GLACIER ANNUAL REPORT **2023**

glacier
by Sanlam

STATEMENT TO INVESTORS

On the back of a tough 2022 for markets, 2023 marked a strong rebound in global equity markets, largely driven by select technology companies that benefitted handsomely from the theme of artificial intelligence. In addition, hopes for an interest rate cut also propelled global markets in the fourth quarter of 2023 as developed market inflation was eased. The strength of the US economy proved surprising against a backdrop of an expected mild recession. On the domestic front, capacity constraints on electricity, freight and rail continued to bode ill for the SA economy amid consumer spending that remained under pressure due to high interest.

Asset class returns

Local assets delivered decent returns in 2023, amid a volatile market and tightening monetary policy. In a reversal of fortunes from 2022, property was the outperformer, delivering 10.7%. Bonds (9.7%) and equity (9.25%) were not far behind, with cash being the underperformer for the year.

Global equity outperformed local assets, returning 33.04% (in rand), boosted by a rally in tech shares and a weak rand.

The Glacier Money Market Fund

The Glacier Money Market Fund returned 8.28% in 2023, outperforming cash (as measured by the STeFI Composite index) and outperforming the category average (7.45%). The Fund's allocation to quality corporate credit and SA treasury bills added to its performance.

The Glacier Global Stock Feeder Fund

The Glacier Global Stock Feeder Fund, a rand-denominated global equity fund investing into the Dodge & Cox Global Stock Fund, delivered 27.25% (in rand) for the year, marginally underperforming peers (27.64%) and under-performing its benchmark, the MSCI World Index, which returned 33.04%.

The relative underperformance of the Glacier Global Stock Feeder Fund was largely due to the value style-orientation of the fund. Value (19.85%) greatly underperformed growth (47.24%) during the year, as growth benefitted from the hype around A.I. and the prospect of interest rate cuts. The Fund delivered strong absolute returns, despite being underweight the Magnificent Seven, as its positioning in other parts of the market also delivered strong results.

The Glacier Long Term Global Growth Feeder Fund

2023 saw the launch of the Glacier Long Term Global Growth Feeder Fund, a rand-denominated global equity fund investing into the Baillie Gifford Worldwide Long-Term Global Growth Fund. This Fund provides high conviction exposure to high growth companies in developed markets and some exposure to emerging markets. The underlying Fund, launched in August 2016, has comfortably outperformed its MSCI ACWI benchmark since inception.

The Glacier AI Flexible Fund of Funds

The Glacier AI Flexible Fund of Funds generated a return of 29.84% for the 2023 calendar year, strongly outperforming its benchmark of CPI + 5% (10.41%) and the category average return of 11.75%. The outperformance can largely be attributed to successful asset allocation in the Fund, with a large investment in US tech and growth companies boosting returns, ending the year just shy of 40% of the Fund. Volatility was well managed by tactically switching between cash and equity.

The Glacier AI Balanced Fund

The Glacier AI Balanced Fund delivered well above its CPI + 5% benchmark for the year, returning 21.59% compared to 10.41% for the benchmark. Similarly, the Fund outperformed the category average, which gained 12.25% for the year. The returns for the Fund were boosted by strong offshore performance, with the majority invested in US tech and growth, together with diversified global equity exposure, further boosted by a weak rand.

We look ahead with a sense of realism, hope and confidence.

Looking ahead, global market uncertainty and talks of a US mild recession continue to prevail; however, US consumption is still robust alongside a tight labour market although minor signs of labour-hoarding are starting to show. On the domestic side, while Eskom and Transnet remain constrained, valuations in SA asset classes remain at historic attractive levels, pricing in significant risks. The national elections and expectations of interest rate cuts are set to be the dominant themes for 2024.

Thank you for choosing Glacier as your investment partner. We wish you a successful year of investing in 2024.

KHANYI NZUKUMA
CHIEF EXECUTIVE

REPORT OF THE TRUSTEE FOR THE GLACIER COLLECTIVE INVESTMENTS SCHEME

We, the Standard Bank of South Africa Limited, in our capacity as Trustee of the Glacier Collective Investments Scheme ("the Scheme") have prepared a report in terms of Section 70(1)(f) of the Collective Investment Schemes Control Act, 45 of 2002, as amended ("the Act"), for the financial year ended 31 December 2023.

In support of our report we have adopted certain processes and procedures that allow us to form a reasonable conclusion on whether the Manager has administered the Scheme in accordance with the Act and the Scheme Deed.

As Trustees of the Scheme we are also obliged in terms of Section 70(3) of the Act to satisfy ourselves that every statement of comprehensive income, statement of financial position or other returns prepared by the Manager of the Scheme as required by Section 90 of the Act fairly represents the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme.

The Manager is responsible for maintaining the accounting records and preparing the annual financial statements of the Scheme in conformity with International Financial Reporting Standards. This responsibility also includes appointing an external auditor to the Scheme to ensure that the financial statements are properly drawn up so as to fairly present the financial position of every portfolio of its collective investment scheme in accordance with International Financial Reporting Standards and in the manner required by the Act.

Our enquiry into the administration of the Scheme by the Manager does not cover a review of the annual financial statements and hence we do not provide an opinion thereon.

Based on our records, internal processes and procedures we report that nothing has come to our attention that causes us to believe that the accompanying financial statements do not fairly present the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme administered by the Manager.

We confirm that according to the records available to us, no losses were suffered in the portfolios and no investor was prejudiced as a result thereof.

We conclude our report by stating that 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 this Act; and

(ii) the provisions of this Act and the deed.

SEGGIE MOODLEY
HEAD: FIDUCIARY SERVICES
STANDARD BANK OF SOUTH AFRICA LIMITED
27 MARCH 2024

EXTERNAL AUDIT ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF THE GLACIER MONEY MARKET FUND, THE GLACIER GLOBAL STOCK FEEDER FUND, THE GLACIER LONG TERM GLOBAL GROWTH FEEDER FUND, THE GLACIER AI BALANCED FUND AND THE GLACIER AI FLEXIBLE FUND OF FUNDS

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and the Collective Investment Schemes Control Act, 2002. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's reports thereon.

