Marriott Dividend Growth Fund

30 June 2023

MARRIOTT
INVESTMENT MANAGERS

This Minimum Disclosure Document (MDD) provides investors with key information that is intended to assist the investor in understanding the nature and risks of investing in this fund.

Fund Objective and Investment Approach

The Marriott Dividend Growth Fund has as its primary objective an acceptable dividend yield combined with long term growth of income and capital. To achieve this objective the fund will seek out fundamentally sound listed companies that currently pay dividends and possess the potential for consistent and sustainable dividend growth in the future. The fund aims to achieve a dividend yield for its investors in excess of the dividend yield of the Financial and Industrial Index and to grow distributions in excess of the dividend growth achieved by the Financial and Industrial Index measured over rolling two-year periods.

Fund Information

Registered Name	Marriott Dividend Growth Fund
Fund Size	R 2,435,669,573.96
Price (NAV) (Class R)	9,599.16 cpu
Distribution (Class R)	97.6431 cpu

Key Features

Fund Classification (ASISA)	South African – Equity – General
Inception Date	1 August 1988
Base Currency	ZAR
Minimum Initial Investment	R500
Minimum Additional Investment	R300
Minimum Debit Order	R300
Distribution Declaration Dates	31 March, 30 June, 30 September, 31 December
Distribution Payment Dates	3 to 4 working days after declaration
Instruction Cut-off	15h00 daily
Fund Valuation Frequency	15h00 daily

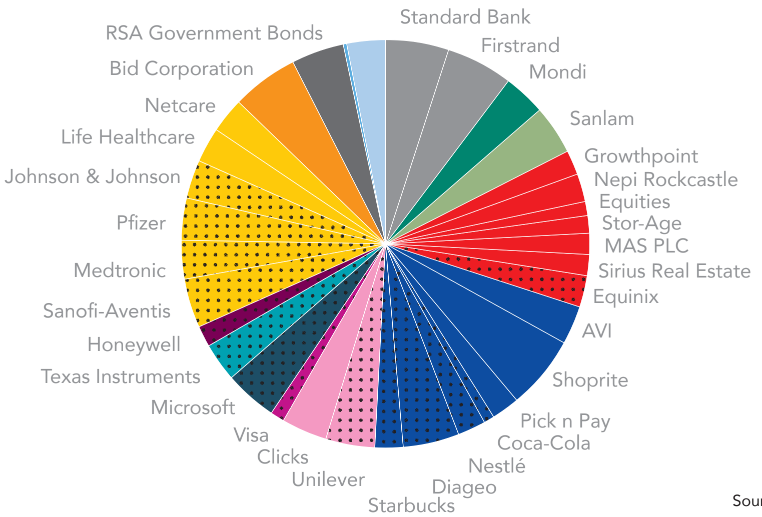
Risk Category Aggressive

Low Medium High

Income is relatively low with an aim for a long term return greater than inflation. It also aims for a high level of long term growth on invested capital but with high volatility.

Current Asset Allocation By Security

- Banks 10.7%
- Paper & Packaging 3.2%
- Insurance 4.1%
- Real Estate 12.4%
- Food & Beverage 20.8%
- Household & Personal Products 7.7%
- Financial Services 1.2%
- Software 4.1%
- Industrial Technology 3.1%
- Industrials 1.6%
- Health Care 19.1%
- Food Services 5.3%
- RSA Government Bonds 4.1%
- Intl Money Market 0.1%
- RSA Money Market 2.9%
- International



Source: **Marriott**

Fees (excluding VAT)

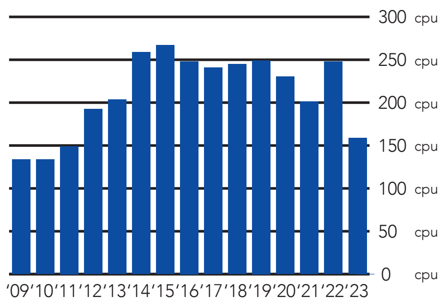
Marriott Initial Fee	0 %
Marriott Annual Management Fee	1 %
Marriott Performance Fee	n/a
Advisor Initial Fee (max)	3 %
Advisor Annual Fee (max)	0.5 %

Expenses (including VAT)

Total Expense Ratio (TER)	1.18 %
Transaction Costs (TC)	0.09 %
Total Invest Charge (TIC)	1.27 %

Inflation-Beating Distributions Since 2009

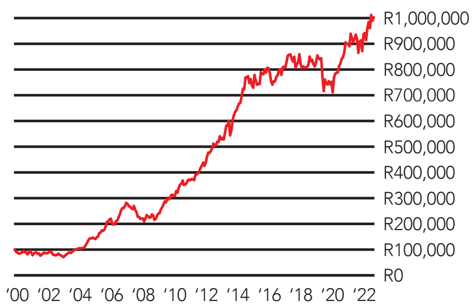
(Paid quarterly in cents per unit)



Source: **Marriott**

Total Return

(Assuming R100,000 was invested in Jan 2000)



Source: **Marriott**

Fund Limits and Constraints

None other than standard Collective Investment Schemes Control Act and the ASISA Fund Classification.

