

# Momentum Secure Bonus Fund

## Wealth

31 August 2021

**momentum**  
investments

<b>Launch date on Wealth platform:</b> 17 March 2008	<b>Investment managers:</b> Momentum Asset Management, Ashburton Fund Managers, Prescient Investment Management, ABSA Investment Management	<b>Benchmark/Target Return:</b> CPI plus 2% over 36-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> 1.25% pa
<b>Product availability:</b> All Momentum Wealth products, except for the Wealth Flexible Investment Option (FIO)	<b>Administration platform:</b> Momentum Wealth	<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

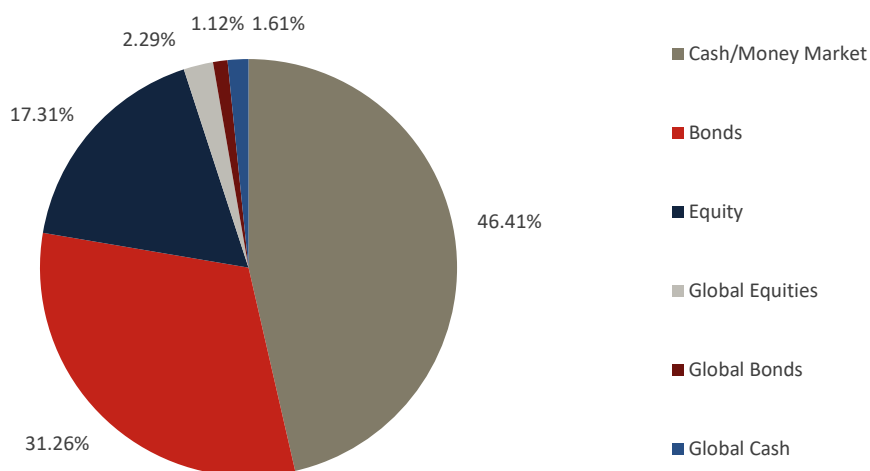
### Investment objective

This is a multi-manager investment portfolio and the investment managers have the objective of delivering inflation-beating returns. Bonuses are declared monthly in advance and the investment returns from the underlying asset classes are actuarially smoothed over time, thus protecting investors against short-term volatility. The portfolio offers investors an explicit capital guarantee and full daily liquidity on all payments from the portfolio, including benefit payments, switches and full or partial terminations. Bonuses are declared monthly in advance and, once declared, vest fully. Bonuses are declared after fees are deducted and can never be negative.

### Risk classification



### Asset allocation



### Fund performance

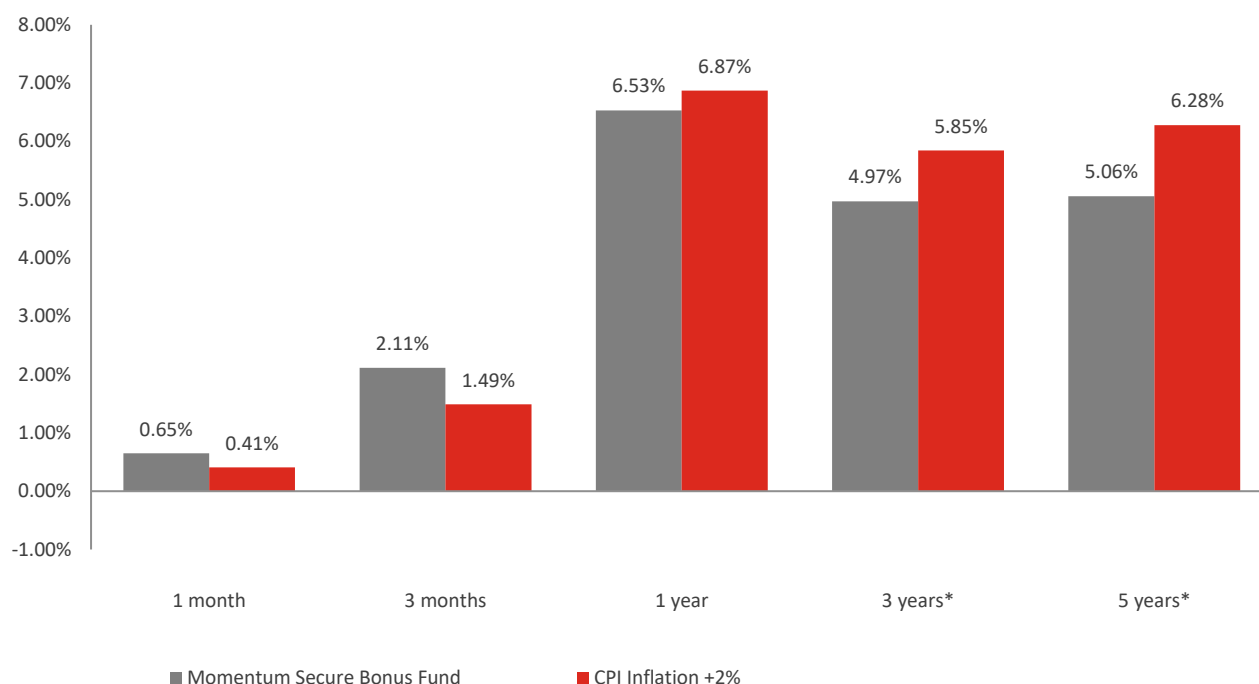
Monthly bonus declaration history (previous six months):

#### Retirement Fund

Aug-21	0.65%
Jul-21	0.65%
Jun-21	0.80%
May-21	0.90%
Apr-21	0.80%
Mar-21	0.80%

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Returns are shown net of investment management fees and tax:



\*Returns annualised for terms longer than one 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.

## 2<sup>nd</sup> Quarter 2021 Market Comment

Headline consumer price inflation (CPI) is expected to have peaked at 5.2% in May 2021 on the back of a low base and an increasing international oil price which put upward pressure on fuel prices. Higher municipal rates in July and August 2021 should add pressure on the headline CPI, but the dissipating effect of a low base, coupled with low demand pressures, should reduce the year-on-year increase in headline CPI to an average of 4.2% for the year.

Due to aggressive South African (SA) Reserve Bank rate cuts in response to COVID-19 in 2020, prospective SA real cash yields have fallen close to zero, which is almost one and a half standard deviations below its historical average. This makes the real return available to investors from local cash unappealing.

## 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 and assessment of the investment funds on your own without the assistance of a financial advisor 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).

Ashburton Fund Managers (Pty) Ltd is an authorised financial services provider (FSP 40169)

Prescient Investment Management (Pty) Ltd is an authorised financial services provider (FSP 612).

ABSA Investment Management Services (Pty) Ltd is an authorised financial services provider (FSP 524).

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