



TAKE CONTROL
OF YOUR INVESTMENT JOURNEY

Introduction to Exchange Traded Funds (ETFs)

JSE

Whether you're a first-time investor or an experienced professional managing risk, ETFs provide an easy, cost effective investment option giving you access to a broad range of investments rolled into one.

www.jse.co.za



Johannesburg
Stock Exchange

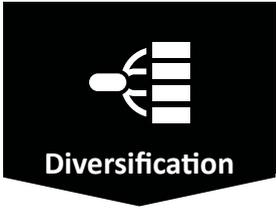


What is an ETF?

An ETF is a JSE-listed investment product that tracks the performance of a particular 'basket' of shares, bonds, money market instruments or a single commodity, like gold or platinum – these are known as underlying securities or assets of the ETF. So, if the underlying assets perform well i.e. 'goes up', your ETF also 'goes up', however the opposite is also true.



BENEFITS OF INVESTING IN ETFs



ETFs offer you indirect access to a wide variety of securities or assets, giving you the benefit of being invested in many investments rolled into a single investment product.



All ETF transactions are STT free – saving you 0.25% when you buy ETFs.



You save time and money without having to do extensive research on many individual companies or other asset classes, as ETFs offer you many preselected investments rolled into one.



ETFs are well-regulated by the JSE and Financial Sector Conduct Authority (FSCA). You can therefore sleep soundly at night, knowing your investment is protected.



Even though owning an ETF doesn't give you direct ownership of the underlying securities e.g. when shares are tracked, ETF owners are still eligible to receive dividends (good faith payments) and interest income if the e.g. shares pay dividends.

Tax-Free Savings and Investment Account (TFSA)

Reap the benefits of investing in TFSA friendly ETFs using a TFSA:

- No tax on interest income earned
- No Dividend Withholding Tax (DWT) on dividends earned
- No Capital Gains Tax (CGT)



Buying or selling an ETF can be done quickly, easily and at a low cost on the JSE through a trading account or through an online ETF platform.



ETF INVESTMENT OPTIONS

1



**Through a JSE
stockbroker**

A JSE authorised stockbroker, is a well-qualified person who buys and sells securities and offers investment advice to investors.

Opening a brokerage account, will allow you to invest in a variety of JSE listed instruments, not just ETFs. (Refer to the list of stockbrokers focused on individual investors on the last page).

An online share trading account will give you easy access to do it yourself.

2



**Through an online
ETF platform**

Many ETF providers, JSE stockbrokers and financial service providers (FSPs) also offer online ETF platforms, some of which offer debit order and lump sum options.

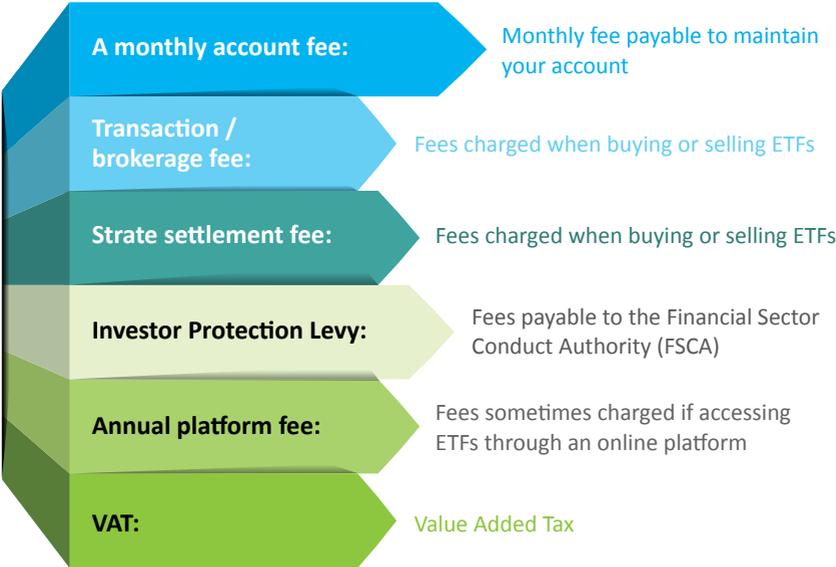
To name a few:

- Absa Stockbrokers ETF Only Account
- CoreShares Online
- Easy Equities
- etfSA
- Itransact
- SatrinxNOW
- Sygnia Alchemy Platform



HOW MUCH WILL IT COST?

Some of the fees you could face, though not always applicable, are dependent on the route you take to invest in ETFs:



Your selected service provider will help you determine the total investment charges (TICs).

ETF PROVIDERS

COMPANY	PHONE NUMBER	WEBSITE
Absa Capital	+27 86 134 5223	www.etfcib.absa.co.za
Ashburton Investments	+27 11 282 8800	www.asburtoninvestments.com
Cloud Atlas Investing	+27 11 268 1852	www.cloudatlasinvesting.com
CoreShares	+27 11 321 5571	www.coreshares.co.za
Rand Merchant Bank	+27 11 269 9140	www.rmb.co.za
Satrix	+27 01 020 2250	www.satrix.co.za
Standard Bank	+27 86 012 3000	https://securities.standardbank.co.za/ost/
Stanlib	+27 86 012 3003	https://indexinvestments.stanlib.com/
Sygnia	+27 86 079 4642	www.sygnia.co.za

FINANCIAL SERVICE PROVIDERS (FSPs)

COMPANY	PHONE NUMBER	WEBSITE
  EasyEquities	+27 87 940 6108	www.easyequities.co.za
  etfSA	+27 10 446 0371	www.etfsa.co.za
  FNB Share Investing	+27 86 074 2737	www.fnb.co.za/share-investing
 IG	+27 10 344 0053	www.ig.com/za
  Itransact	+27 86 143 2383	www.itransact.co.za
  Unum Capital	+27 11 384 2920	www.unum.co.za

 Brokers offering online facilities.

