



INVESTMENT DESIGN AND DISTRIBUTION



## FACTSHEET

JULY 2023

## CORE GLOBAL EQUITY ACCELERATOR (ZAR)

### INVESTMENT DESCRIPTION AND RATIONALE

This term-based buy and hold investment offers investors the opportunity to add a defensively positioned equity linked note to a core equity portfolio. Defensive in two aspects, firstly because there is a large downside buffer in place before any capital would become at risk and secondly because of the enhanced Participation Rate where this investment will maximise returns during periods of low growth in global equities.

It is generally accepted that holding equities over the long term will yield positive returns above those of bonds and cash but there is wide variance and volatility within equities as an asset class and picking the winners over the losers in single stocks has proven to be very hard to do.

For this reason, the Underlying Basket has been specifically chosen to be a broad mix of well-known large-cap equity benchmark indices from across the globe which is a good addition to other core equity holdings in a well-constructed portfolio. In short this investment is designed to reduce stock specific risks, provide downside protection and add diversification.



**21 July 2023**  
CLOSING DATE

Should the Underlying Basket weighted performance (as calculated from Strike Level to Final Observation Level) be positive but less than the Underlying Basket Cap, the client will receive the calculated return multiplied by the Participation Rate. Should the Underlying Basket weighted performance (as calculated from Strike Level to Final Observation Level) be positive but greater than the Underlying Basket Cap, the client will receive the Underlying Basket Cap multiplied by the Participation Rate.

Conversely, if the Underlying Basket weighted performance is negative over the Investment Term, then capital is only at risk if on the Final Observation Level, the Underlying Basket weighted performance is below the Capital Protection Barrier. Should this event occur then capital return will be reduced on a 1-for-1 basis in line with the amount the Underlying Basket has fallen.

If the Underlying Basket weighted performance is not below the Capital Protection Barrier but is still negative, then investors will receive their capital back but no growth.

An example of what investors can expect at maturity under certain market conditions is detailed on page 4 under "Example Return Scenarios".

The initial and final Underlying Basket levels are calculated as an average of index levels on a single day in the months that follow and precede these two dates respectively as detailed in the Key Information section below.



### ADVISORY ONLY



### INVESTMENT FACTS & FEATURES

<b>Issuer:</b>	BNP Paribas Issuance B.V.
<b>Guarantor:</b>	BNP Paribas <a href="#">click here</a> for further information on them.
<b>Credit Ratings:</b>	S&P's A+ / Moody's Aa3 / Fitch AA-sourced from Bloomberg (04/07/2023).
<b>Investment Term:</b>	5 years
<b>Investment Structure:</b>	Capped Equity Basket Accelerator
<b>Capital Risk:</b>	Capital returned unless Capital Protection Barrier is breached.
<b>Barrier Type:</b>	European
<b>Capital Protection Barrier:</b>	60%
<b>Participation Rate:</b>	350%
<b>Underlying Basket Cap:</b>	30%
<b>Maximum Return:</b>	105%
<b>Underlying Basket:</b>	30% European: EURO STOXX 50 40% USA: S&P 500 30% Japan: Nikkei 225
<b>Fees:</b>	3.45% upfront for investment advice and administration. 0.86% upfront to NFB Asset Management (Pty) Ltd, FSP No. 259962, for structuring.
<b>Advice Providers:</b>	NFB Private Wealth Management (Pty) Ltd. FSP No. 16300 NFB Private Wealth Management JHB (Pty) Ltd. FSP No. 49332

### PLACING TRADES

For hard currency trades, custodians should be asked to settle directly with IDAD's Euroclear a/c 44382. Trade orders should be sent to [orders@idad.com](mailto:orders@idad.com) to ensure IDAD note your interest in the investment.



# CORE GLOBAL EQUITY ACCELERATOR (ZAR)

## FACTSHEET



### KEY INFORMATION

<b>Subscription Period:</b>	08 June - 21 July 2023
<b>Issue Price:</b>	100%
<b>Strike Level:</b>	Average of the closing levels of the Underlying Basket on 25 July, 25 August, 25 September and 25 October 2023.
<b>Issue Date:</b>	08 August 2023
<b>Final Observation Level:</b>	Average of the closing levels of the Underlying Basket on 25 April, 26 May, 25 June and 25 July 2028.
<b>Maturity Date:</b>	08 August 2028
<b>Denominations:</b>	10,000
<b>ISIN:</b>	TBC



### SECONDARY MARKET

Although the investment is sold to be a part of a buy and hold strategy the Issuer will endeavour to provide quotes under normal market conditions for early redemption purposes upon request, subject to a Bid-Offer spread of 1%.

Investors should be aware that if they sell their investment before maturity, the trading price will likely mean they get back less than they invested, especially earlier in the investment term. In addition, a decline in the Issuer's credit quality is likely to reduce the market value of the investment and therefore the price an investor may receive in the case of early redemption.

