

36ONE FR QI Hedge Fund

Minimum Disclosure Document

October 2023

(Class 2)

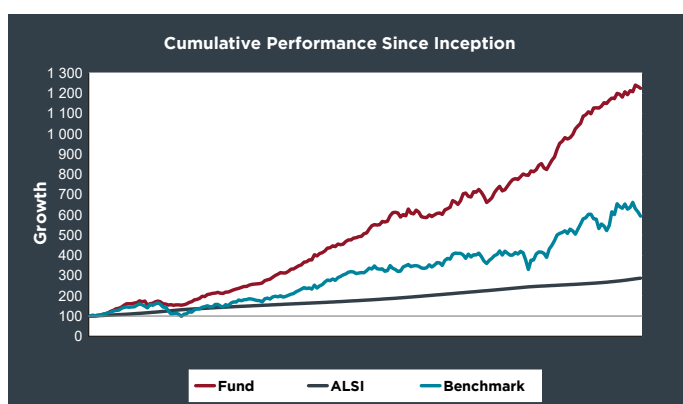
36ONE

Asset Management

Investment Manager: 36ONE Asset Management (Pty) Ltd
Fund Name: 36ONE FR QI Hedge Fund
ASISA Classification: Qualified Investor Hedge Fund - South African - Long/Short Equity - Long Bias
Inception Date: 01 April 2006
CISCA Inception Date: 01 November 2016
Portfolio Size: R 5,839 bn
NAV Price: R 1,158
Number of Units: 18 088 758.99
ISIN: ZAE000284451

INVESTMENT OBJECTIVES:

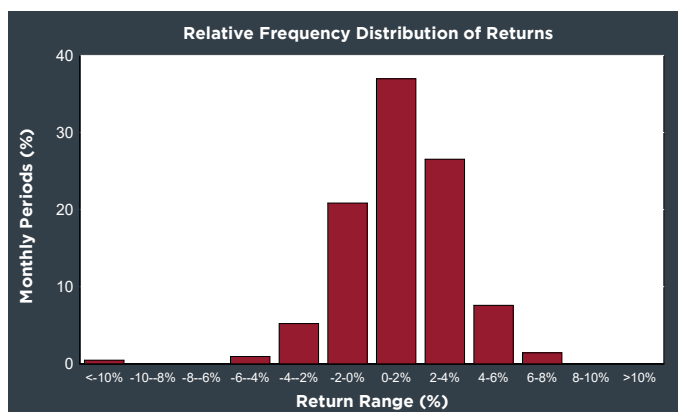
- Generate absolute returns over the long term regardless of market direction,
- Grow investors' capital in real terms over the long term,
- Reduce volatility of returns by managing the risks associated with investing in equities.



Cumulative Source: Apex Fund and Corporate Services SA as at October 2023

Index Source: Bloomberg as at October 2023

The performance figures given show the yield on a Net Asset Value ("NAV") basis. The yield figure is not a forecast. Performance is not guaranteed and investors should not accept it as representing expected future performance. Individual investor performance may differ as a result of initial fees, time of entry/actual investment date, date of reinvestment, and dividends withholding tax. Performance is calculated for a lump sum investment on a Net Asset Value basis. The performance figures are reported net of fees with income reinvested.



Frequency Distribution Source: Apex Fund and Corporate Services SA as at October 2023

The benchmark is for comparison purposes with the fund's performance. The fund does not follow the benchmark.

