

ANNUAL INVESTOR REPORT 2024

SEPTEMBER 2024

Itransact Fund Managers (RF) (Pty) Ltd



Managing Director's Report



I am pleased to share with you the highlights of Itransact Fund Managers collective investments for the financial year ended 30 September 2024.

South Africa was one of many countries that went to the polls in 2024, which resulted in the formation of a government of national unity. This together with reduced load shedding and a lowering of interest rates resulted in the local market having a good year in 2024. Domestic equity markets across indices delivered positive returns. Financials and industrials delivered strong returns of 21,6% and 17,3% respectively, while resources declined by 7,2%. Inflation averaged 4.4% and unemployment remained a serious concern.

2024 saw the MSCI Emerging Market Index returning 7.5%, which lagged the MSCI All Country World Index's 17.5% return. The US equity market was, once again, the star performer returning 25%. Global property also faced losses, down 9.2% for the quarter but ended the year in positive territory with 1.6%.

South Africa's economic outlook for 2025 is mixed, with moderate growth projected, but faces challenges including global trade uncertainty, infrastructure issues, and high unemployment. While the first quarter saw subdued growth, there are positive signs like falling inflation and potential benefits from infrastructure investments and interest rate cuts. However, the pace of reforms and implementation of infrastructure projects will be crucial for sustained growth.

The global economy in 2025 is expected to experience a slowdown, with growth projected to be below the historical average. This deceleration is attributed to rising trade barriers, policy uncertainty and a weaker global trade environment with continued heightened geopolitical risks.

The overall assets of IFM continue to grow and at financial year end were R6.440 billion across the six funds, compared to R5.882 billion the previous year end. We are expecting this growth to continue, albeit at a slower pace.

At year end, all the funds saw positive performance figures with the four institutional funds having either performed generally in line with / outperformed their benchmarks. The two retail focused funds despite their positive performance have underperformed their benchmarks.

From all at IFM we wish you a safe and healthy 2025.

Yours sincerely

CM Gill

Managing Director

Trustee's Report



27 May 2025

The Directors
Itransact Fund Managers (Pty) Ltd
28 Peter Place
Lyme Park
Sandton
2060

Dear Sir/Madam

TRUSTEE REPORT ON THE IFM UNIT TRUST SCHEME

As Trustees to the IFM Unit Trust Scheme ("the Scheme"), we are required in terms of the Collective Investment Schemes Control Act, 2002 (Act No. 45 of 2002) ("the Act") to report to participatory interest holders on the administration of the Scheme during each annual accounting period.

We advise for the period 1 October 2023 to 30 September 2024 we reasonably believe that the Manager has administered the Scheme in accordance with:

- (i) the limitations imposed on the investment and borrowing powers of the manager by the Act; and
- (ii) the provisions of the Act and the relevant deeds.

We confirm that according to the records available to us there were no material instances of compliance contraventions and therefore no consequent losses incurred by the Portfolios in the year.

Yours faithfully

Anton Rijntjes
Head: Trustee Services
Rand Merchant Bank
A division of FirstRand Bank Limited

Ruan van Dyk
Collective Investment Schemes Oversight Manager
Rand Merchant Bank
A division of FirstRand Bank Limited

CORPORATE AND INVESTMENT BANKING

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RMB a division of FirstRand Bank Limited, is an Authorised Financial Services and Credit Provider NCRDP20. Reg. No. 19294001215/09.

Summarised Information for the year ending 30 September 2024

	IFM Balanced Value Fund of Funds	IFM Bond Fund	IFM Equity Fund
Condensed Statement of Comprehensive Income	(R'000)	(R'000)	(R'000)
OPERATING INCOME	1 718	126 543	465 572
Deemed income and rebates	(13)	-	13 222
Net gains/(loss) on disposal of assets	1 731	126 543	452 350
OPERATING EXPENSES	(493)	(5 442)	(30 888)
Administration and management fees	392	5 294	30 522
Audit fee	38	53	58
Bank charges	3	12	13
Trustee fees	37	83	295
OPERATING GAINS/(LOSSES)	1 225	121 101	434 684
Investment Income	1 466	109 640	122 217
PROFIT/(LOSS) FOR THE YEAR	2 691	230 741	556 901
Condensed Statement of Financial Position	(R'000)	(R'000)	(R'000)
ASSETS			
Portfolio investments	23 799	911 424	2 923 797
Current assets	7 138	44 631	74 723
TOTAL ASSETS	30 937	956 055	2 998 518
CAPITAL AND LIABILITIES			
Capital value of unit portfolio	30 605	789 139	2 342 426
Current liabilities	166	83 458	83 405
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	30 771	872 597	2 425 831
Portfolio Composition	(%)	(%)	(%)
Basic materials	-	-	19
Bonds/ Debt	-	103	-
Consumer goods & services	-	-	24
Financials	-	-	31
Health care	-	-	3
Property	-	-	-
Technology and telecommunications	-	-	9
Collective Investment Schemes	77	-	1
Other	-	-	11
Cash	23	-3	2
TOTAL	100,00	100,00	100,00
Investment Performance	(%)	(%)	(%)
One year up to 30/09/2024	6,27	25,20	21,10
Benchmark: one year up to 30/09/2024	23,09	26,10	25,40
Fees	(%)	(%)	(%)
Maximum initial fee	0,00	0,00	0,00
Service fee (including VAT)	1,44	0,86	0,86
Other	1,46	0,02	0,10
Total Expense Ratio (TER)	2,90	0,88	0,98