Management's Responsibility for the Summary Financial Statements

The management take full responsibility for the preparation of the summarised report and that the financial information has been correctly extracted from the underlying Annual Financial Statements.

External Audit

This summarised report is extracted from audited information, but is not in itself audited. The Annual Financial Statements were audited by PricewaterhouseCoopers Inc., who expressed an unmodified opinion thereon dated 28 March 2024. The audited Annual Financial Statements and the auditor's report thereon are available to all investors for inspection at the company's registered office.

GLACIER MONEY MARKET FUND

STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2023

	2023 R'000	2022* R'000
ASSETS		
Investments	**5 728 792**	**4 800 236**
Money market instruments	5 728 792	4 800 236
Cash and cash equivalents	303 520	545 735
Trade and other receivables	1 331	4 491
Total assets	**6 033 643**	**5 350 462**
LIABILITIES (excluding net assets attributed to unit holders)	**46 649**	**33 177**
Trade and other payables	27	75
Related parties payable	1 980	1 768
Distribution payable	44 642	31 334
Net assets attributable to unit holders	**5 986 994**	**5 317 285**

** The prior year has been restated for the reclassification of accrued investment income.*

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 R'000	2022 R'000
Income	**511 918**	**253 054**
Interest income	506 511	258 523
Net fair value (losses)/gains on financial instruments	5 407	(5 469)
Operating Expenses	**(23 066)**	**(18 964)**
Service fees	(22 735)	(18 688)
Audit fees	(33)	(66)
Custodians, trustee and bank charges	(294)	(201)
Transaction costs	(4)	(9)
Net profit for the year	**488 852**	**234 090**
Distribution to unit holders	(483 432)	(238 943)
Increase/(Decrease) in net assets attributable to unit holders	**5 420**	**(4 853)**

FUND DISTRIBUTION PER FEE CLASS

Monthly distributions	Cents per unit		
Month	**Class A**	**Class B**	**Class D**
January	0.58	0.59	0.61
February	0.55	0.56	0.58
March	0.62	0.63	0.65
April	0.63	0.64	0.66
May	0.66	0.67	0.69
June	0.66	0.67	0.69
July	0.69	0.70	0.72
August	0.70	0.71	0.73
September	0.69	0.70	0.71
October	0.71	0.72	0.74
November	0.69	0.70	0.72
December	0.71	0.72	0.74

FEES (FOR ALL CLASSES)

Portfolio breakdown: Glacier Money Market A, B, C and D classes**

	2023/12/31	2022/12/31
Overnight	5.96%	10.78%
0 – 3 Months	52.09%	36.98%
3 – 6 Months	24.22%	37.55%
6 – 9 Months	11.38%	11.09%
9 – 12 Months	6.35%	3.60%
12+ Months	0.00%	0.00%

	Class A	Class B	Class C*	Class D
Annual fees (VAT incl.)	0.58%	0.46%	Closed	0.23%

** All-in fee class*

*** Portfolio breakdown did not form part of the annual external audit.*

A money market portfolio is not a bank deposit account. The price of a participatory interest is targeted at a constant value. The total return to an investor is made up of interest received and any gain or loss made on any particular instrument. In most cases the return will merely have the effect of increasing or decreasing the daily yield. However, in the case of abnormal losses it can have the effect of reducing the capital value of the portfolio. The yield of the fund is calculated as the interest earned by the fund during a seven day period less any managed fees incurred during those seven days. Excessive withdrawals from the fund may place the fund under liquidity pressures; in such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed.

The management of investments are outsourced to Sanlam Investment Management (Pty) Ltd (FSP 579), an authorised financial services provider.

PORTFOLIO MANAGER'S COMMENT

Market overview

A series of lower-than-expected inflation prints across the US and Europe shifted investors' mindset from 'higher for longer' to the possibility of pre-emptive rate cuts from central banks. This view was then further supported by the December US Federal Reserve (Fed) meeting where the projections suggest three cuts over 2024. This meant that the final quarter contributed positively to the total return of the year of both equity and bond markets. Developed Market (DM) equities returned 24.4% for the year and Emerging Market (EM) equities returned 10.3% for the year while Global IG bonds and EM bonds returned 9.6% and 10.5% respectively. Locally, the equity, bond and cash markets returned 5.3%, 9.7% and 8% respectively. All of this was on the back of markets expecting central banks to cut interest rates earlier than previously thought, although one should be cognisant of the Israel-Hamas war which could throw a spanner in the works, should it escalate.

At the South African Reserve Bank (SARB)'s November Monetary Policy Committee (MPC) meeting they voted unanimously to keep the repo rate unchanged at 8.25%. The general tenor of the MPC statement remained hawkish, with a strong emphasis on upside risk to the inflation outlook and concern about inflation expectations remaining above the mid-point of the target range. They reiterated that they see the current policy settings as restrictive.

After a resilient first half of the year, SA GDP contracted by 0.2% quarter-on-quarter (q/q) in the third quarter of 2023 (Q3), which can mainly be attributed to persistent rotational loadshedding, logistical constraints as well as a challenging global environment. Five of the 10 economic activities declined, with agriculture (-9.6% q/q), manufacturing (-1.3% q/q) and construction (-2.8% q/q) contributing the most to the overall decline.

Employment rose for the eighth consecutive quarter in 2023. Employment has risen by 2.2 million since the first quarter of 2022 and is now 325k above the pre-pandemic level. In Q3, employment rose faster than the labour force, lowering the unemployment rate by 0.7% to 31.9%, the best figure since the third quarter of 2020.

Moody's ratings warned that spending pressure from SOEs and social support raise the risk of further deterioration in public finances in coming years.

Headline CPI declined to 5.5% year-on-year (y/y) in November from 5.9% y/y in October as a consequence of the 5.5% drop in fuel prices in November. Contrastingly, because of the ongoing Avian flu food prices increased, and core CPI rose from 4.4% y/y to 4.5% y/y. PPI inflation dropped to 4.6% y/y in November from 5.8% y/y in October. The rand strengthened from 18.89 in September to 18.26 in December vs the US dollar. The 10-year SA government bond yield strengthened to 11.05% in December from 12.05% in September. The trade balance increased to a surplus of R21 billion in November from a surplus of R12 billion in September.