INVESTMENT PERFORMANCE:

RETURN ANALYSIS	36ONE	Cash	ALSI
1 month	-0.74%	0.62%	-3.44%
3 months	1.38%	1.86%	-10.39%
1 year	5.01%	7.03%	8.34%
3 year p.a.	14.14%	4.83%	15.01%
5 year p.a.	12.17%	5.07%	9.83%
7 year p.a.	10.98%	5.45%	8.40%
10 year p.a.	10.88%	5.50%	7.88%
Since inception p.a.	15.31%	6.18%	10.66%

RISK ANALYSIS	36ONE	Cash	ALSI
Standard Deviation p.a.**	8.24%	0.55%	16.28%
Loss Deviation*	1.22%	n/a	7.02%
Gain Deviation*	4.18%	0.46%	11.25%
Sharpe Ratio*	1.72	-	0.60
Sortino Ratio*	7.02	n/a	1.37
Largest Drawdown	-12.59%	n/a	-40.44%
Best Month	6.88%	0.95%	13.98%
Worst Month	-11.57%	0.27%	-13.24%
Highest 12 Month Rolling Period	58.63%	11.61%	53.98%
Lowest 12 Month Rolling Period	-10.84%	3.31%	-37.59%
Gain Periods	153	211	126
Loss Periods	58	-	85
Correlation	1.00	-0.11	0.55
Value at Risk - 95%	2.42%	n/a	6.96%

*Statistics based on 36 month rolling period.

**Statistics based since inception date.

The annualised total return is the average return earned by an investment each year over a given time period, since date of the launch of the fund. The highest and lowest 1 year returns represent the highest and lowest actual returns achieved during any single calendar year since the original launch date of the portfolio.

Hurdle/Benchmark:	Standard Bank Call Rate
Subscriptions:	Monthly
Redemptions:	1 calendar month
Service Fee:	1.18% (excl. VAT)
Performance Fee:	20% of gains using the high watermark
Minimum Investment:	R1,000,000.00
CIS Manager:	FundRock Management Company (RF) (Pty) Ltd
Administrators:	Apex Fund and Corporate Services SA
Total Expense Ratio (TER%):	2.76%
Transaction Cost Ratio (TC%):	0.87%
Total Investment Charges (TIC%):	3.63%
Performance Fee(PF) Included in TER:	1.40%
Income Distribution:	
Declaration:	Last day of December
Payment:	December 2022 : 0.00 cpu
Auditors:	PricewaterhouseCoopers

NET MONTHLY PERFORMANCE SINCE INCEPTION:

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2006				1.27	0.02	1.44	2.40	3.35	2.39	4.58	6.25	3.81	28.44
2007	5.86	1.79	3.79	6.24	5.28	-0.07	0.44	1.76	1.40	5.43	-2.76	2.08	35.57
2008	-11.57	4.74	1.12	4.32	2.24	-2.28	-5.73	-0.38	-3.25	1.26	-1.97	1.30	-10.80
2009	-0.11	-1.04	1.47	2.65	4.65	2.20	5.18	1.29	2.89	5.39	-0.80	5.16	32.72
2010	1.27	1.61	0.54	1.68	-1.90	-0.43	3.03	0.16	2.55	2.45	1.64	1.40	14.83
2011	1.92	1.98	0.04	2.69	1.34	0.70	0.47	0.36	1.26	4.36	1.58	1.03	19.17
2012	3.24	3.15	2.04	2.57	-0.52	0.10	2.39	3.40	0.42	2.37	2.21	1.27	25.03
2013	3.84	0.46	2.65	-0.13	6.88	-1.52	2.97	1.00	2.09	3.37	0.30	2.26	26.73
2014	-0.88	2.83	-0.74	0.58	2.91	1.70	-0.05	1.98	0.38	1.04	0.22	2.77	13.40
2015	0.67	3.82	3.04	1.02	-0.31	0.22	2.96	-0.48	0.60	4.74	2.65	0.33	20.87
2016	-0.51	-3.38	2.07	-1.01	5.67	-3.23	-0.64	3.08	-1.61	-3.70	-0.50	-0.21	-4.31
2017	2.29	-1.38	1.38	1.22	0.33	-1.18	3.74	0.98	1.06	5.16	-0.99	-1.81	11.11
2018	2.76	5.16	0.54	-2.36	-0.43	3.81	-0.35	1.93	-2.00	-3.00	-4.14	1.51	3.02
2019	1.89	3.80	2.52	1.76	-3.03	0.82	2.50	2.46	1.80	0.61	-0.49	1.69	17.42
2020	1.71	-0.64	-0.13	2.70	-0.49	1.24	2.70	0.94	-2.51	-0.96	2.83	2.66	10.34
2021	1.86	4.18	3.24	1.17	1.82	-0.69	0.69	1.54	2.83	1.43	1.18	3.39	25.02
2022	0.64	1.39	-0.89	2.58	0.08	-0.14	0.85	1.50	-0.34	1.43	0.89	-0.24	7.98
2023	2.22	-0.36	-1.17	2.24	-1.23	1.70	-0.45	2.72	-0.58	-0.74			4.33

