

Momentum Defender Fund

Wealth

31 December 2018

momentum

investments

Launch date on Wealth platform: 17 March 2008	Fund size: R367 million	Benchmark/ Target Return: After-tax cash over 12-month rolling terms	Unit prices: The fund is daily priced. The relevant fund management fee and tax (where applicable) is applied to the daily unit price	Ongoing investment management fee: 1.00% pa
Product availability: All Momentum Wealth products, except for the Wealth Flexible Investment Option (FIO)	Administration platform: Momentum Wealth Investment manager: Momentum Asset Management, Rand Merchant Bank	Capital guarantee: The fund provides an inherent, fund-level capital guarantee	Risk profile: Low risk, conservative	Investment horizon: Short to medium term

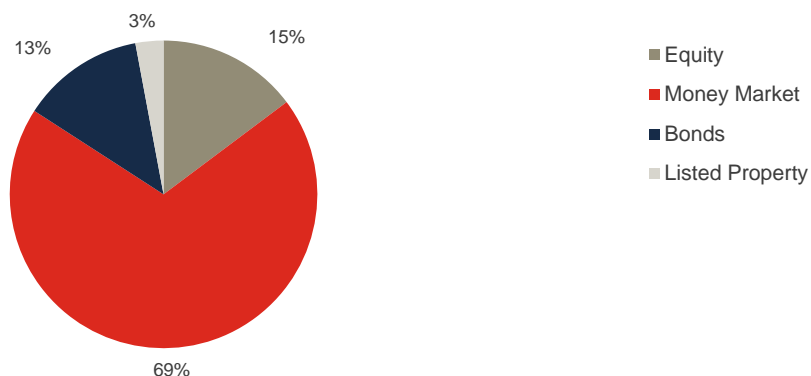
Investment objective

The fund provides secure and stable investment returns and is suited for conservative investors who needs a low-risk, protected growth investment strategy. The fund invests in a well-diversified combination of protected equities, fixed interest and cash (the retirement fund may invest in international assets). An inherent fund level capital guarantee is a unique feature of the fund. A bonus is declared monthly in advance based on the performance of the underlying assets, and once declared, vests in full. This monthly bonus is net of investment management fees and any relevant four-fund tax.

Risk classification



Asset allocation

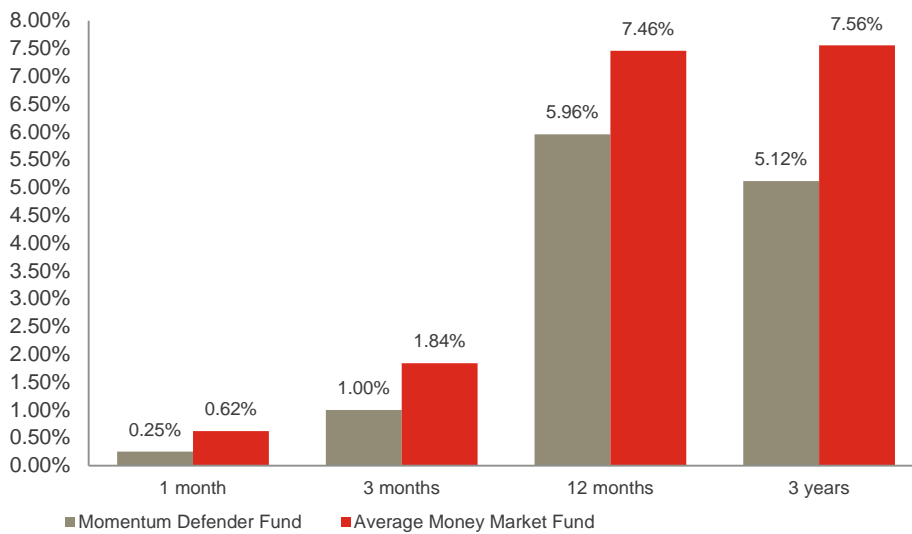


Fund performance

Monthly bonus declaration history (previous six months):

Individual Fund		Corporate Fund	
Dec '18	0.25%	Dec '18	0.25%
Nov '18	0.30%	Nov '18	0.30%
Oct '18	0.45%	Oct '18	0.45%
Sep '18	0.45%	Sep '18	0.45%
Aug '18	0.40%	Aug '18	0.40%
Jul '18	0.45%	Jul '18	0.45%

Returns are shown net of investment management fees and tax:



4th Quarter 2017 Market Comment

With an early interest rate hike already in place, this reduces the need for the SARB to engage in an aggressive interest rate hiking cycle in the absence of a faster-than-anticipated normalisation of monetary policy in developed markets (DMs) or broad-based negative sentiment towards EMs.

Although subdued services inflation, muted food price pressures and a dulled rate of currency pass-through have kept inflation outcomes surprising to the downside in recent months, the rand, international oil prices and electricity tariffs are still viewed as the major upside threats to the inflation outlook. Recent dry conditions in the country’s maize-producing areas are likely to add pressure to food prices later in the year.

Returns illustrated above apply to lump sum investments. Past performance of any investment is not necessarily a guide to the future. Fluctuations in the value of the underlying assets, and the income derived from these assets and changes in interest rates, mean that the value of an investment may fall as well as rise. All performances are illustrated net of investment management fees, except where otherwise stated. An investment in the fund may not be suitable for all investors. Investors should obtain advice from their financial adviser before proceeding with an investment.