

**NEWFUNDS S&P GIVI SA FINANCIALS INDEX ETF**Share code: GIVFIN  
ISIN: ZAE000205258**NEWFUNDS S&P GIVI SA INDUSTRIAL INDEX ETF**Share code: GIVIND  
ISIN: ZAE000205241**NEWFUNDS NEWSA INDEX PORTFOLIO**Share code: NEWFSA  
ISIN: ZAE000104055**NEWFUNDS S&P GIVI SA TOP 50 INDEX ETF**Share code: GIVISA  
ISIN: ZAE000205225**NEWFUNDS SHARIAH TOP 40 INDEX ETF**Share code: NFSH40  
ISIN: ZAE000130431

Portfolios in the NewFunds Collective Investment Scheme in Securities registered as such in terms of the Collective Investment Schemes Control Act, 45 of 2002 and managed by NewFunds Proprietary Limited. (Registration Number 2005/034899/07)

**DISTRIBUTION ANNOUNCEMENT FOR THE QUARTER ENDED 30 JUNE 2017**

Further to the announcement published on Monday, 05 June 2017, a distribution has been declared today, Thursday 13 July 2017 to holders of ETF securities ("investors") recorded in the register on Friday, 23 June 2017, for the quarter ended 30 June 2017 as follows:

Alpha code	Dividend/ Interest	Foreign/ Local	Gross Distribution (Cents per unit)	Subject to Withholding tax Yes/ No	*Withholding Tax (%)	Net Distribution (Cents per unit)
NEWFSA	Interest	Local	1.77333	No		1.77333
	Dividend	Local	33.36598	Yes	20	26.69278
	Dividend	Foreign***	30.16928	Yes	20	24.13542
	Dividend	REITs**	5.86819	Yes	**20	4.69455
			<b>71.17678</b>			<b>57.29608</b>
NFSH40	Interest	Local	0.00000	No		0.00000
	Dividend	Local	0.66347	Yes	20	0.53078
	Dividend	Foreign***	0.62056	Yes	20	0.49645
			<b>1.28403</b>			<b>1.02723</b>
GIVFIN	Interest	Local	0.37891	No		0.37891
	Dividend	Local	19.93246	Yes	20	15.94597
	Dividend	Foreign***	0.00138	Yes	20	0.00110
	Dividend	Foreign (ITU)	8.55289	No		8.55289
	Dividend	REITs**	8.96049	Yes	**20	7.16839
			<b>37.82613</b>			<b>32.04726</b>
GIVIND	Interest	Local	0.27660	No		0.27660
	Dividend	Local	10.37787	Yes	20	8.30230
	Dividend	Foreign***	1.82014	Yes	20	1.45611
			<b>12.47461</b>			<b>10.03501</b>
GIVISA	Interest	Local	0.03921	No		0.03921
	Dividend	Local	2.51229	Yes	20	2.00983
	Dividend	Foreign***	0.41497	Yes	20	0.33198
	Dividend	Foreign (ITU)*	0.56904	No		0.56904
	Dividend	REITs**	0.59621	Yes	**20	0.47697
			<b>4.13172</b>			<b>3.42703</b>

**The distribution will be paid on Tuesday, 18 July 2017 to all securities holders recorded on the register on Friday, 23 June 2017.**

The net distribution amount (after the deduction of Dividend Withholding Tax ("DWT") at a current rate of 20%) will be re-invested in the ETF on behalf of investors through the purchase of additional Constituent Securities (as defined in the relevant Portfolio Supplement) in the appropriate weightings, thereby increasing the net asset value of the ETF and, proportionately increasing the value of each ETF security. As a consequence of reinvesting the net distribution amount (comprising only 80% after the deduction of DWT), the ETF will be tracking the relevant total return net-of-dividend tax index.

Investors qualifying for exemption from DWT or a reduced rate of DWT per Double Tax Agreement ("DTA"), will receive, in cash, a distribution amount of the applicable DWT, provided they have completed and timeously lodged with the relevant intermediary the prescribed declaration and undertaking form. Failure to do so will result in the dividends tax being withheld in full.