RISK PROFILE: MEDIUM

The risk category shown is not guaranteed and may change over time. The lowest category does not mean the investment is risk free. There may be other special areas of risk relating to the investment including liquidity risk, credit risk, market risk, and settlement risk. The manager does not provide financial advice. Our risk indicator does not imply that the portfolio is suitable for all types of investors. Please consult your financial adviser.

PORTFOLIO VALUATION & TRANSACTION CUT-OFF

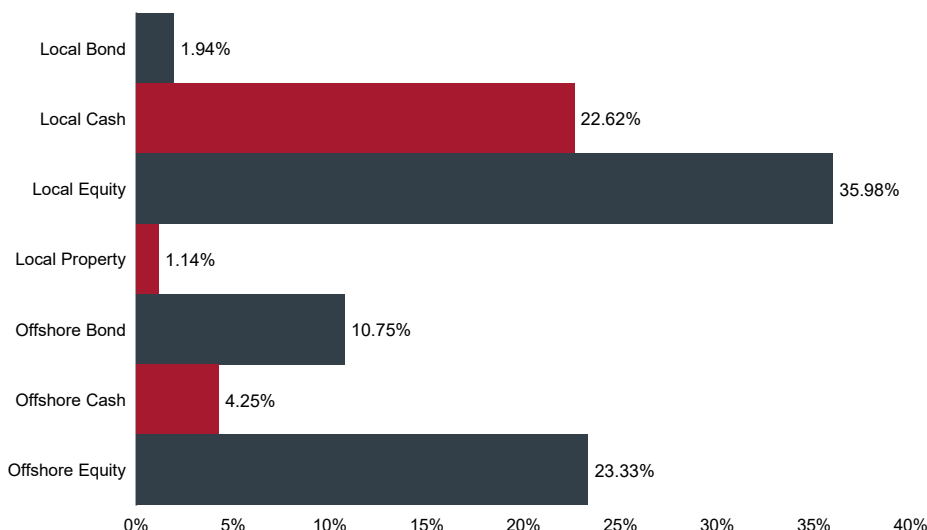
Portfolios are valued monthly. The cut off time for processing investment subscription is 10:00am on the last business day of the month prior to enable processing for investment on the first business day of the next month.

TOTAL EXPENSE RATIO

A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. Transaction Costs are a necessary cost in administering the financial product and impacts financial product returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of financial product, the investment decisions of the investment manager and the TER. The TER and transaction cost calculations are based on a 1 year rolling period. Fee calculations are based upon their most recent published figures, being the date of this report.

PORTFOLIO ALLOCATION REPORT

CURRENT ASSET ALLOCATION



PORTFOLIO & MARKET COMMENTARY BY THE INVESTMENT MANAGER

South African markets were weaker in Q3, following a negative performance in Q2. All major asset classes recorded losses. The FTSE/JSE All Share Index fell by 3.5%. This made equities the worst performing asset class in the quarter. Precious metals were amongst the major detractors for the JSE, with gold and platinum group metals (PGMs) weaker. PGMs have been challenged by persistent weakness in the underlying basket, as palladium trades near five-year lows. AngloGold lost 23.1% in Q3 while Implats and Amplats lost 19.8% and 15.7%, respectively.

