Foord International Fund

A SUB-FUND OF FOORD SICAV, CLASS R

DECEMBER 2018

LUX

INVESTMENT OBJECTIVE
To achieve meaningful inflation-beating US$ returns over rolling five-year periods from a conservatively managed portfolio of global equities, warrants, exchange traded funds, UCITS and other UCIs, interest bearing securities and cash instruments reflecting Foord's prevailing best investment view.

INVESTOR PROFILE
Investors requiring a UCITS accredited fund with exposure to a balanced but conservatively managed portfolio of global equities, warrants, exchange traded funds, UCITS and other UCIs, interest bearing securities and cash instruments.

TIME HORIZON
Longer than three years.

DOMICILE
Luxembourg

DEPOSITARY
RBC Investor Services Bank S.A.

INVESTMENT MANAGER
Foord Asset Management (Guernsey) Limited

INVESTMENT ADVISOR
Foord Asset Management (Singapore) Pte. Limited

FUND MANAGERS
Brian Arcese and Dave Foord

INCEPTION DATE
2 April 2013

BASE CURRENCY
US dollars

EQUITY INDICATOR
Indicates the relative weight of equities in the portfolio. A higher weight could result in increased volatility of returns.

MORNINGSTAR CATEGORY
USD Flexible Allocation

TYPE OF SHARES
Accumulation

INITIAL INVESTMENT AMOUNT
US$10 000 or equivalent

SUBSEQUENT INVESTMENT AMOUNT
US$1 000 or equivalent

TOTAL FUND SIZE
$1.8 billion

MONTH END SHARE PRICE: CLASS R
$36.95

NUMBER OF SHARES: CLASS R
0.2 million

ISIN NUMBER: CLASS R
LU0914416325

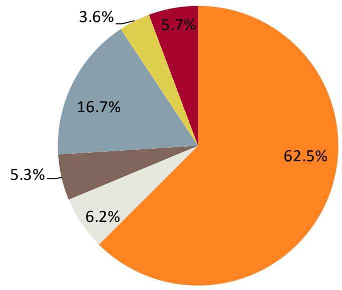
FEES: CLASS R
INITIAL FEES
None

ANNUAL FEES
1.35% fixed

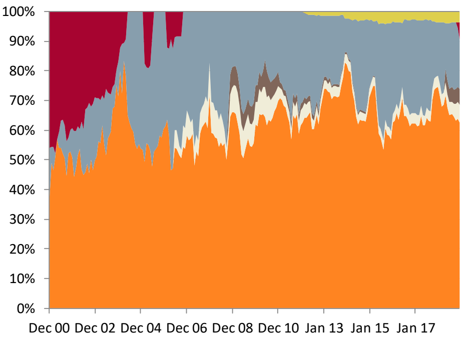
ANNUALISED COST RATIO (CLASS R)

	12 MONTHS	36 MONTHS
TER —Basic	1.45%	1.44%
Transaction costs	0.05%	0.07%
Total cost ratio	1.50%	1.51%

ASSET ALLOCATION

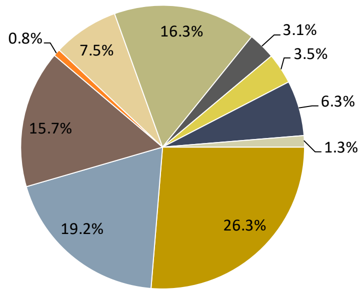


CHANGES IN PORTFOLIO COMPOSITION



Equities Commodities Corporate bonds Money market Government bonds Property

EQUITY SECTOR ALLOCATION



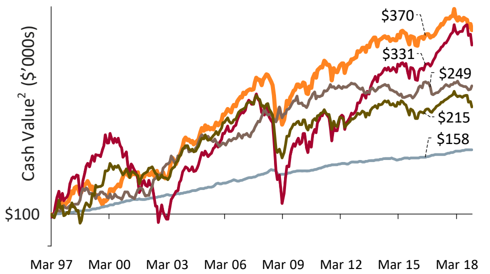
Healthcare
Materials
Consumer staples
Consumer discretionary
Utilities
Financials
Information technology
Communication Services
Industrials
Energy

GEOGRAPHIC EXPOSURE

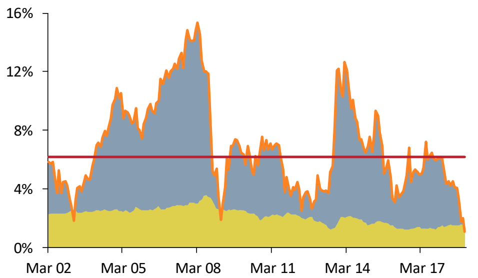
	TOTAL PORTFOLIO %	REGIONAL EQUITY %	CASH %
North America	48	25	17
Europe	26	20	-
Pacific	8	5	-
EM Asia	18	13	-
	100	63	17

Following MSCI and S&P revisions to the GICS® structure in late 2018, "Communication services" sector was created to replace the Telecommunications sector and certain tech companies have moved from the old "Information technology" sector to the new sector