The money market yield curve ended the quarter slightly steeper as loadshedding returned, GDP growth remained under pressure and rates probably must remain higher to attract foreign capital.

PORTFOLIO MANAGER'S COMMENT (continued)

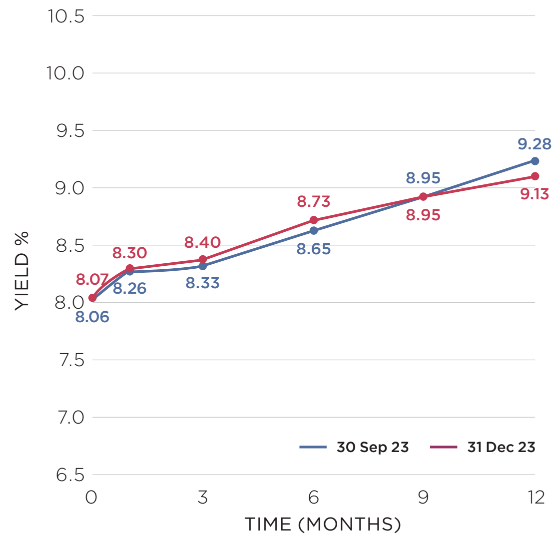
What Sanlam Investment Management (SIM) did

Quality corporate credit and RSA Treasury Bills (TBs), which are yielding higher than JIBAR rates, were added to the portfolio. The combination of corporate credit, high-yielding RSA TBs, negotiable certificates of deposit (NCDs) and floating-rate notes (FRNs) will enhance portfolio returns.

SIM strategy

Our preferred investments would be a combination of fixed-rate notes, floating-rate notes and quality corporate credit to enhance returns in the portfolio. With the money market yield curve remaining very steep, fixed-rate bank notes are potentially relatively more attractive than FRNs. This is because bank FRN spreads have recently declined due to the steep money market/forward rate agreement curve, making their performance very dependent on the future interest rate path. Only some RSA TBs yield slightly higher than bank NCDs now.

MONEY MARKET YIELD CURVE



GLACIER GLOBAL STOCK FEEDER FUND

STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2023

	2023 R'000	2022 R'000
ASSETS		
Investments	**2 358 687**	**1 314 101**
Collective Investment Scheme	2 358 687	1 314 101
Cash and cash equivalents	52 491	34 784
Trade and other receivables	-	191
Total assets	**2 411 178**	**1 349 076**
LIABILITIES (excluding net assets attributed to unit holders)	**1 184**	**622**
Trade and other payables	186	52
Related parties payable	998	570
Net assets attributable to unit holders	**2 409 994**	**1 348 454**

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 R'000	2022 R'000
Income	**441 163**	**20 453**
Interest income	2 549	1 307
Foreign exchange (loss)/ gain		(146)
Net fair value (losses) / gains on financial instruments	438 614	19 292
Operating Expenses	**(9 732)**	**(5 530)**
Service fees	(9 470)	(5 341)
Audit fees	(69)	(46)
Withholding tax	32	-
Custodians, trustee and bank charges	(225)	(143)
Net profit for the year	**431 431**	**14 923**
Distribution to unit holders	-	-
Increase in net assets attributable to unit holders	**431 431**	**14 923**

FEES AND FUND DISTRIBUTION

Portfolio breakdown	2023/12/31	2022/12/31
Cash		
USD	3.65%	2.45%
ZAR	1.34%	1.83%
Regional exposure		
United States	48.94%	47.02%
United Kingdom	8.98%	8.15%
Japan	2.86%	2.45%
Europe (excluding United Kingdom)	18.15%	19.73%
Emerging and Other Developed Markets	16.08%	18.36%

Distributions	Payment date	Local interest (cents per unit)
Declaration date Saturday, 31 December 2023	1st working day of the following month	0.00

Annual fees (VAT incl.)		
Class B*	0.58%	
Class B2**	0.40%	

The Glacier Global Stock Feeder Fund is a feeder fund and as such it invests in a single portfolio of a collective investment scheme which levies its own charges and which could result in a higher fee structure for the feeder fund. The Glacier Global Stock Feeder Fund invests in the FSB-approved Dodge & Cox Global Stock Fund, managed by Dodge & Cox Worldwide Investments.

The management of investments are outsourced to Sanlam Multi-Manager International (Pty) Ltd (FSP 845), an authorised financial services provider.

**Class B was previously the B3 class*

***Class B2 inception February 2021*

PORTFOLIO MANAGER'S COMMENT

The Glacier Global Stock Feeder Fund had a total return of +7.72% (+4.08% in ZAR) for the fourth quarter of 2023, compared to +11.42% (+8.15% in ZAR) for the MSCI World Index. For the trailing year ending 31 December 2023, the Fund had a total return of +20.06% (+27.25% in ZAR), compared to +23.79% (+33.04% in ZAR) for the MSCI World.

Investment commentary – in USD

Global equity markets increased in the fourth quarter of 2023, as markets anticipated lower interest rates on the back of decelerating inflation. As a result, both US and international markets posted strong returns for the full year, with the S&P 500 Index up 26.3% and the MSCI ACWI ex USA Index up 15.6%.

The return for the MSCI ACWI was bolstered by the dramatic rise of the "Magnificent Seven" stocks and their respective sectors: Information Technology (Microsoft, Apple, and NVIDIA), Communication Services (Alphabet and Meta), and Consumer Discretionary (Amazon and Tesla). These seven stocks accounted for 16.9% of the MSCI ACWI's market capitalization at year end, but contributed 41.8% of the MSCI ACWI's 2023 return, after appreciating 75.8%.

As a result, global growth stocks outperformed value stocks in the fourth quarter and year. The valuation disparity between value and growth stocks remains wide, with the MSCI ACWI Value Index ending the year at 12.6 times forward earnings, a significant discount to the MSCI ACWI Growth Index at 24.0 times.

The Fund delivered strong absolute returns of 20.3% for the year, despite being underweight the Magnificent Seven, as our positioning in other parts of the market also delivered strong results.