In the secondary market, traded prices will include any accrued interest. Sale trades will settle 3 days after the trade date.

### SUITABILITY

**This investment may be suitable for investors who:**

- Are seeking the opportunity for higher returns than current cash rates at the time this investment is launched.
- Are seeking a growth oriented investment.
- Understand and accept there is a risk to capital and how the Capital Protection Barrier works.
- Understand the impact of global economic issues and how they may affect the investment.
- Understand the criteria which will determine the return they may receive.
- Can afford to have their cash invested for the full term of the investment and are happy to remain invested until maturity.
- Wish to use this investment as part of a well-diversified portfolio.
- Understand that the returns are capped and under which circumstances that cap will be reached.
- Understand the risk to capital in the event of a counterparty default.
- Accept that the trading price will likely mean they get back less than they invested, if they needed to sell the investment early.
- Understand how Averaging works in order to determine both initial and final Underlying Basket values.

### BENEFITS

- Broad geographic and sector exposure to some of the worlds best known and widely used indices.
- Defensive, nonlinear investment to reduce the risks in an equity portfolio, with large falls required before capital is at risk.
- Enhanced returns through a Participation Rate greater than 100% so as to maximise potential growth.

### RISKS

- Capital protection is conditional on market performance at maturity, where capital is at risk should the Underlying Basket breach the Capital Protection Barrier.
- The maximum return is capped.
- Investors will be exposed to the senior unsecured credit risk of the Issuer. If the Issuer becomes insolvent or cannot make the payments, some or all of their investment could be lost.
- Early redemption by the investor could mean they get back less than they invested regardless of the Underlying Basket performance.
- Should investors need to sell their investment before maturity, the trading price will likely mean they get back less than they invested.



Investment Design and Distribution or IDAD for short was established in 2002 and our approach from the outset, is what we call the "IDAD Difference". The selection of the investments we offer is not decided in terms of profitability alone and when developing investment products, we favour evidence over dogma.

We are happy to work with advisers and product providers alike to deliver a range of investment options to suit differing investor wealth strategies and are committed to building upon our reputation for bringing benefits to all involved in the investment process, but most importantly to the investors.

**For further information please contact IDAD Africa at:**  
ryan.sydown@idad.com | +27 (0)82-726-5973

# CORE GLOBAL EQUITY ACCELERATOR (ZAR)

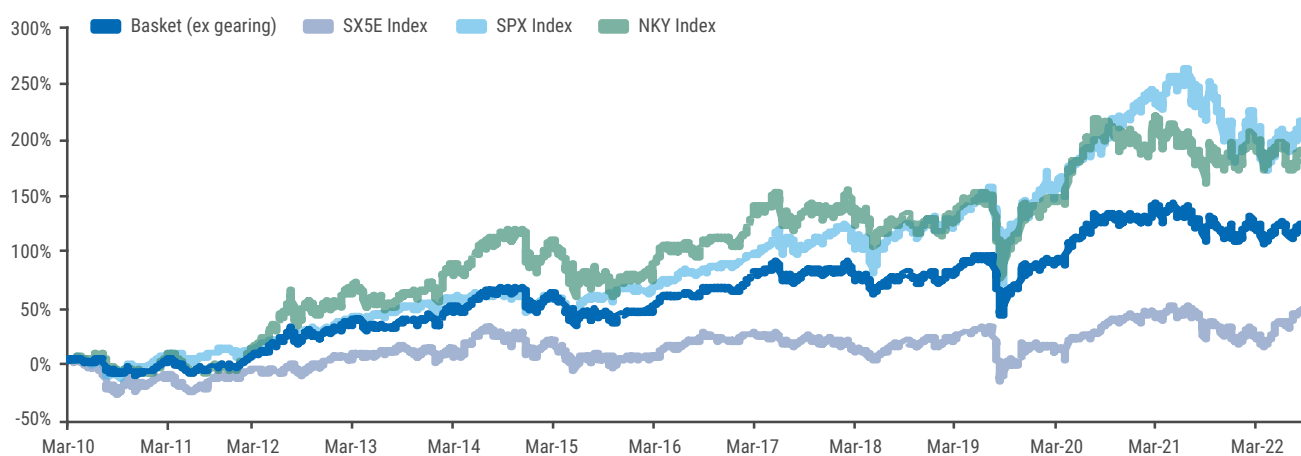
## FACTSHEET

### UNDERLYING BASKET

The Basket is weighted as per the breakdown under Investment Facts & Features on page 1.