Global markets were weaker across the board. US equities recorded their biggest monthly drop of 2023 in September and worst quarter in a year. The market is still grappling with a highly uncertain outlook as global growth slows and interest rates are likely to remain higher.

The US Federal Reserve (Fed) held rates steady in September but delivered a hawkish message, reiterating their commitment to get inflation back to target levels. A clear message from the Fed that rates will stay higher for longer led to a rise in US bond yields. Long term yields reached their highest levels since 2007, supporting the US dollar and general risk-off behaviour. Inflation is cooling but remains elevated, with the market now forecasting fewer rate cuts in 2024. Fears of higher inflation returned as the oil price (brent crude) reached \$97/barrel. These higher prices will be difficult to sustain as demand weakens amid slowing global growth. This worsening growth outlook has been amplified by China's disappointing recovery. The government has been reluctant to implement any major stimulus so this weakness will continue to weigh on our local market.

The South African Reserve Bank (SARB) left the repo rate unchanged in September. They additionally lifted their 2023 GDP (Gross Domestic Product) forecast, but cited upside risks to inflation as the ZAR weakens and oil prices rise. They are likely to follow the Fed with rates remaining steady and cuts in 2024. South African equities have had a difficult year, with an energy crisis and fiscal challenges against a slowing global growth backdrop. We do, however, see some encouraging developments which should alleviate some of this pressure. The first of the three Kusile units (unit 3) using a temporary stack returned to service. By the end of the year, the return of four units at Kusile could reduce loadshedding by at least 2 stages. We have also seen leadership changes at Transnet and a renewed focus from government to rehabilitate one of our most important state-owned entities. An improving loadshedding outlook and ability to increase exports should support many counters in the market, especially as equities continue to trade at discounted levels.

The hedge fund had a strong quarter with a positive performance. The short book gained, the long book was flat with a small loss and cash made a positive contribution. The largest contributors for the long book were Grindrod, Sasol and Suncor while Richemont, Prosus, and Naspers detracted from performance. The short book's largest contributors were positions in PGMs and other domestic equities which are most sensitive to the current macroeconomic challenges.

Please note: The above commentary is based on reasonable assumptions and is not guaranteed to occur.

MANDATORY DISCLOSURES

Collective Investment Schemes are generally medium to long-term investments. The value of participatory interests (units) may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investments are traded at ruling prices and can engage in scrip lending and borrowing. A schedule of fees, charges, minimum fees, and maximum commissions is available on request from the manager, as well as a detailed description of how the fees are calculated and applied. The manager does not provide any guarantee in respect to the capital or the return of the portfolio. Portfolios may be closed to new investors in order to manage it more efficiently in accordance with its mandate. Prices are published daily on our website.

Additional information, including key investor information documents, minimum disclosure documents, as well as other information relating to the portfolio, including the basis on which the manager undertakes to repurchase participatory interests offered to it, and the basis on which selling and repurchase prices will be calculated, is available, free of charge, on request from the manager. The value of an investment is dependent on numerous factors which may include, but not limited to, share price fluctuations, interest and exchange rates and other economic factors. Where funds are invested in off-shore assets, performance is further affected by uncertainties such as potential constraints on liquidity and the repatriation of funds, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks and potential limitations on the availability of market information.

The Manager ensures fair treatment of investors by not offering preferential fee or liquidity terms to any investor within the same strategy. FundRock Management Company (RF) (Pty) Ltd ("the Manager") is registered and approved in terms of the Collective Investment Schemes Control Act 45 of 2002. 36ONE Asset Management (Pty) Ltd (FSP No 19107) is authorised under the FAIS Act to provide discretionary investment management services to hedge funds. The Manager is registered and approved by the Financial Sector Conduct Authority under Cisca. FirstRand Ltd is the appointed trustee. The Manager retains full responsibility for the portfolio.