At Dodge & Cox, we focus on researching individual companies with strong business fundamentals and attractive valuations. Our experienced investment team's long-term orientation and deep institutional knowledge enable us to look past near-term pessimism, or optimism, to unearth opportunities that may not be already well appreciated by the market. We believe this combination provides a compelling foundation for long-term returns.

For example, during the US regional banking crisis and concerns about global financial contagion in the first half of 2023, we added to the Fund's Financials holdings. Financials then became the Fund's top-contributing sector for the full year (up 23.8% versus up 16.3% for the MSCI ACWI sector). Significant holdings and contributors included UBS Group and Banco Santander (up 70.3% and 44.3%, respectively), while Brazilian holdings XP and Itau Unibanco also performed strongly (up 79.6% and 53.6%, respectively). Earlier in the year, the Fund also started a position in Truist Financial, a regional bank that trades at an attractive valuation for a highly profitable bank with strong franchises in fast growing US geographies. On strength in the sector, we subsequently trimmed several Financials holdings, including UBS Group, Banco Santander, and Jackson Financial, and redeployed the proceeds into other areas of the portfolio. The Fund continues to have an overweight in Financials (30.6% versus 15.9% in the MSCI ACWI), where we believe risk/reward profiles look attractive, supported by resilient balance sheets, improved profitability, attractive capital return, and inexpensive valuations.

We also found opportunities in more defensive parts of the market. The Health Care sector received the biggest adds in both the fourth quarter and year, including new positions in Avantor, Baxter, Zimmer Biomet, and Neurocrine Biosciences. Outside of Health Care, we initiated a position in International Flavors & Fragrances (IFF), a global leader in selling flavours, scents, and other key ingredients to food, beverage, and consumer products companies. In contrast, the Fund reduced exposure to companies such as Broadcom, VMware, Microsoft, Alphabet, and Meta during the year, based on our assessment of relative prospects.

We remain enthusiastic about the Fund's portfolio, which trades at 11.0 times forward earnings and is diversified by sector, geography, and investment thesis. We encourage shareholders to remain focused on the long term. Thank you for your continued confidence in Dodge & Cox.

Fourth quarter performance review – in USD

The USD Accumulating Class underperformed the MSCI World by 3.7 percentage points during the quarter.

Key contributors to relative performance:

- Financials holdings, including Charles Schwab, Itau Unibanco, Jackson Financial, and Capital One.
- Consumer Staples holdings and underweight position in the sector.
- Position in VMware.

Key detractors from relative performance:

- Communication Services holdings, including Charter Communications.
- Health Care holdings, particularly Sanofi, and overweight position in the sector.
- Positions in Occidental Petroleum, Suncor Energy, and Standard Chartered.

2023 Performance review – in USD

The USD Accumulating Class underperformed the MSCI World by 3.72 percentage points during the year.

Key contributors to relative performance:

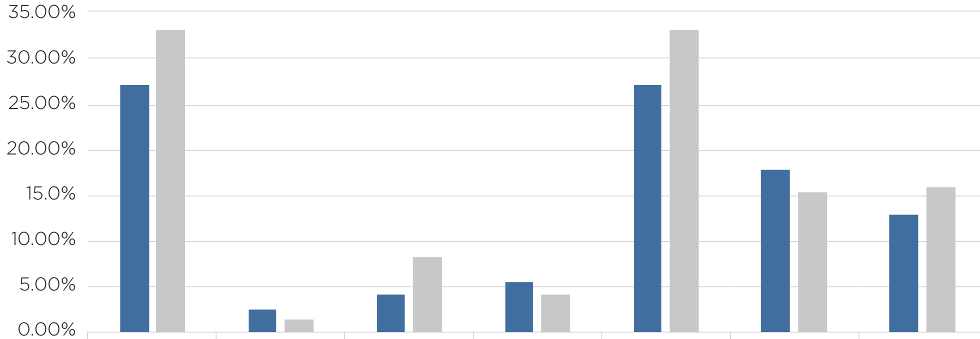
- Financials holdings, including UBS Group and XP.
- Holdings and underweight position in Consumer Staples.
- Positions in VMware, General Electric, and FedEx.

Key detractors from relative performance:

- Underweight position in Information Technology, the best-performing sector of the market, and selected holdings, such as Microsoft.
- Consumer Discretionary holdings, including JD.com.
- Positions in Occidental Petroleum, Charles Schwab, Ovintiv, and Sanofi.

PORTFOLIO MANAGER'S COMMENT (continued)

GLACIER GLOBAL STOCK FEEDER FUND PERFORMANCE (IN ZAR) AS AT 31 DECEMBER 2023



	Year-to-date	1 month	3 months	6 months	1 year (Ann)	3 years (Ann)	Since launch (Ann)
Glacier Global Stock FF	27.25%	2.25%	4.08%	5.39%	27.25%	17.78%	12.74%
MSCI World	33.04%	1.24%	8.15%	4.12%	33.04%	15.40%	15.71%

Source: Morningstar Direct & Glacier Research

MSCI WORLD STYLE INDICES PERFORMANCES (IN ZAR) AS AT 31 DECEMBER 2023

	Year-to-date	**1 month**	**3 months**	**6 months**	**1 year**
MSCI World Growth	47.24%	0.8%	10.03%	4.35%	47.24%
MSCI World Quality	42.29%	1.25%	9.16%	5.69%	42.29%
MSCI World Value	19.85%	1.7%	6.1%	3.82%	19.85%
MSCI World Momentum	20.11%	0.78%	8.82%	5.22%	20.11%

Source: Morningstar Direct & Glacier Research

GLACIER LONG TERM GLOBAL GROWTH FEEDER FUND

STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2023

	2023 R'000	2022 R'000
ASSETS		
Investments	**8 197**	**-**
Collective Investment Scheme	8 197	-
Trade and other receivables	4	-
Total assets	**8 201**	**-**
LIABILITIES (excluding net assets attributed to unit holders)	**46**	**-**
Cash overdraft	3	
Related parties payable	4	-
Distribution payable	35	-
Net assets attributable to unit holders	**8 155**	**-**