Summarised Information for the year ending 30 September 2024

	IFM Global Diversified Fund	IFM Income Fund	IFM Technical Fund
Condensed Statement of Comprehensive Income	(R'000)	(R'000)	(R'000)
OPERATING INCOME	398 259	14 564	2 034
Deemed income and rebates	-	-	-
Net gains/(loss) on disposal of assets	255 046	14 564	2 034
OPERATING EXPENSES	(9 833)	(1 502)	(2 301)
Administration and management fees	9 266	1 433	374
Audit fee	137	(50)	39
Bank charges	122	24	7
Commission and other charges	-	-	-
Trustee fees	308	95	61
OPERATING GAINS/(LOSSES)	388 426	13 062	(267)
Investment income	112 333	30 449	791
PROFIT/(LOSS) FOR THE YEAR	276 093	43 511	524
Condensed Statement of Financial Position	(R'000)	(R'000)	(R'000)
ASSETS			
Portfolio investments	2 012 564	296 120	19 930
Current assets	163 902	13 125	699
TOTAL ASSETS	2 176 466	309 245	20 629
CAPITAL AND LIABILITIES			
Capital value of unit portfolio	2 176 465	295 038	20 249
Current liabilities	10 129	3 285	190
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	2 166 336	298 323	20 439
Portfolio Composition	(%)	(%)	(%)
Basic materials	1	-	3
Bonds/ Debt	4	92	-
Consumer goods & services	7	2	19
Financials	7	-	5
Health care	3	-	2
Utilities	1	-	-
Property	-	3	-
Telecommunications	2	-	9
Collective Investment Schemes	75	2	25
Other	2	-	35
Cash	4	1	2
TOTAL	100,00	100,00	100,00
Investment Performance	(%)	(%)	(%)
One year up to 30/09/2024	13,60	13,5	10,69
Benchmark: one year up to 30/09/2024	12,70	8,60	19,57
Fees	(%)	(%)	(%)
Maximum initial fee	0,00	0,00	0,00
Service fee (including VAT)	0,86	0,86	1,44
Other	0,10	0,06	0,27
Total Expense Ratio (TER)	0,96	0,92	1,71

Summarised Information for the year ending 30 September 2024

	December 2023	March 2024	June 2024	September 2024	Total
Distribution Per Unit (cents per unit)	c	c	c	c	c
IFM Balanced Value Fund of Funds	-	-	-	1,00	1,00
IFM Bond Fund Class E	-	462,85	-	536,21	999,06
IFM Bond Fund Class Z	-	513,74	-	595,95	1 109,69
IFM Equity Fund Class E	-	154,00	-	327,00	481,00
IFM Equity Fund Class Z	-	188,00	-	360,00	548,00
IFM Global Diversified Fund Class E	-	34,99	-	38,01	73,00
IFM Global Diversified Fund Class Z	-	59,92	-	77,83	137,75
IFM Income Fund Class E	196,54	100,09	210,49	240,89	748,01
IFM Income Fund Class Z	209,27	236,92	224,67	252,10	922,96
IFM Technical Fund	-	2,22	-	2,85	5,07

Company Information

Itransact Fund Managers (RF) (Pty) Ltd



Board of Directors

Johan Zwarts (Chairman)*, Mark Gill (Managing Director), Mark Baisley, Chris Meyer**, Thandeka Gqubule-Mbeki*

**Independent non-executive director*

***Non-executive director*

Registration Number

1999/012170/07

Bankers

First National Bank Limited

Auditor

BDO South Africa Incorporated

Trustee

First Rand Bank Limited acting through its RMB Trustee Services Division

Client Service

0861 11 60 75

Email

admin@itransactfm.co.za

Website

www.itransactfm.co.za

Copies of the audited annual financial statements of the manager and of the scheme managed by it, are available, free of charge, on request by an investor.