

# Momentum Defender Fund

Wealth

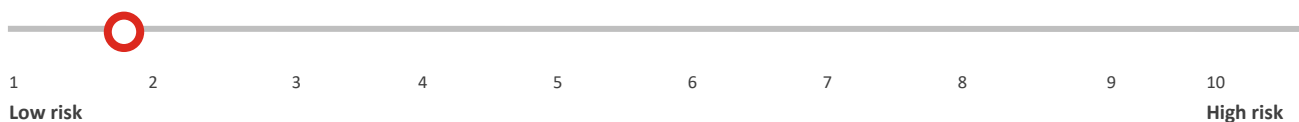
31 March 2024

<b>Launch date on Wealth platform:</b> 17 March 2008	<b>Fund size:</b> R243 million	<b>Benchmark/ Target Return:</b> After-tax cash over 12-month rolling terms	<b>Unit prices:</b> The fund is daily priced. The relevant fund management fee and tax (where applicable) is applied to the daily unit price	<b>Ongoing investment management fee:</b> 1.00% pa
<b>Product availability:</b> All Momentum Wealth products, except for the Wealth Flexible Investment Option (FIO)	<b>Administration platform:</b> Momentum Wealth <b>Investment managers:</b> Momentum Asset Management, Momentum Outcome-based Solutions	<b>Capital guarantee:</b> The fund provides an inherent, fund-level capital guarantee	<b>Risk profile:</b> Low risk, conservative	<b>Investment horizon:</b> Short to medium term

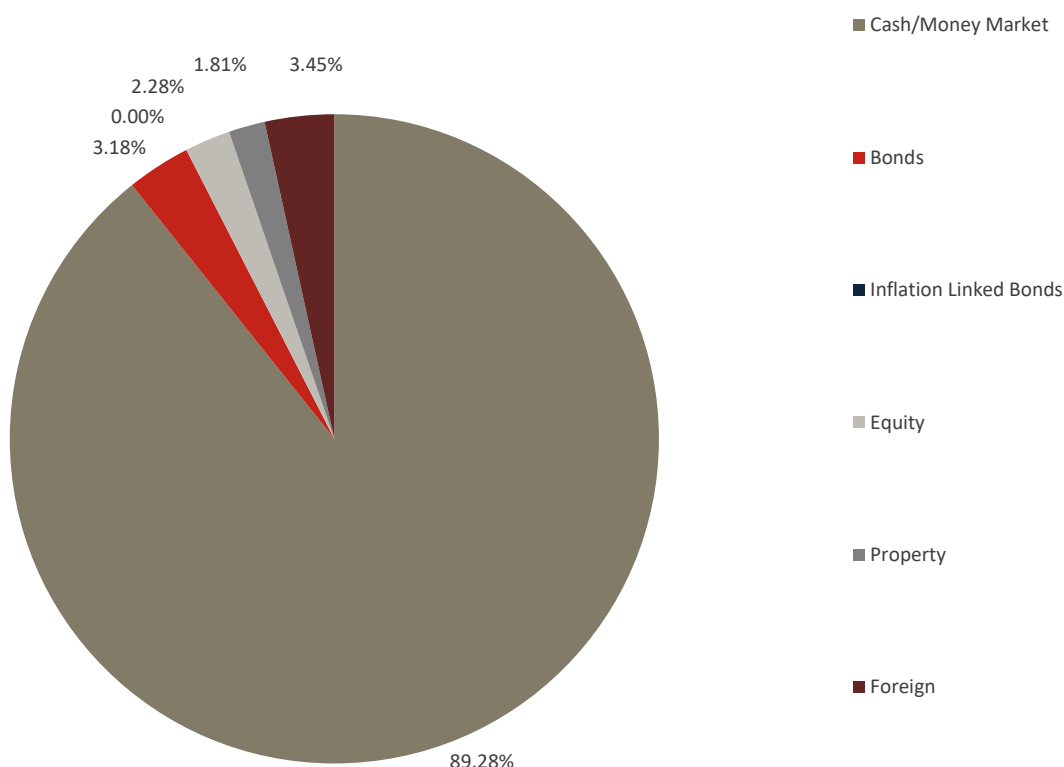
## Investment objective

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 five-fund tax.