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 R'000	**2022** R'000
Income	**114**	-
Interest income	55	-
Net fair value gains on financial instruments	59	-
Operating Expenses	**(17)**	**-**
Service fees	(8)	-
Custodians, trustee and bank charges	(9)	-
Net profit for the year	**97**	-
Distribution to unit holders	(35)	-
Increase in net assets attributable to unit holders	**62**	-

PORTFOLIO MANAGER'S COMMENT

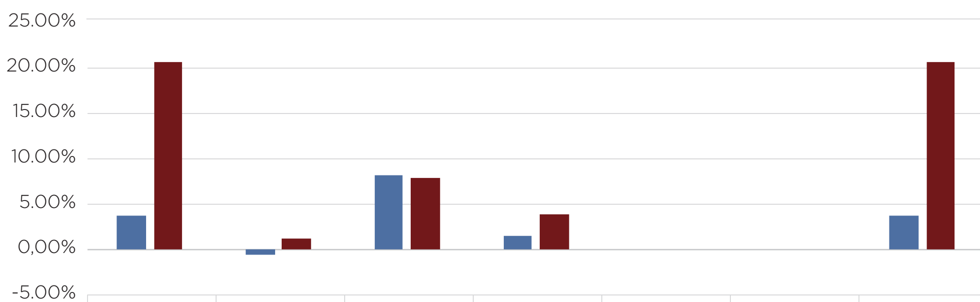
The Glacier Long Term Global Growth Feeder Fund had a total return of +11.36% (+8.1% in ZAR) for the fourth quarter of 2023, compared to +11.03% (+7.78% in ZAR) for the MSCI ACWI.

Investment commentary

Market sentiment has been fluctuating in recent months, with concerns about inflation one day and central banks keeping rates steady the next. However, the recent dovish tone from monetary authorities is improving market sentiment towards growth companies. Consequently, the performance of the LTGG Fund has risen sharply over this quarter. The LTGG team remains committed to identifying and holding exceptional growth stocks at the forefront of multi-decade transformations.

During the quarter, we made a new purchase in Enphase Energy, which offers renewable generation hardware and software for homes and small businesses. Illumina was sold after a 10-year holding period as we lost confidence in their ability to execute on their long-term opportunity. Given their low valuations relative to their significant long-term prospects, we added to existing holdings Coupang, SEA Limited and Adyen.

GLACIER LONG TERM GLOBAL GROWTH FEEDER FUND PERFORMANCE (IN ZAR) AS AT DECEMBER 2023



	Year-to-date	1 month	3 months	6 months	1 year	3 years (Ann)	Since launch
Glacier Long Term Global Growth FF	3.69%	-0.51%	8.10%	1.49%	-	-	3.69%
MSCI ACWI	20.30%	1.14%	7.78%	3.83%	-	-	20.30%

Source: Morningstar Direct & Glacier Research

MSCI WORLD STYLE INDICES PERFORMANCES (IN ZAR) AS AT DECEMBER 2023

	Year-to-date	1 month	3 months	6 months	1 year
MSCI World Growth	47.24%	0.8%	10.03%	4.35%	47.24%
MSCI World Quality	42.29%	1.25%	9.16%	5.69%	42.29%
MSCI World Value	19.85%	1.7%	6.1%	3.82%	19.85%
MSCI World Momentum	20.11%	0.78%	8.82%	5.22%	20.11%

Source: Morningstar Direct & Glacier Research

Fourth quarter performance review

Key contributors to performance over the quarter:

- PDD Holdings: Pinduoduo has delivered rapid revenue growth over the past year, rising over 90% year-on-year, combined with a 50% increase in profits compared to last year. The company continues to invest in agricultural and supply chain technology and supports infrastructure to improve the overall quality of agricultural products sold on its platform. PDD Holdings' global business has also gathered strong momentum since its launch a year ago. It now serves over 10,000 manufacturers from over 100 industrial belts across China, connecting them to consumers in over 40 countries and regions worldwide. PDD's business is going from strength to strength and has been one of the best-performing companies in the Chinese market.
- Adyen: Adyen recently posted quarterly volume and revenue data which were taken well by the market. They plan to continue with quarterly updates next year to provide greater visibility under conditions of amplified investor uncertainty. Volumes grew 21% and net revenue grew 22%, with Adyen gaining share with US Digital merchants. This acceleration defied market expectations of take-rate pressure following ramped price competition in the US Digital business. Following the company's recent investor day, we remain supportive of their growth opportunity, competitive advantage, cultural differentiation, and execution capability.
- Shopify: Shopify now handles 10% of all US e-commerce transactions, and the market has reacted positively to increased discipline towards profitability. Recent results showed revenues rose 25% year-on-year, spurred by merchant growth helping drive gross merchandise volume higher. They recently disposed of their logistics business and have made several changes to their senior management to reflect the company's changing needs. They now offer an enterprise solution and have raised prices for the first time. Shopify is deepening its relationship with merchants, broadening its opportunity set, and plans to leverage its latent pricing power.

Key detractors from performance over the quarter:

- Meituan: Meituan's operational performance remains robust, with recent results showing revenues rising over 20% and profits tripling from a year earlier, helped by removing Covid-era restrictions in China. Their in-store, hotel & travel business continued to thrive, with transaction value increasing by over 90% over the year. However, the company warned of slowing growth in future quarters as they cited factors such as the macroeconomic environment, recovery of competitors, and declining order value due to a higher share of volume from its group purchasing channel. Meituan will continue to spend on promotions to boost customer loyalty, potentially impacting margins too.

- The Trade Desk: The Trade Desk's share price was weak due to disappointing short-term guidance from the company. The advertising market can be volatile, and The Trade Desk has seen some weakness in its automotive and consumer electronics clients due to worker strikes. However, this short-term weakness is tied to long-term deals, and the company is still growing at 20% year-over-year. The Trade Desk remains the best-in-class product in the growing digital advertising space, and with more consumers switching to streaming, it opens the door for the company to capture a significant portion of a massive market over the next decade.
- CATL: CATL remains the world's leading EV battery manufacturer with technological and cost leadership stemming from their scale, vertical integration and relationship benefits. However, concerns about the US Inflation Reduction Act and its impact on the Chinese supply chain have weighed on the share price. These concerns are valid but unlikely to derail CATL's structural competitive advantage or impair its long-term opportunity. They stand to remain the technological leader with the broadest set of chemistries, allowing them to participate in a broadening group of other end markets.