Europe: EURO STOXX 50 Bloomberg Code: SX5E Index	USA: S&P 500 Bloomberg Code: SPX Index	JAPAN: NIKKEI 225 Bloomberg Code: NKY Index
<p>The EURO STOXX 50 Index, Europe's leading blue-chip index for the Eurozone, provides a blue-chip representation of supersector leaders in the region. The index covers 50 stocks from 8 Eurozone countries. The Index is quoted in EURO's (EUR) and includes the capital gains of the underlying stocks but not the cash distributions, such as dividends or interest.</p> <p>For the latest index provider factsheet <a href="#">click here</a></p>	<p>The S&amp;P 500 is widely regarded as the best single gauge of large-cap U.S. equities and serves as the foundation for a wide range of investment products. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalisation. The Index is quoted in US Dollars (USD) and includes the capital gains of the underlying stocks but not the cash distributions, such as dividends or interest.</p> <p>For the latest index provider factsheet <a href="#">click here</a></p>	<p>The Nikkei-225 Stock Average is a price-weighted average of 225 top-rated Japanese companies listed in the First Section of the Tokyo Stock Exchange. The Index is quoted in Japanese yen and includes the capital gains of the underlying stocks but not the cash distributions, such as dividends or interest.</p> <p>For the latest index provider factsheet <a href="#">click here</a></p>

### HISTORICAL UNDERLYING BASKET PERFORMANCE\*



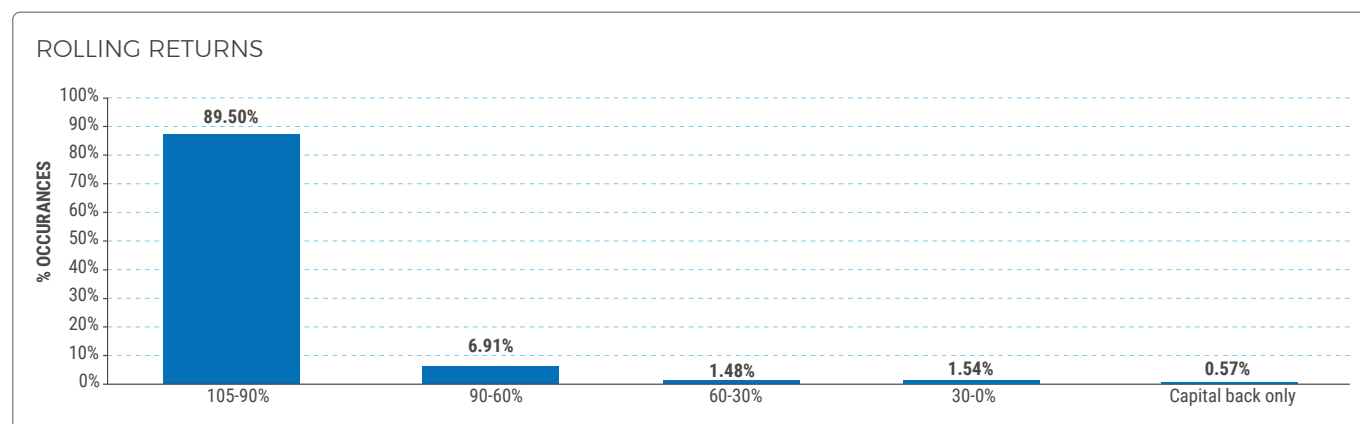
\*Source: Bloomberg

# CORE GLOBAL EQUITY ACCELERATOR (ZAR)

## FACTSHEET

### BACK-TESTED RESULTS\*

Back-testing shows how the investment would have performed historically using data from previous potential strike levels and final observation levels. Although past performance is not an indication of future performance, it can give a factual insight into how the investment would have performed historically.



\*Source: Bloomberg

### EXAMPLE RETURN SCENARIOS

Below is an example of the returns the investment would provide under different Underlying Basket performance scenarios. The table shows the effect of the enhanced participation in any growth in the Underlying Basket as well as the effect of the cap on the growth and the Capital Protection Barrier.

Initial Investment	Underlying Basket performance	Participation Rate	Growth	Total Return
100 000	-50%	n/a	-50%	50 000
100 000	-30%	n/a	0%	100 000
100 000	5%	350%	17.50%	117 500
100 000	20%	350%	70.00%	170 000
100 000	50%	350%	105.00%	205 000
100 000	100%	350%	105.00%	205 000





# CORE GLOBAL EQUITY ACCELERATOR (ZAR)

## FACTSHEET

### DATA\*

Data used and sourced covers the period March 2010 - April 2023. Index descriptors, past performance and issuer information has been taken from Bloomberg or the issuer or index/ETF providers websites directly at the time of production of this factsheet. Past performance is not a reliable indicator of future performance and should not be used to assess the future returns or risks. Assumptions shown are net of any initial fees or costs and describe the potential historic return that a client would have received based on the terms of this investment.

