

Launch date on Wealth platform:
17 March 2008

Fund size:
R2.5bn

Investment horizon:
Medium term

Benchmark
JSE All Share Index 51%,
MSCI World Index 9%,
All Bond Index 34%,
CitiGroup World BIG\$ 6%

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:
1.40% pa
(including VAT, where applicable)

Product availability:
All Momentum Wealth products, except for the Wealth Flexible Investment Option (FIO)

Administration platform:
Momentum Wealth

Investment manager:
Momentum Asset Management

Risk profile:
Moderate risk

Investment objective

An actively managed, moderate risk fund that employs a strategic asset allocation with the primary objective of achieving capital growth with a degree of capital stability. The fund may invest in local equities, bonds, cash and international assets. The fund forms part of the Momentum LifeCycle Philosophy (pre-retirement growth and wealth creation phase), but may also be selected as a stand-alone investment fund. An investment term of six years applies to the fund as part of the LifeCycle Philosophy.

Risk classification



Strategic asset allocation

The asset allocation parameters of the fund allow for investment in local equities, bonds and cash, as well as international assets.

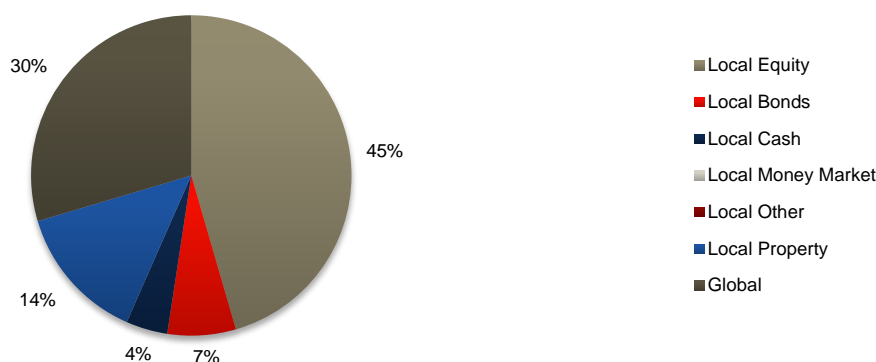
Strategic asset allocation

Equity	60%
Bonds	40%
Cash	0%

Tolerance levels

Equity	55% - 65%
Bonds	55% - 45%
Cash	0% - 10%

Asset allocation

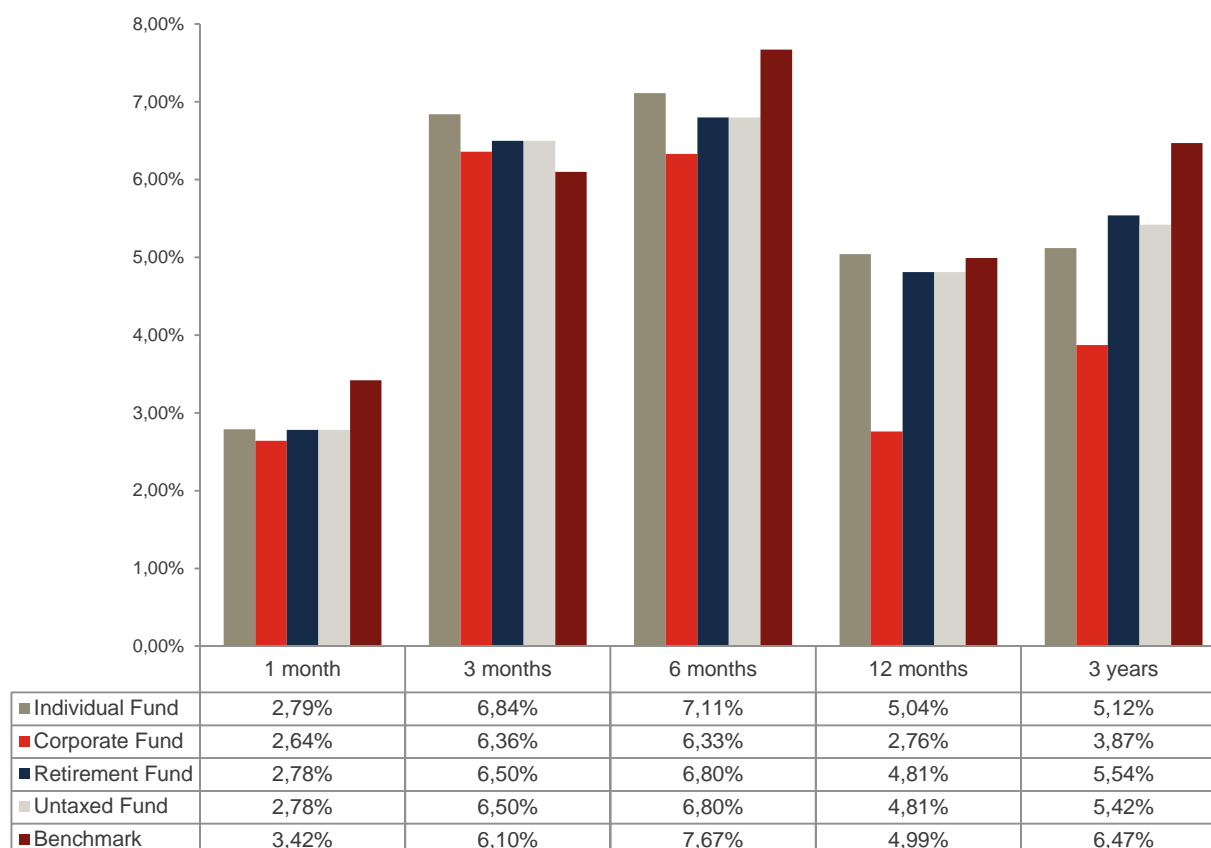


Top 10 equity holdings (as a % of equity exposure)

Naspers Limited	9.17	British American Tobacco Plc	3.59
Sasol Ltd	5.22	Absa Group Ltd	3.05
Standard Bank Group Ltd	4.64	BHP Group Plc	2.60
FirstRand Limited	4.11	Nedbank Group Ltd	2.38
Anglo American Plc	3.88	Old Mutual Limited	2.08

Fund performance

Returns are shown net of investment management fees and tax:



Returns annualised for terms longer than one year

1st Quarter 2019 Market Comment

Most shares are trading significantly below their highs after performing poorly for the past five years. Historical data supports prospective SA equity returns from the current low five-year trailing return level. The trailing price to earnings (P/E) ratio excluding Naspers remains on the cheap side of fair value.

SA boasts the highest real yield of its investment grade peer group. Ex-ante real yields are 95 basis points above the post inflation-targeting average and the SA/US yield spread premium is currently 81 basis points higher than the average since inflation targeting. Break-evens are expected to expand in line with a rising inflation trajectory, but nominal bonds are favoured on a oneyear view relative to the expected return projected for ILBs.

Current ex-ante real cash yields look attractive on a risk-adjusted basis. Yields are tracking at 42 basis points above their post-inflation-targeting average.

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.