## Risk classification



## Asset allocation

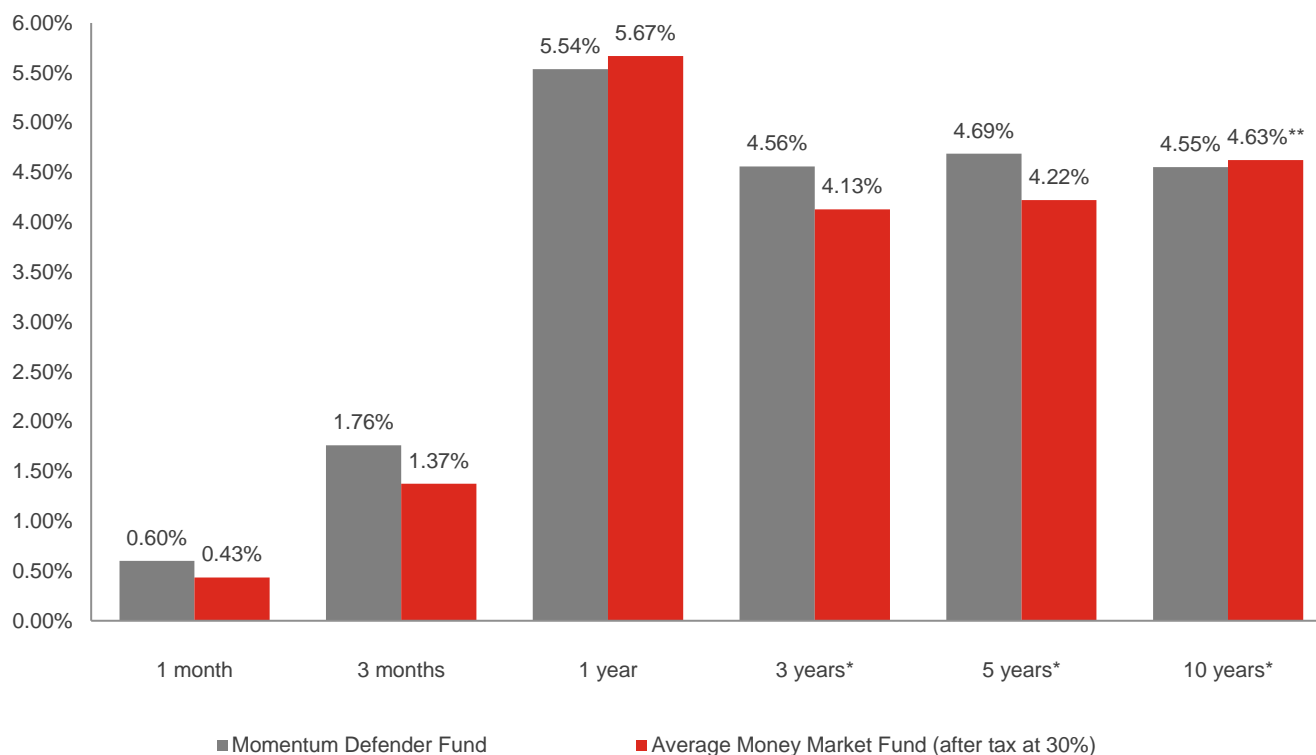


### Fund performance

Monthly bonus declaration history (previous six months):

Individual Fund		Corporate Fund	
Mar-24	0.60%	Mar-24	0.60%
Feb-24	0.60%	Feb-24	0.60%
Jan-24	0.55%	Jan-24	0.55%
Dec-23	0.55%	Dec-23	0.55%
Nov-23	0.45%	Nov-23	0.45%
Oct-23	0.45%	Oct-23	0.45%

Returns are shown net of investment management fees and tax:



\*Returns annualised for terms longer than one year

\*\*10-year benchmark is a composite benchmark

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.

### 1st Quarter 2024 Market Comment

Incoming data and central bank rhetoric are being taken on board by financial markets as they adjust their views of the economic outlook and the trajectory for inflation. As such, markets have significantly pulled back the number of expected interest rate cuts for 2024. Given the effects of disrupted trade flows, supply chain shortages, increased uncertainty and higher risk premia arising from geopolitical tensions, a higher level of political instability in the global economy could result in higher inflation, lower growth and significant welfare losses in the longer term.

A record number of elections are taking place globally this year. In SA, polls for the May general elections currently flag a significant risk for the incumbent ruling party. We expect pedestrian growth of 1% this year, up from 0.7% last year, to be supported by fixed investment in energy and a marginal recovery in household spending. Upside risks to the inflation outlook continue to stem from a weaker exchange rate, administered prices and geopolitically-driven higher global food and oil prices. Meanwhile, demand-pull and wage inflation are expected to remain contained, limiting second-round or persistent inflationary pressures. We expect the first move to lower SA interest rates in the second half of the year. Aligned with the SA Reserve Bank's (SARB) Quarterly Projection Model which, now forecasts only 50 basis points worth of easing by the end of the year, risks are tilted to a shallower interest rate cutting cycle.



## Disclaimers

### Momentum disclaimer:

The information and opinions in this document apply as at its effective date and are relevant to the investment solution in this document only. They are purely for information purposes and are not put forward as advice according to the Financial Advisory and Intermediary Services Act (Fais). Please consider and seek the necessary advice for your specific circumstances before you act on the basis of any information in this document. It is also important to know that past performance is not necessarily an indication of future performance. The information we have used to prepare this document includes information from third party sources and while we have made every effort to make sure it is accurate, we cannot guarantee it to be accurate or complete. Momentum is not responsible for any use of this document or responsible to any other person or entity for any inaccurate information in it or for any error or omission, regardless of the cause of the inaccuracy, error or omission.

### General investment risks:

The investor accepts there are specific investment risks for every type of investment fund, such as shares, collective investment schemes and/or structured investments. You accept that evaluating an assessment of the investment funds on your own, without the assistance of a financial adviser, may be risky and may not be suitable for your risk profile.

### Fais disclosure:

Momentum Asset Management (Pty) Ltd is an authorised financial services provider (FSP 623).

Momentum Outcome-Based Solutions (Pty) Ltd is an authorised financial services provider (FSP 19840)

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