### SELLING RESTRICTIONS FOR SECURITIES

The purchaser ("Purchaser") of the securities ("Securities") represents and agrees that the Securities shall not be offered, advertised, sold or otherwise transferred, either directly or indirectly to any person in violation of economic sanctions or wider restrictions applicable to either the Purchaser or the Issuer. The information contained herein does not constitute an offer or invitation to purchase securities (the "Securities") by anyone in any jurisdiction in which such offer or invitation is not authorized or to any person to whom it is unlawful to make such offer or invitation. The distribution of this document and the offering or sale of the Securities may be prohibited or restricted by law in some jurisdictions. The Securities may not be publicly offered, sold or delivered within or from the jurisdiction of any country, except in accordance with the applicable laws and other legal provisions, and provided further that the Issuer does not incur any obligations. The Issuer has not undertaken any steps, nor will the Issuer undertake any steps, aimed at making the public offering of the Securities or their possession or the marketing of offering documents related to the Securities legal in such jurisdiction if this requires special measures to be taken.

Republic of South Africa: The requirements for a public offer in the Republic of South Africa are not fulfilled. Consequently, the Securities may not be offered publicly in the Republic of South Africa except as explicitly provided in the Companies Act 71 of 2008, to the extent implemented in the Republic of South Africa.

EEA: The requirements for a public offer in any member state of the European Economic Area ("EEA Member State") are not fulfilled. Consequently, the Securities may not be publicly offered in any of the EEA Member States except as explicitly provided under the prospectus exemptions of Directive 2003/71/EC (as amended by Directive 2010/73/EU, to the extent implemented in a relevant EEA Member State ("2010 Amending Directive"), the "EU Directive") with respect to inter alia (i) an offer of securities addressed solely to qualified investors as defined in the EU Directive, and/or (ii) an offer of securities addressed to fewer than 100, or, if the EEA Member State has implemented the relevant provisions of the 2010 Amending Directive, 150 natural or legal persons per EEA Member State other than qualified investors, and/or (iii) an offer of securities addressed to investors who acquire securities for a total consideration of at least EUR 50,000, or, if the EEA Member State has implemented the relevant provisions of the 2010 Amending Directive, EUR 100,000, and/or (iv) an offer of securities whose denomination per unit amounts to at least EUR 50,000 or, if the Relevant Member State has implemented the relevant provisions of the 2010 Amending Directive, EUR 100,000.

United States of America: This document is not for distribution, directly or indirectly, in or into the United States of America ("United States") or its possessions. This document is not an offer to sell securities, or the solicitation of any offer to buy securities, nor shall there be any offer of securities in the United States or in any jurisdiction in which such offer or sale would be unlawful. The Securities have not been and will not be registered under the U.S. Securities Act of 1933, as amended ("Securities Act"), and may not be offered or sold in the United States absent registration or exemption from registration under the Securities Act.



### DISCLAIMERS

IDAD Africa (Pty) Ltd is an Authorised Financial Services Provider with FSP no: 50937. This factsheet constitutes a financial promotion and has been prepared by IDAD Limited which is Authorised and Regulated by the Financial Conduct Authority FCA FRN 740499. Any views expressed or implied in this document are for information purposes only, and do not expressly, tacitly or by implication represent, recommend or propose that the securities and/or financial or investment products or services ("the products") referred to in this document are appropriate and/or suitable for your particular investment objectives or financial situation or needs. This document is not, nor is it intended to constitute, advice as defined and/or contemplated in the Financial Advisory and Intermediary Services Act, 37 of 2002 ("FAIS Act"). This document does not constitute an offer to sell nor a solicitation of an offer to buy any of the products. This material should be read and understood by FAIS accredited Category I and II Counterparties only. The products may involve a high degree of risk, including but not limited to, the risk of, low or no investment returns, capital loss, counterparty, or issuer default, adverse or unanticipated financial market fluctuations, inflation, and currency exchange. All investments must be made via an authorised counterparty. All rights are reserved. No part of this publication may be reproduced, copied, or distributed without the prior permission in writing of IDAD. Any information on past financial returns, modelling or back-testing is no indication of future returns. Fees of up to 1.03% p.a. for the maximum term of the investment may be paid by the Issuer to cover design, structuring, marketing, distribution and advice costs. The fees have been fully accounted for in the calculation of the Product's structure. For example, this means that an investment of 10,000 units will have any income/growth payments and capital protection based on the full 10,000 units. Any financial adviser shall fully disclose to its clients the existence, nature and amount of all fees and commissions it receives in respect of sales of the Note. They must also confirm any such fee or commission complies with all applicable laws and regulations in all relevant jurisdictions and its receipt does not conflict with applicable regulation or any duty to act in the best interest of any person to whom the professional financial adviser owes any such duty. This factsheet has not been prepared or reviewed by the Issuing Bank, the Issuer of the underlying securities or any of its affiliates and neither Issuing Bank nor any of its affiliates or any of its directors, officers or agents accept any responsibility or liability for the contents of this factsheet.