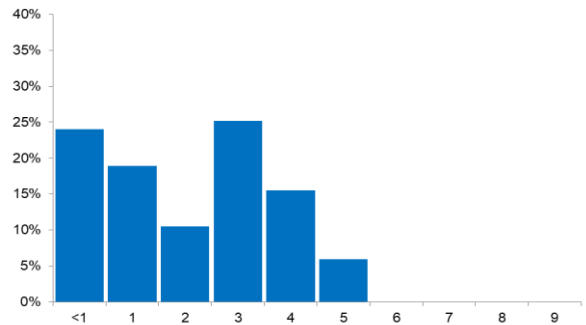
Fund allocation



Bond credit quality



Bond duration



Outlook and focal points for 2022

The COVID-19 pandemic continues to cast a long shadow over markets. The cost of energy is likely to be one of the hot topics of 2022 as recent price changes filter through into the real economy. Normalisation timetables will potentially be brought forward to combat the rise in inflation but will need to be balanced with measured government support to limit the effect on households emerging from a global pandemic.

Real assets – Mission-critical, long-life operational assets continue to be supported by ESG alignment, inflation linkage and long-term demographic and social changes.

Fixed income – The inflation backdrop combined with environmental and social factors makes the task of setting interest rates harder than ever. Central Bank responses will need to be carefully measured and data dependant in order to reduce the risks of policy error.

We continue to position the portfolio with the profile of a diversified convertible. We favour option-based equity exposure (rather than pure directional investments) alongside income-producing real assets and short-duration bonds.

Important Information

The Fund has holdings which are denominated in currencies other than sterling and may be affected by movements in exchange rates. The Fund can invest in derivatives. Derivatives are used to protect against fluctuations in currencies, credit risk and interest rates or for investment purposes. There is a risk that losses could be made on derivative positions or that the counterparties could fail to complete on transactions. The Fund's expenses are charged to capital. This has the effect of increasing dividends while constraining capital appreciation. Part of the fund is invested in bonds. Investment in bonds and other debt instruments is subject to interest rate risk and risk of default by the issuer.

The value of this portfolio is subject to fluctuation and past performance is not necessarily a guide to future performance. The performance is calculated for the portfolio and the actual individual investor performance will differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. All terms exclude costs. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. Do remember that the value of participatory interests or the investment and the income generated from them may go down as well as up and is not guaranteed, therefore, you may not get back the amount originally invested and potentially risk total loss of capital. Therefore, the Manager does not provide any guarantee either with respect to the capital or the return of a portfolio. The Manager has the right to close any Portfolios to new investors to manage them more efficiently in accordance with their mandates. Collective Investment Schemes are traded at ruling prices and can engage in borrowing and scrip lending. Collective Investment Schemes (CIS) are generally medium to long term investments. A schedule of fees and charges and maximum commissions is available on request free of charge from the Manager, the Investment Manager or at www.sanlam.co.uk. A full summary of investor rights can also be found online at www.sanlam.com/ireland/Documents/SAMI%20Shareholder%20Engagement%20Policy.pdf. Documents are provided in English.

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The Fund is a sub-fund of the Sanlam Universal Funds plc, a company incorporated with limited liability as an open-ended umbrella investment company with variable capital and segregated liability between sub-funds under the laws of Ireland and authorised by the Central Bank. The Fund is managed by Sanlam Asset Management (Ireland) Limited, Beech House, Beech Hill Road, Dublin 4, Ireland, Tel + 353 1 205 3510, Fax + 353 1 205 3521 which is authorised by the Central Bank of Ireland, as a UCITS Management Company and Alternative Investment Fund Manager, and is licensed as a Financial Service Provider in terms of Section 8 of the South African FAIS Act of 2002. Sanlam Asset Management is a registered business name of Sanlam Asset Management (Ireland) Limited. Sanlam Asset Management (Ireland) has appointed Sanlam Investments UK Ltd or Sanlam Private Investments (UK) Ltd as Investment Manager to this fund.

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The fund price is calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income and expense accruals. Trail commission and incentives may be paid and are for the account of the manager. Performance figures quoted are from Sanlam and are shown net of fees. Performance figures for periods longer than 12 months are annualized. NAV to NAV figures are used. Calculations are based on a lump sum investment.

Please note that all Sanlam Funds carry some degree of risks which may have an adverse effect on the future value of your investment. Any offering is made only pursuant to the relevant offering document, together with the current financial statements of the relevant fund, and the relevant subscription/application forms, all of which must be read in their entirety together with the Sanlam Universal Funds plc prospectus, the Fund supplement and the KIID. All these documents explain different types of specific risks associated with the investment portfolio of each of our products and are available free of charge from the Manager or at www.sanlam.ie. No offer to purchase securities will be made or accepted prior to receipt by the offeree of these documents, and the completion of all appropriate documentation. Use or rely on this information at your own risk. Independent professional financial advice should always be sought before making an investment decision as not all investments are suitable for all investors.

Deemed authorised and regulated by the Financial Conduct Authority. The nature and extent of consumer protections may differ from those for firms based in the UK. Details of the Temporary Permissions Regime, which allows EEA-based firms to operate in the UK for a limited period while seeking full authorisation, are available on the Financial Conduct Authority's website (notes 1, 3 and 4). AB1021(380)0122UKInst

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