

SATRIX COLLECTIVE INVESTMENT SCHEME

SATRIX SA BOND PORTFOLIO

JSE code: STXGOV

ISIN code: ZAE000285862

("Satrix SA Bond")

A portfolio in the Satrix Collective Investment Scheme in Securities, registered as such in terms of the Collective Investment Schemes Control Act, 45 of 2002.

CORRECTION ANNOUNCEMENT - DISTRIBUTION FINALISATION ANNOUNCEMENT – 6 MONTHS ENDED 30 JUNE 2021 - STXGOV

Holders of Satrix SA Bond securities ("**Investors**") are referred to the Satrix SA Bond distribution finalisation announcement published on SENS on 8 July 2021 ("**the Previous Announcement**") in respect of a distribution for the 6 months ended 30 June 2021 ("**Distribution Period**").

Investors are advised that the Previous Announcement contained an error in terms of the amount of the net distribution declared. The portfolio incorrectly declared a net distribution which included both interest received and interest accrued, however, the portfolio should only have declared a net distribution based on the actual interest received.

The inclusion of accrued interest in the net distribution calculation as disclosed in the Previous Announcement was an error resulting in a net distribution which was greater than the net distribution that should have been declared and it is this inclusion of accrued interest that has given rise to this correction announcement.

An amount of 62.56 cents ("**Previous Declaration Amount**") was declared in the Previous Announcement in respect of the payment for the Distribution Period. The amount to be declared for the Distribution Period should have been 37.69 cents ("**Correct Declaration Amount**").

It should be noted that the Satrix SA Bond portfolio is a total return fund. The net asset value of the Satrix SA Bond securities and the net distributions reinvested were not affected by this error, as only interest received has been reinvested.

The error impacts income tax for the 2022 tax year of investors ("**Affected Investors**") recorded in the register on Friday, 16 July 2021, being the record date detailed in the Previous Announcement. The tax impact in respect of Affected Investors is as follows:

- As the Previous Declaration Amount is greater than the Correct Declaration Amount, the income tax payable by Affected Investors must be decreased; and
- As the Previous Declaration Amount is greater than the Correct Declaration Amount the adjustment to the base cost for capital gains tax purposes must be decreased.

The table below replaces the distribution details as stated in the Previous Announcement.

Alpha Code: STXGOV	Previous announcement *Interest	Correctional announcement *Interest
Distribution Source type	Local	Local
Net Distribution Reinvested	YES	YES
Source of Funds (Country Code)	ZA	ZA
Subject to Foreign Withholding tax	No	No
Gross Foreign Rate (cents per unit)		
Foreign Tax % withheld at source		
Foreign Tax amount per unit		
DTA with Source Country		
Foreign Tax Reclaim %		

Portfolio/Management Cost		
Interest Expense		
Other costs		
Gross ZA Distribution (Cents per unit)	62.56000	37.69000
***Applicable to non-exempt South African shareholders		
Gross Local Rate (cents per unit)	62.56000	37.69000
SA Withholding Tax %		
SA Withholding Tax amount per unit		
Local Net Rate	62.56000	37.69000

In accordance with the investment policy of the ETF the distributions were re-invested on behalf of investors through the purchase of securities comprising the Index, thereby increasing the net asset value of ETF and, proportionately, each ETF security.

To the extent that the distributions (or any part thereof) are taxable in the hands of an investor, the investor will be liable for the tax associated with such distributions, notwithstanding that the distributions are re-invested on behalf of investors (and are not paid over to investors).

The distribution will:

- where Satrix SA Bond securities are held on capital account be added to the base cost of each Satrix SA Bond security for capital gains tax purposes; or
- where Satrix SA Bond securities are held as trading stock be regarded as part of the cost of acquiring a Satrix SA Bond security.

The distribution is calculated after taking into account accrued expenses incurred by the fund and thus represents a distribution net of fund expenses.

Note 1

*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.

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.

Sandton
25 May 2022

JSE Sponsor
Vunani