Performance

Net of all fees and expenses as per the TER disclosure (including income)

Annualised (pa)	1 year	2 years	3 years	4 years	5 years	Since Inception (Jan 2000)	Volatility of Return Since Inception: Highest 12 Months	Volatility of Return Since Inception: Lowest 12 Months
Income Return	3.6%	2.9%	3.1%	2.8%	2.8%	3.3%	-	-
Price Return	12.4%	5.8%	7.5%	1.8%	1.3%	7.0%	-	-
Total Return	16.0%	8.7%	10.6%	4.6%	4.1%	10.3%	59.7%	-25.9%

For periods longer than 12 months annualised performance figures are used. An annualised performance figure represents the compounded average return in percentage terms earned by the fund over the given period of time.

Source: **Marriott**

	Distribution	Income Growth	Total Return
2022	247.95 cpu	23.2%	-2.6%
2021	201.19 cpu	-12.7%	19.8%
2020	230.51cpu	-7.5%	-6.6%
2019	249.32cpu	1.8%	3.7%
2018	244.80cpu	1.7%	-5.7%
2017	240.76cpu	-3.0%	13.6%
2016	248.16cpu	-7.0%	1.8%
2015	266.91cpu	3.1%	2.5%
2014	258.77cpu	27.1%	20.4%

Portfolio Security Yields

Company	Weight	Yield
Standard Bank	5.2%	6.9%
Firstrand	5.4%	5.5%
Mondi	3.2%	4.6%
Sanlam	4.1%	6.3%
Nepi Rockcastle	2.3%	8.6%
Equinix	2.5%	1.8%
Growthpoint	1.8%	11.4%
Stor-Age	1.4%	9.6%
Equites	1.1%	14.8%
MAS PLC	1.6%	7.2%
Sirius Real Estate Ltd	1.8%	5.5%
Diageo	4.6%	2.4%
Shoprite	6.0%	2.8%
AVI	2.9%	6.8%
Pick n Pay	2.1%	4.9%
Nestlé	2.0%	2.9%
Starbucks	2.1%	2.2%
Coca-Cola	1.1%	3.0%
Unilever	4.1%	4.3%
Clicks	3.6%	2.5%
Visa	1.2%	0.8%
Microsoft	4.1%	0.8%
Texas Instruments	3.1%	2.9%
Honeywell	1.6%	2.0%
Medtronic	3.0%	3.1%
Sanofi-Aventis	4.1%	3.8%
Netcare	2.9%	4.2%
Life Healthcare	2.7%	2.1%
Johnson & Johnson	3.1%	2.9%
Pfizer	3.3%	4.5%
Bid Corporation	5.3%	2.1%
RSA Government Bonds	4.1%	10.2%

Source: **Marriott**

Commentary

Equity market performance in the second quarter was divided into two segments – technology and everything else. So powerful has the technology rally been, that US equities gained 8.7% in the second quarter of 2023, supporting a 7.0% rise in global equities despite headwinds from Europe, the UK and, most notably, emerging markets. Outside the technology sector, however, the US market has drifted sideways in 2023 to date. This is commensurate with a backdrop of rising interest rates, stubborn inflation, and muted economic growth.

Looking ahead, interest rates are expected to continue climbing as services inflation is proving far "stickier" than goods inflation, especially in the developed world. Most economists believe a recession is the inevitable conclusion to the inflation fight.

The bond market is even more convinced. An inverted yield curve is typically a precursor to a recession and occurs when yields on shorter-dated treasuries rise above those for longer term ones, reflecting an expectation that the central bank will need to cut rates to buoy an economy hurt by higher borrowing costs. In the US, 2-year US treasuries are now yielding a full 1% more than 10-year treasuries – the steepest inversion since 1981. A recession should therefore take no one by surprise. Consequently, investors should be seeking out asset classes and sectors that tend to perform best in tough times – bonds and solid dividend payers.

The Dividend Growth Fund has an approximate 55% exposure to the best dividend paying companies in the country such as Clicks, Standard Bank and AVI, and an approximate 40% exposure to arguably the best dividend paying companies in the world such as Johnson & Johnson, Nestle, and Medtronic. Consequently, the fund is ideally positioned for the next phase of the economic cycle and a great option for investors.

Contact us: To find out more about this fund or to obtain free of charge additional information such as brochures, application forms, annual reports and other marketing material, please visit our website **www.marriott.co.za** or contact our Communication Centre on **0800 336 555**.

Custodian & Trustee: FirstRand Bank Ltd, 3 First Place Bank City, Cnr Simmonds & Jeppe Streets, Johannesburg, 2001, +27 (0)87 311 2111

Manager: Marriott Unit Trust Management Company (RF)(Pty) Ltd.

Asset Manager: Marriott Asset Management (Pty) Ltd, a licenced financial services provider, FSP 592

Marriott House
2 Delamore Road Hillcrest 3610
PO Box 2099 Hillcrest 3650 South Africa
Client Relationship Team 0800 336 555
Tel +27 (0)31 765 0700 Fax +27 (0)31 765 0790
Email info@marriott.co.za **www.marriott.co.za**

MARRIOTT INVESTMENT MANAGERS