**Withholding Tax on Interest (WTI) came into effect on 1 March 2015.**

Interest accruing from a South African source to a non-resident, excluding a controlled foreign company, will be subject to withholding tax at a rate of 15% on payment, except interest,

- arising on any Government debt instrument
- arising on any listed debt instrument
- arising on any debt owed by a bank or the South African Reserve Bank
- arising from a bill of exchange or letter of credit where goods are imported into South Africa and where an authorized dealer has certified such on the instrument
- payable by a headquarter company
- accruing to a non-resident natural person who was physically present in South Africa for a period exceeding 183 days in aggregate, during that year, or carried on a business through a permanent establishment in South Africa

**Investors are advised that to the extent that the distribution amount comprise of any interest, it will not be subject to WTI by virtue of the fact that it is listed debt instruments and/or bank debt.**

#### Holders of Shariah ETF securities

Holders of Shariah ETF securities ("investors") are advised that the appropriate purification of dividends, through the donation of 5% of the dividends to charity, needs to be effected by each investor. Absa Islamic Banking's Shari'ah Supervisory Board ("SSB") has provided the following list of approved charitable institutions. The list is not exhaustive and it is therefore not obligatory to use one of the specified charities:

1. Al Furqaan Orphanage (Gauteng)
2. Gift of the Givers (RSA)
3. SANZAF (RSA)
4. Africa Muslims Agency (RSA)
5. Al-Imdaad Foundation
6. Muslim Hands (RSA)
7. Islamic Relief Agency (RSA)
8. Bait-ul-Khair (Gauteng)
9. TIBA Services for the Blind (Gauteng)
10. Mustadafin Foundation ([www.mustadafin.com](http://www.mustadafin.com))

Investors should seek advice from their tax advisor on whether the tax and rate shown is applicable to them.

\* INTU PROPERTIES PLC (ITU) is a UK listed REIT. The dividends received have been subject to a 20% withholding tax.

\*\*\*Foreign dividend source may be viewed via the Absa Capital ETF website (<http://etfcib.absa.co.za>).

#### South African tax resident investors relating to REITs

\*\* The dividend distribution by a REIT received by South African tax residents must be included in their gross income and will not be exempt in terms of the ordinary dividend exemption in section 10(1)(k)(i) of the Income Tax Act No. 58 of 1962 ("the Act") as a result of paragraph (aa) of the proviso thereto which provides that dividends distributed by a REIT are not exempt from income tax.

No dividend withholding tax will be deducted from dividends payable to a South African tax resident qualifying for exemption from dividend withholding tax provided that the investor has provided the following forms to their Central Securities Depository Participant ("CSDP") or broker, as the case may be in respect of its participatory interest:

- a) a declaration that the distribution is exempt from dividends tax; and
- b) a written undertaking to inform their CSDP or broker, as the case may be, should the circumstances affecting the exemption change or the beneficial owner cease to be the beneficial owner,

both in the form prescribed by the South African Revenue Service. South African tax resident investors are advised to contact their CSDP or broker, as the case may be, to arrange for the abovementioned documents to be submitted prior to payment of the distribution, if such documents have not already been submitted.

#### Non-resident investors for South African income tax purposes

The dividend distribution received by non-resident investors will be exempt from income tax in terms of section 10(1)(k)(i) of the Act, but will be subject to dividend withholding tax. Dividend withholding tax is levied at a rate of 20%, unless the rate is reduced in terms of any applicable agreement for the avoidance of double taxation ("DTA") between South Africa and the country of residence of the non-resident investor.

A reduced dividend withholding rate in terms of the applicable DTA may only be relied on if the non-resident investor has provided the following forms to their CSDP or broker, as the case may be in respect of its participatory interest:

- a) a declaration that the dividend is subject to a reduced rate as a result of the application of a DTA; and
- b) a written undertaking to inform the CSDP or broker, as the case may be, should the circumstances affecting the reduced rate change or the beneficial owner cease to be the beneficial owner,

both in the form prescribed by the South African Revenue Service. Non-resident investors are advised to contact their CSDP or broker, as the case may be, to arrange for the abovementioned documents to be submitted prior to the payment of the distribution if such documents have not already been submitted.

Both resident and non-resident investors are encouraged to consult their professional advisors should they be in any doubt as to the appropriate action to take.

#### **Additional information:**

	<b>Number of securities in issue</b>	<b>Tax reference number</b>
GIVFIN	1,322,216	9181003188
GIVIND	400,814	9005418224
GIVISA	2,057,255	9180010184
NEWFSA	772,724	9004206224
NFSH40	15,575,446	9403872162

13 July 2017

#### **Sponsor**

Absa Bank Limited (acting through its Corporate and Investment Banking division)

