

## UGO OVERVIEW

The Umonde Global Opportunity (UGO) investment fund is priced, bought, and sold in tokens that represent a mixture of assets underlying the fund. Each UGO token is backed by a thematic portfolio of global equities and digital assets. UGO tokens are designed to give participants access to global growth through exposure to innovative themes, primarily focusing on the intersection of clean energy and digital asset technology (the energy internet). We believe innovations centred around renewable energy storage and distributed blockchain technology will change the way the world works and deliver outsized growth as industries transform. As part of a growing global mandate in sustainable investing we believe that these themes represent a pure representation of impact investing. The convergence of environmental events, technological developments, and clean energy solutions has allowed for definitive global policy measures to be put in place. Political capital to these issues is currently being mobilised on a significant scale.

## PORTFOLIO UPDATE

The first half of 2021 was a testing period for the global growth complex as inflation concerns and an extended period of outperformance seemed to have created ceilings for many thematic assets. June was however a strong month for technology inclined companies as well as the clean energy sector. Within the UGO portfolio, JinkoSolar was the best performing stock ending up over 48% on the month after announcing its intention to list on a Chinese Exchange. Enphase Energy and Beam Global were also material contributors in June as solar energy focused companies outperformed.

As our UGO token issuance has expanded to include South African Rand holders it has been interesting to track daily return divergence between ZAR and GBP token prices. As the below table illustrates, the effect of ZAR volatility has a material impact on the performance of any offshore asset or currency exposure. In January this year, a 4% decrease in the value of ZAR versus GBP, compounded to a doubling of token price performance for a Rand investor in the UGO fund. Conversely, in May, ZAR strength contributed toward the underperformance versus GBP token prices. From a South African investors perspective, diversifying your savings in an offshore investment vehicle is often met with barriers to entry such as minimum investment amounts, fees, and an overwhelming menu of traditional funds to choose from. As millennials and young professionals, it is important to find a solution that can expose a portion of your savings to global innovation. From an asset allocation and currency hedging perspective, this is prudent.

	JAN	FEB	MAR	APR	MAY	JUN	1H21
ZAR	10.8%	-0.5%	-1.3%	-0.1%	-7.5%	11.1%	12.6%
GBP	5.4%	-1.4%	2.5%	0.8%	-4.7%	8.6%	11.3%

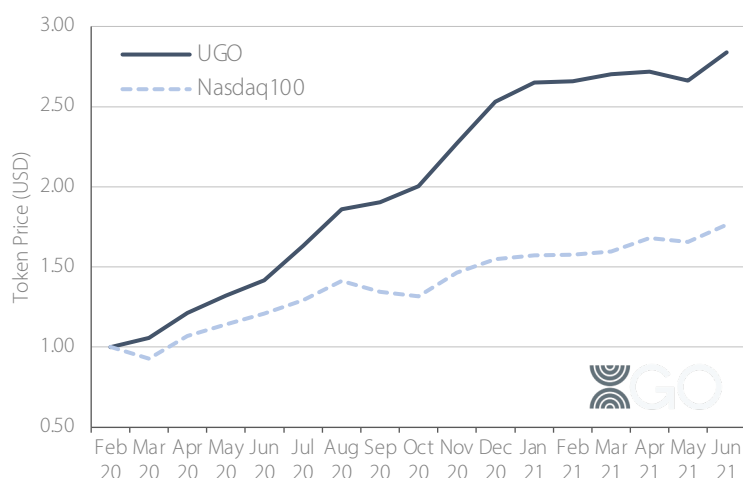
The UGO investment fund has a clear mandate to deliver a thematic, high-growth solution for a global audience from all walks of life. We believe our themes are a pure representation of the evolution of clean energy and blockchain technologies, as well as the software that is designed to distribute and protect these platforms. By design, the underlying holdings of the fund are volatile.

As the first half of 2021 suggests, timing the purchase of tokens in the UGO fund is difficult given the longer-term (5-10 year) investment horizon the fund is positioned to perform over. Extended periods of volatility provide the opportunity to purchase tokens over time as apposed to attempting to time a market 'bottom'. In the long-run, the compounding effect of this discipline will likely be rewarded.

## MONTHLY PERFORMANCE – NET OF FEES (USD)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
2020	-	-	5.8%	14.7%	8.8%	7.1%	15.3%	13.9%	2.3%	5.3%	13.2%	11.5%	98.1%
2021	4.8%	0.2%	1.7%	0.6%	-2.1%	6.7%							11.9%

## FUND PERFORMANCE vs NASDAQ 100 (USD)



## SECTOR ALLOCATIONS (30/06)