MANAGEMENT COMPANY	INVESTMENT MANAGER	TRUSTEE
FundRock Management Company (RF) (Pty) Ltd Registration No: 2013/096377/07 Pier Place, Heerengracht Street, Foreshore, Cape Town, South Africa T: +27 21 202 8282 Email: information@apexfs.group Website: www.fundrock.com	36ONE Asset Management (Pty) Ltd An Authorised Financial Services Provider, FSP No. 19107 Registration No: 2004/035570/07 140 West Street, Sandton 2196 T: +27 10 501 0250 Email: support@36one.co.za	FirstRand Ltd, Johannesburg (acting through its RMB Custody and Trustee Services Division) T: +27 87 736 1732

FUND RISK

Leverage Risk: The Fund borrows additional funds, trades on margin or performs short sale trades to amplify investment decisions. This means that the volatility of a hedge fund portfolio can be many times that of the underlying investments due to leverage on a fund.

Derivative Risk: A Derivative positions are financial instruments that derive their value from an underlying asset. Derivatives are exposed to implicit leverage which could result in magnified gains and/or losses on the portfolio.

Counterparty Credit Risk: Counterparty risk is a type of credit risk and is the risk of default by the counterparty associated with trading derivative contracts. An example of counterparty credit risk is margin or collateral held with a prime broker.

Volatility Risk: Volatility refers to uncertainty and risk related to size of change of an instrument or portfolio. It is a statistical measure of the dispersion of returns for a given security or market index. Volatility is proportional to the directional exposure of a portfolio and is measured by Value at risk (VaR) which is a statistical technique used to measure and quantify the level of volatility.

Concentration and Sector Risk: A large proportion of total assets invested in specific assets, sectors or regions. Concentrated positions or concentrated sectors in a portfolio will material impact the returns of the portfolio more so than diversified portfolios.

Correlation Risk: A measure that determines how assets move in relation to each other. Correlation risk arises when the correlation between asset-classes change. Correlation risk also arises when the correlation within an asset-class changes. Examples of correlation within asset classes include equity pairs trading, fixed income curve trading and commodities pairs trading.

Equity Risk: Applies to investment in shares or derivatives based on shares. The market price of shares varies depending on supply and demand of the shares. Equity risk is the risk of loss due to the drop in the market price of shares. Equity risk can either be systematic risk which is risk to the entire market based on political and economic indicators or unsystematic risk which is company specific and includes risk relating to company profits, future prospects and general consensus on the company or sector.

GLOSSARY

Net Asset Value (NAV): means net asset value, which is the total market value of all assets in a portfolio including any income accruals and less and deductible expenses such as audit fees, brokerage and service fees.

Annualised Return: is the weighted average compound growth rate over the performance period measured.

Highest & Lowest Return: The highest and lowest rolling twelve-month performance of the portfolio since inception.

Total Expense Ratio (TER): reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's.

Transaction Costs (TC): is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts Fund returns.

Total Investment Charge (TIC): should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, investment decisions of the investment manager.

Total Investment Charges (TIC%): = TER (%) + TC (%): The Total Investment Charges (TIC), the TER + the TC, is the percentage of the net asset value of the class of the Financial Product incurred as costs relating to the investment of the Financial Product. It should be noted that a TIC is the sum of two calculated ratios (TER+TC).

Sharpe Ratio: The ratio of excess return over the risk-free rate divided by the total volatility of the portfolio.

Sortino Ratio: The ratio of excess return over the risk-free rate divided by the downside deviation of the portfolio.

Standard Deviation/Volatility: The deviation of the return of the portfolio relative to its average.

Derivative/Financial Instrument: A contract that derives its value (positive or negative) from another asset.

Drawdown: The greatest peak to trough loss until a new peak is reached.

Correlation: A number between -1 and 1 indicating the similarity of the dispersion of returns between the portfolio and another asset or index with 1 being highly correlated, -1 highly negatively correlated and 0 uncorrelated.

Value at Risk (VaR): Value at risk is the minimum loss percentage that can be expected over a specified time period at a predetermined confidence level.

Frequency Distribution: How often returns occur within a specified band.