PORTFOLIO PERFORMANCE



ROLLING 5 YEARS VS US INFLATION



TOP 5 EQUITY INVESTMENTS
FMC Corp 8.1%, Roche Holding 4.4%, CVS Health Corp 3.9%, Scottish & South'n Energy 3.9%, Vodafone Group 3.7%

PORTFOLIO PERFORMANCE (PERIODS GREATER THAN ONE YEAR ARE ANNUALISED)[1]

	CASH VALUE[2]	SINCE INCEPTION	LAST 20 YEARS	LAST 15 YEARS	LAST 10 YEARS	LAST 5 YEARS	LAST 3 YEARS	LAST 12 MONTHS	THIS MONTH
FOORD[3,4]	$ 369 520	6.2%	5.6%	5.6%	5.7%	1.1%	1.8%	-9.6%	-4.2%
PEER GROUP[4,5]	$ 214 471	3.6%	3.5%	2.0%	3.1%	-0.1%	1.5%	-8.2%	-3.6%
US INFLATION[6]	$ 158 245	2.1%	2.2%	2.1%	1.8%	1.5%	2.1%	2.0%	0.0%
WORLD EQUITIES[7]	$ 331 943	5.7%	4.4%	6.2%	9.7%	4.6%	6.3%	-8.7%	-7.6%
WORLD BONDS[8]	$ 248 780	4.3%	3.7%	3.0%	1.5%	0.8%	2.7%	-0.8%	2.4%
FOORD IN EUROS[3,4]	€ 366 898	6.1%	5.7%	6.3%	7.8%	4.8%	0.0%	-5.4%	-5.5%
FOORD IN STERLING[3,4]	£ 464 458	7.3%	7.0%	8.0%	7.2%	6.5%	6.8%	-4.2%	-4.3%
FOORD HIGHEST[4,9]		32.9%	32.9%	31.0%	31.0%	19.0%	19.0%	-9.6%	
FOORD LOWEST[4,9]		-27.0%	-27.0%	-27.0%	-9.6%	-9.6%	-9.6%	-9.6%	

[1] Returns in USD unless otherwise stated. Periods greater than one year converted to reflect the average yearly return for each period presented.
[2] Current value of 100 000 notional currency units invested at inception (graphically represented in $'000s above)
[3] Class R Shares (suitable for retail investors)
[4] Net of fees and expenses
[5] USD Flexible Allocation Morningstar category (provisional). Source Morningstar
[6] US headline consumer prices index. Source: Bloomberg L.P. (estimated for December 2018)
[7] MSCI Daily Total Return Net World USD Index. Prior to April 2016, MSCI World Equity Total Return Index (Developed Markets) was presented. Comparative periods have been restated. Source: Bloomberg L.P.
[8] Salomon Smith Barney World Government Bond Index. Source: IRESS MD RSA
[9] Highest and lowest actual 12 month return achieved in the period

FOORD

Foord International Fund

A SUB-FUND OF FOORD SICAV, CLASS R

DECEMBER 2018

COMMENTARY

- Global developed market bourses (-7.6%) posted their worst performance of 2018 – US equities (-9.1%) led the decline when Trump's public criticism of Fed Chair Powell failed to deter a federal funds rate hike and further key Trump administration exits added to market woes
- Chinese stocks (-6.1%) fell for the sixth time in seven months – investors are sceptical of reports touting progress in the US/China trade negotiations, instead focusing on data highlighting the country's slowing economy
- Global emerging market bourses (-2.7%) outperformed developed market peers, led by India (-0.1%) and Brazil (-1.8%) – the election of pro-business candidate Jair Bolsonaro as Brazil's president boosted the Sao Paulo stock market to its highest ever levels
- US sovereign bond yields including the 10-year (2.7%) and the 2-year yield (2.5%) declined markedly from intra-year highs on safe-haven buying – continued US/China trade conflict coupled with a partial US government shutdown led to a selloff in risk assets
- Precious metals including gold (+4.8%) and silver (+8.6%) rose – investors flocked to uncorrelated assets as market volatility spiked
- Oil (-8.4%) continued its downward trend on rising US stockpiles and slowing global demand – the Organization of Petroleum Exporting Countries (OPEC) and its allies have agreed to curb production by 1.2 million barrels to stabilise prices
- The US dollar was little changed against the euro (+1.0%) and pound (-0.2%) while declining against the yen (+3.5%) – investors view the relative isolation of the Japanese economy as a refuge during periods of increased market volatility

PLEASE CONTACT US FOR MORE INFORMATION REGARDING INVESTMENT TRACK RECORD, FOORD TEAM, CURRENT AND ARCHIVED NEWS ITEMS, INVESTOR TESTIMONIALS, FORMS AND DOCUMENTS. THIS INFORMATION IS PROVIDED FREE OF CHARGE.

Email investments@foord.com Tel +65 6521 1100 | +27 21 532 6969 www.foord.com

TER

A Total Expense Ratio (TER) is a measure of a portfolio's annual expenses, fees and charges, expressed as a percentage of the average value of the portfolio. The quantum of transaction costs is affected by the quantum of the gross in- and outflows over the period presented. The TER for the fund's financial year ended 31 December 2017 was 1.44%.

Note: For South African investors, this document is a Minimum Disclosure Document.

Published on 4 January 2019.