Note:

From the launch date of February 2023 till August 2023, the Glacier Long Term Global Growth Fund (Glacier LTGG Fund) was not yet invested in the underlying master fund, namely the Baillie Gifford Worldwide Long-Term Global Growth Fund. As a result, there is a performance lag on periods year-to-date and since the launch of the Fund. Since launch of the Glacier LTGG Fund, in February 2023, the underlying master fund delivered 35.91% (in rand terms). However, since the first effective investment into the underlying master Fund in September 2023, the Glacier LTGG Fund return was 14.35% (in rand terms) relative to a 15.18% return from the MSCI ACWI (in rand terms).

GLACIER AI FLEXIBLE FUND OF FUNDS

STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2023

	2023 R'000	**2022*** R'000
ASSETS		
Investments	**384 239**	**485 552**
Equities and specialist securities - Local	59 957	-
Participatory Interest in Collective Investment Scheme - Local	184 109	313 089
Participatory Interest in Collective Investment Scheme - Foreign	140 173	172 463
Cash and cash equivalents	15 240	14 767
Trade and other receivables	142	86
Total assets	**399 621**	**500 405**
LIABILITIES (excluding net assets attributed to unit holders)	**10 138**	**17 365**
Trade and other payables	4 565	64
Related parties payable	261	336
Distribution payable	5 312	16 965
Net assets attributable to unit holders	**389 483**	**483 040**

** The prior year has been restated for the reclassification of accrued investment income.*

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 R'000	**2022** R'000
Income	**113 479**	**(87 159)**
Interest income	14 611	28 616
Dividend income	2 160	2 553
Other income	366	93
Net fair value (losses)/gains on financial instruments	96 342	(118 421)
Operating Expenses	**(4 790)**	**(7 956)**
Service fees	(3 115)	(4 779)
Audit fees	(48)	(46)
Withholding tax	(27)	(10)
Custodians, trustee and bank charges	(122)	(232)
Transaction costs	(1 478)	(2 889)
Net profit / (loss) for the year	**108 689**	**(95 115)**
Distribution to unit holders	(11 891)	(20 879)
Increase/(Decrease) in net assets attributable to unit holders	**96 798**	**(115 994)**

FEES AND FUND DISTRIBUTION

Portfolio breakdown	2023/12/31	2022/12/31
Local		
Local Equity	16.80%	0.00%
Local Property	0.30%	0.00%
Local Bonds	2.30%	5.70%
Local Cash	39.90%	55.80%
International		
International Equity	38.90%	37.70%
International Property	1.10%	0.50%
International Bonds	0.00%	0.00%
International Cash	0.70%	0.30%

Distributions	Payment date	Local interest (cents per unit)
Declaration date 30 June 2023 and 31 December 2023	1st working day of the following month	17.35 (June 2023) & 21.05 (December 2023)
Annual fees (VAT incl.) Class B	0.78%	0.78%

The Glacier AI Flexible Fund of Funds utilises an artificial intelligence machine-learning investment engine that dynamically alters the fund's asset allocation in accordance with market movements.

The fund invests in a range of local & international equity and fixed income ETFs in accordance with maximum allowable limits set by regulation.

Capital growth is of primary importance and results in a higher allocation to equities. The portfolio may display capital fluctuations over the shorter term, however, volatility levels should be lower than a pure equity fund.

The management of investments are outsourced to Sanlam Investment Management (Pty) Ltd, FSP 579, an authorised Financial Services Provider under the Financial Advisory and Intermediary Services Act, 2002.

PORTFOLIO MANAGER'S COMMENT

Market overview

Global equities and bonds rallied during the fourth quarter of 2023 as major central banks kept interest rates unchanged and indicated the end of their rate hiking cycles amid falling inflation. In the US, the Federal Reserve indicated three 25bps cuts in 2024 and forecasted a "soft landing" for the US economy. This improved investor outlook for 2024 despite the uncertainty surrounding the negative impacts from the steep rate hiking cycles of central banks.

Looking at fixed income, the fourth quarter of 2023 saw a decrease in global bond yields following a general shift to a more dovish stance by central banks. The US 10-year yield declined from 4.57% to 3.88%, the UK 10-year Gilt yield fell from 4.44% to 3.54% and the 10-year German bund yield fell from 2.84% to 2.02%.

The MSCI World and MSCI EM indices returned +11.42% and +7.86% (in USD), respectively, during the quarter. In the US, the Nasdaq (+13.79%) outperformed, followed by the Dow Jones (+13.09%) and the S&P 500 (+11.69%). In Europe, the Euro Stoxx 50 and FTSE 100 returned +8.55% (in euro) and +2.31% (in GBP), respectively. Global bonds, represented by the Bloomberg Global Aggregate Bond Index, returned +8.1% (in USD). Global property (FTSE EPRA/NAREIT Global REIT Index) outperformed other asset classes for the quarter, returning +15.58% (in USD).

In South Africa, the SA Reserve Bank voted unanimously to keep the repo rate steady at 8.25% in their November meeting, as expected. Economic data revealed that the SA economy contracted 0.7% year-on-year for Q3, compared to the -0.2% forecast. Output declined in agriculture, mining and construction, while services output expanded. The SARB projected GDP growth at 0.8% for 2023, 1.2% in 2024 and 1.3% in 2025.

The JSE All Share Index gained 6.92% and the Capped SWIX added 8.21% for the quarter. Financials outperformed, returning +12.27%, followed by industrials (+5.87%) which were hurt by a sharp fall in Naspers and Prosus shares in December. Resources underperformed, losing 0.04% for the quarter. SA Listed Property returned +16.37%. On the fixed income side, nominal bonds returned +8.11%, with the longer end of the yield curve outperforming. Cash (STeFI) returned +2.09%.