 Offers Tax Free Investment Account.

Limited list of FSPs, visit www.FSCA.co.za to view all authorised FSPs.

Other Exchange Traded Products (ETPs) include Exchange Traded Notes (ETNs), which are exchange-traded debt instruments that give investors access to a wide spectrum of assets. The investor lends money to the issuer of the ETN, usually a bank, and receives a return based on the movements in a specific benchmark. Benchmarks can be based on interest rates, commodity prices, a basket of shares, bonds or a currency.

JSE STOCKBROKERS FOCUSED ON INDIVIDUAL INVESTORS

	COMPANY	PHONE NUMBER	WEBSITE
✓👉	ABSA stock brokers	+27 86 005 0403	www.absastockbrokers.co.za
✓👉	Afrifocus Securities	+27 11 290 7800	www.afrifocus.co.za
✓👉	Anglorand Securities	+27 86 028 7422	www.anglorand.co.za
✓👉	BP Bernstein	+27 11 479 3400	www.bpbernstein.co.za
	Consilium Securities	+27 11 340 1300	www.consiliumsecurities.com
👉	FFO Securities	+27 11 471 0520	
👉	FNB Securities	+27 80 025 6256	www.fnbsecurities.co.za
👉	Independent Securities	+27 11 489 5400	www.isec.co.za
✓👉	Investec Securities (Investec Wealth & Investment)	+27 86 100 3020	www.investecsecuritiesonline.co.za
	Lefika Securities	+27 11 214 7237	www.lefikasecurities.co.za
	Legae Securities	+27 11 722 7330	www.legae.co.za
✓👉	Momentum S.P. Reid Securities	+27 11 550 6200	www.imaraspreid.co.za
✓👉	Nedgroup Private Wealth Stockbrokers	+27 86 000 3681	https://stockbroking.nedsecure.co.za
👉	Nvest Securities	+27 43 735 1270	www.nvestsecurities.co.za
	Peregrine Equities	+27 11 722 7400	www.peregrine.co.za
	Philippus de Witt	+27 11 482 4522	www.pdewitt.co.za
✓👉	Prescient Securities	+27 21 700 3600	www.prescient.co.za
✓👉	PSG Securities	+27 86 077 4774	www.psgonline.co.za
✓👉	SA Stockbrokers	+27 11 214 7250	www.sastockbrokers.co.za
👉	Sanlam Private Investments (Sanlam iTrade)	+27 11 778 6600	www.sanlamitrade.co.za
✓👉	Sasfin Securities	+27 11 809 7500	www.sasfinsecurities.co.za
✓👉	SBG Securities (Standard Bank Online Share Trading)	+27 86 012 1161	www.securities.standardbank.co.za
✓👉	Sygnia Securities	+27 21 446 4940	www.sygnia.co.za
	Taquanta Securities	+27 21 681 5100	www.taquanta.co.za
✓👉	Thebe Stockbroking	+27 11 375 1000	www.thebestockbroking.co.za

👉 Brokers offering online facilities.

✓ Offers Tax Free Investment Account.

List of stockbrokers correct as of June 2018.

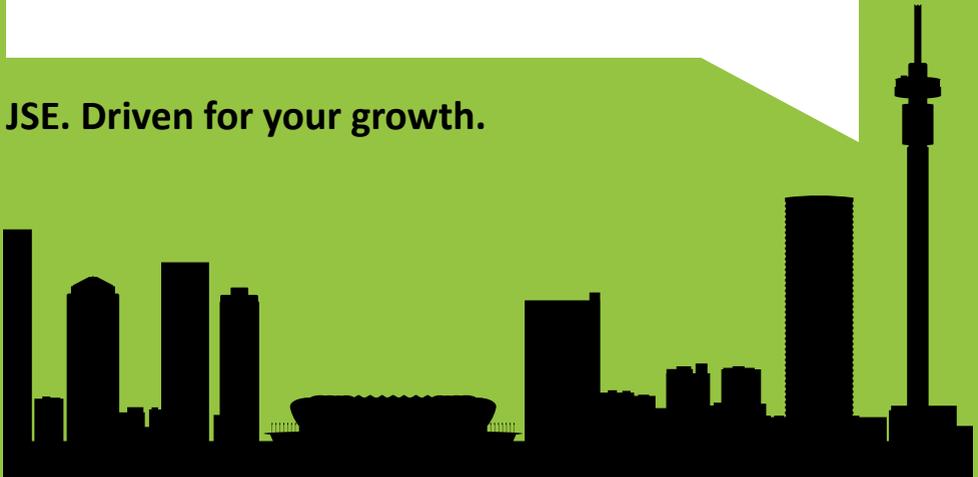
For information about ETFs and other individual investment solutions, go to:

- **Online Learning Modules**  www.virtualtradinggame.jse.co.za
- **Power Hour Sessions**  www.jse.co.za/events
- **JSE Investment Simulator**  www.virtualtradinggame.jse.co.za
-  www.jse.co.za/grow-my-wealth

Contact:

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