Fund performance

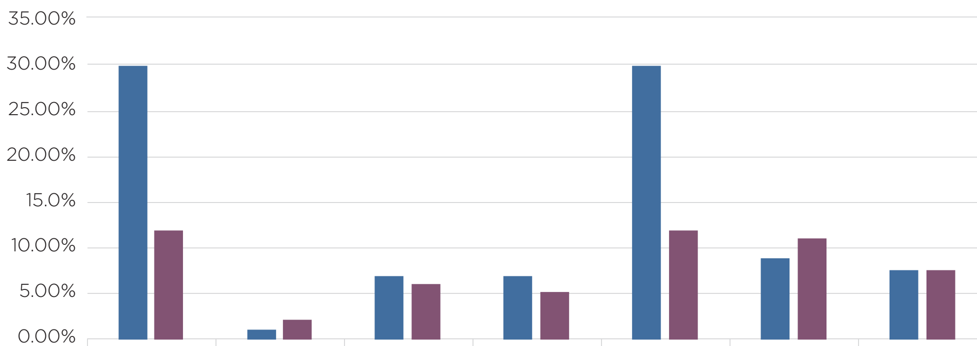
Over the fourth quarter of 2023, the Glacier AI Flexible FoF returned +6.77%, outperforming the ASISA SA Multi-Asset Flexible category average, which returned +5.92%.

Over the quarter, all underlying ETFs in the portfolio delivered positive returns. Locally, equities underperformed, with the Satrix Top 40 ETF returning +6.51% over the quarter. The Fund held an average local equity allocation over the quarter of 27%. Local property (+14.44%) and bonds (+8.09%) outperformed, and were not held in the Fund. The large local cash holding in the Fund, which ended the quarter at over 40%, detracted from relative returns, as cash underperformed riskier assets over the quarter. In terms of the offshore allocation, the allocation to the NASDAQ index (39%) supported returns, as the Nasdaq outperformed the MSCI World and MSCI EM. The Nasdaq ETF returned +11.11%, compared to +8.55% for the MSCI World and +5.48% for the MSCI EM.

PORTFOLIO MANAGER'S COMMENT (continued)

From an asset allocation perspective, at quarter-end, the Fund's largest exposure was to local cash (39.9%) and international equities, which stood at 38.9%, marginally increasing from 38.5% at the end of the previous quarter, with exposure being to the Nasdaq. Local equity exposure decreased from 20.3% to 16.8% over the quarter. On the fixed income side, exposure to local bonds increased from 1.9% to 2.3%. Local property exposure remained close to 0%. Exposure to developed market property stayed unchanged at 1.1%.

GLACIER AI FLEXIBLE FOF PERFORMANCE AS AT 31 DECEMBER 2023



	Year-to-date	1 month	3 months	6 months	1 year (Ann)	3 years (Ann)	Since launch (Ann)
Glacier AI Flexible FoF	29.84%	1.04%	6.77%	6.95%	29.84%	8.74%	7.47%
ASISA SA MA Flexible	11.75%	2.17%	5.92%	5.16%	11.75%	10.91%	7.49%

Source: Morningstar Direct & Glacier Research

GLACIER AI BALANCED FUND OF FUNDS

STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2023

	2023 R'000	2022* R'000
ASSETS		
Investments	**74 982**	**53 783**
Equities and specialist securities - Local	13 167	-
Bonds	16 083	33 471
Participatory Interest in Collective Investment Scheme - Local	15 051	-
Participatory Interest in Collective Investment Scheme - Foreign	30 680	20 312
Cash and cash equivalents	2 752	3 288
Accrued income and debtors	4	2
Total assets	**77 738**	**57 073**
LIABILITIES (excluding net assets attributed to unit holders)	**2 305**	**1 506**
Trade and other payables	1 059	10
Related parties payable	26	6
Distribution payable	1 220	1 490
Net assets attributable to unit holders	**75 433**	**55 567**

** The prior year has been restated for the reclassification of accrued investment income.*

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 R'000	2022 R'000
Income	**13 744**	**(1 946)**
Interest income	2 211	2 893
Dividend income	580	96
Other income	-	13
Net fair value (losses)/ gains on financial instruments	10 953	(4 948)
Operating Expenses	**(924)**	**(322)**
Service fees	(149)	(35)
Audit Fees	(88)	(22)
Withholding tax	(5)	-
Custodian, trustee and bank charges	(99)	(42)
Transaction costs	(583)	(223)
Net profit / (loss) for the year	**12 820**	**(2 268)**
Distribution to unit holders	(2 612)	(2 913)
Increase/(Decrease) in net assets attributable to unit holders	**10 208**	**(5 181)**

PORTFOLIO MANAGER'S COMMENT

Market overview

Global equities and bonds rallied during the fourth quarter of 2023 as major central banks kept interest rates unchanged and indicated the end of their rate hiking cycles amid falling inflation. In the US, the Federal Reserve indicated three 25bps cuts in 2024 and forecasted a "soft landing" for the US economy. This improved investor outlook for 2024 despite the uncertainty surrounding the negative impacts from the steep rate hiking cycles of central banks.

Looking at fixed income, the fourth quarter of 2023 saw a decrease in global bond yields following a general shift to a more dovish stance by central banks. The US 10-year yield declined from 4.57% to 3.88%, the UK 10-year Gilt yield fell from 4.44% to 3.54% and the 10-year German bund yield fell from 2.84% to 2.02%.

The MSCI World and MSCI EM indices returned +11.42% and +7.86% (in USD), respectively, during the quarter. In the US, the Nasdaq (+13.79%) outperformed, followed by the Dow Jones (+13.09%) and the S&P 500 (+11.69%). In Europe, the Euro Stoxx 50 and FTSE 100 returned +8.55% (in euro) and +2.31% (in GBP), respectively. Global bonds, represented by the Bloomberg Global Aggregate Bond Index, returned +8.1% (in USD). Global property (FTSE EPRA/NAREIT Global REIT Index) outperformed other asset classes for the quarter, returning +15.58% (in USD).

In South Africa, the SA Reserve Bank voted unanimously to keep the repo rate steady at 8.25% in their November meeting, as expected. Economic data revealed that the SA economy contracted 0.7% year-on-year for Q3, compared to the -0.2% forecast. Output declined in agriculture, mining and construction, while services output expanded. The SARB projected GDP growth at 0.8% for 2023, 1.2% in 2024 and 1.3% in 2025.

The JSE All Share Index gained 6.92% and the Capped SWIX added 8.21% for the quarter. Financials outperformed, returning +12.27%, followed by industrials (+5.87%) which were hurt by a sharp fall in Naspers and Prosus shares in December. Resources underperformed, losing 0.04% for the quarter. SA Listed Property returned +16.37%. On the fixed income side, nominal bonds returned +8.11%, with the longer end of the yield curve outperforming. Cash (STeFI) returned +2.09%.

Fund performance

Over the fourth quarter of 2023, the Glacier AI Balanced Fund returned +6.54%, outperforming the ASISA SA Multi-Asset High Equity category average, which returned +6.17%.

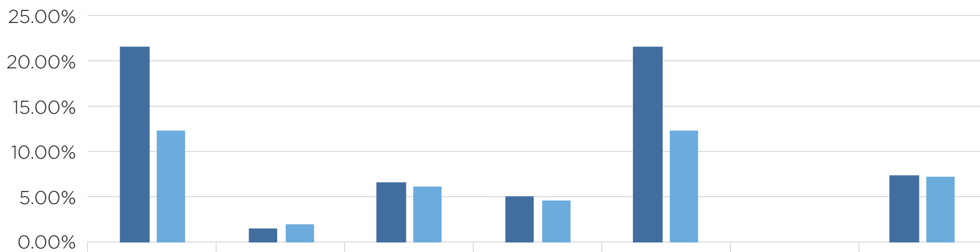
Over the quarter, all underlying ETFs in the portfolio delivered positive returns. Locally, equities underperformed, with the Satrix Top 40 ETF returning +6.51% for the quarter. The Fund held an average local equity allocation of 27% for the quarter. Local bonds, which averaged 19% over the quarter, added 8.09%. Property outperformed for the quarter, returning +14.44%, and was not held in the fund. In terms of the offshore allocation, the higher allocation to the Nasdaq index (20%) relative to the MSCI World and MSCI EM, an average of 4% each, proved to be the correct offshore allocation, as the Nasdaq (+11.11%) outperformed the MSCI World (+8.55%) and the MSCI EM (+5.48%). The 8% average allocation to developed market property

PORTFOLIO MANAGER'S COMMENT (continued)

added nicely to performance, as the iShares Developed Markets Property Yield ETF gained 11.93% over the quarter. The large cash holding in the Fund, which ended the quarter at over 20%, detracted from relative returns, as cash underperformed riskier assets over the quarter.

From an asset allocation perspective, at quarter-end, the Fund's largest exposure was to international equities, which stood at 30.1%, the same as at the end of the previous quarter, with exposure largely to the Nasdaq. Local equity exposure decreased from 19.9% to 17% over the quarter. On the fixed income side, exposure to local bonds increased from 16.5% to 20.1%. Local cash decreased from 23.8% to 22.7%. Local property exposure remained close to 0%. Exposure to developed market property also remained relatively unchanged at 9.6%.

GLACIER AI BALANCED FOF PERFORMANCE AS AT 31 DECEMBER 2023



	Year-to-date	1 month	3 months	6 months	1 year	3 years (Ann)	Since launch
Glacier AI Balanced FF	21.59%	1.52%	6.54%	4.98%	21.59%	–	7.32%
ASISA SA MA High Equity	12.25%	2.01%	6.17%	4.55%	12.25%	–	7.24%

Source: Morningstar Direct & Glacier Research

GLACIER FUND PERFORMANCE AND TER REPORT

NAV TO NAV – LOCAL CURRENCY FROM 31/12/2022 TO 31/12/2023

Fund Performance	1 year performance	Benchmark*
Glacier Money Market – Class A	8.16%	8.06%
Glacier Money Market – Class B	8.28%	8.06%
Glacier Money Market - Class C**		
Glacier Money Market – Class D	8.53%	8.06%
Glacier Global Stock Feeder Fund - Class B***	27.25%	33.04%
Glacier Global Stock Feeder Fund - Class B2****	27.47%	33.04%
Glacier AI Flexible Fund of Funds - Class B****	29.84%	10.41%
Glacier AI Balanced Fund - Class B*****	21.59%	10.41%

* *Benchmark*
The benchmark for the Glacier Money Market Fund is the STeFi composite
The benchmark for the Glacier Global Stock Feeder Fund is MSCI World

** *All-in fee class.*

*** *The Glacier Global Stock Fund's inception date is February 2017.*
**** *The Glacier AI Flexible Fund of Funds inception date is 3 September 2018*
***** *B2 class inception date is February 2021*

Collective Investment Schemes and Securities (unit trusts) are generally medium- to long-term investments. The value of participatory investments (units) may go down as well as up and past performance is not necessarily a guide to the future. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from thecompany/scheme. The manager does not provide any guarantee either with respect to the capital or the return of the fund. Copies of the audited Annual Financial Statements of the manager and funds are available free of charge on request.

TOTAL EXPENSE RATIO (TER)*
AS AT 31 DECEMBER 2023

	%
Glacier Money Market – Class A	0.58%
Glacier Money Market – Class B	0.47%
Glacier Money Market - Class C	
Glacier Money Market – Class D	0.23%
Glacier Global Stock Feeder Fund – Class B	1.49%
Glacier Global Stock Feeder Fund – Class B2	0.97%
Glacier AI Flexible Fund of Funds**	1.09%
Glacier AI Balanced Fund	1.12%

* *The TER percentage of the average Net Asset Value of the portfolio was incurred as charges, levies and fees related to the management of the portfolio. The ratio does not include transaction costs. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER can not be regarded as an indication of future TERs. TERs did not form part of the annual external audit.*

** *Insufficient historic data, as the fund is less than one year old, but an estimation has been made with available data.*

Collective Investment Schemes and Securities (unit trusts) are generally medium- to long-term investments. The value of participatory investments (units) may go down as well as up and past performance is not necessarily a guide to the future. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from the company/scheme.

CONTACT DETAILS

The full annual financial statements are available to all investors.

Kindly send your personal details together with your investment account number to:

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SPF2934 03/2024

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