

Momentum Defender Retirement Fund

Wealth

29 February 2020

momentum

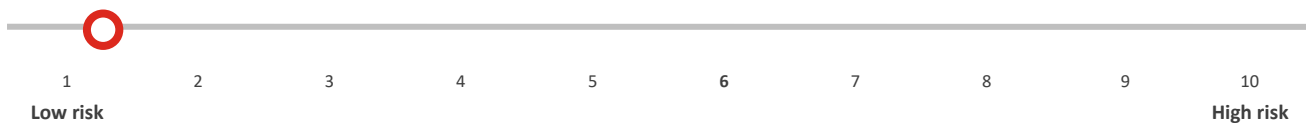
investments

Launch date on Wealth platform: 17 March 2008	Investment manager: Momentum Manager of Managers	Benchmark/Target Return: CPI plus 2% over 36-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: 1.25% pa
Product availability: All Momentum Wealth products, except for the Wealth Flexible Investment Option (FIO)	Administration platform: Momentum Wealth	Capital guarantee: The fund provides an inherent, fund-level capital guarantee	Risk profile: Low risk, conservative	Investment horizon: Short to medium term

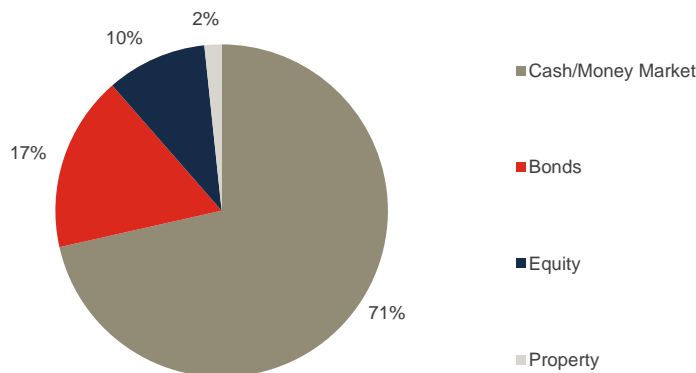
Investment objective

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



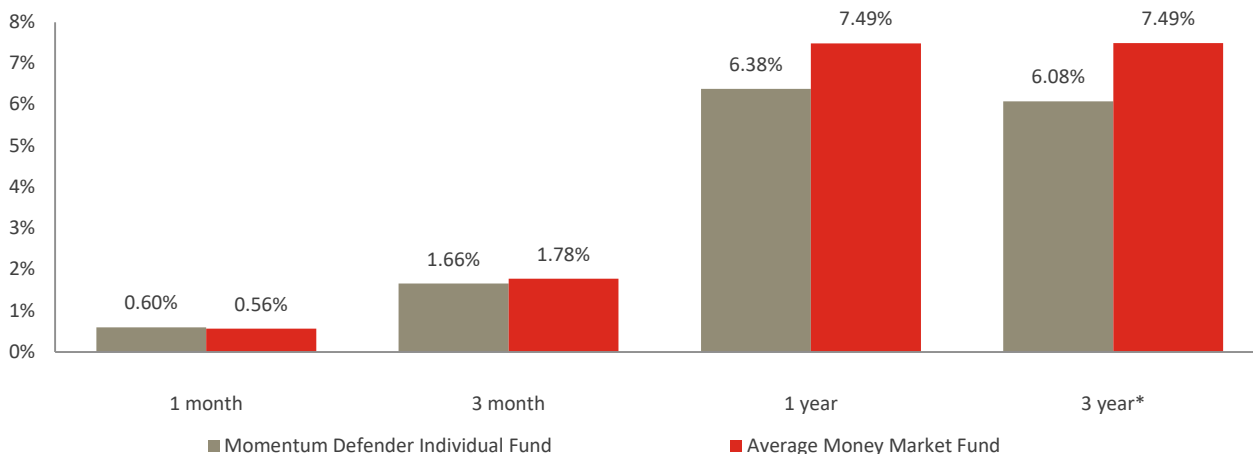
Fund performance

Monthly bonus declaration history (previous six months):

Retirement Fund

Feb '20	0.65%
Jan '20	0.55%
Dec '19	0.55%
Nov '19	0.50%
Oct '19	0.50%
Sep '19	0.40%

Returns are shown net of investment management fees and tax:



*Returns annualised for terms longer than one year

4th Quarter 2019 Market Comment

Headline and core inflation have predominantly surprised to the downside in the past five years. Lacklustre demand and a gradual rise in food inflation should keep inflation well within the target range for the foreseeable future, but the rand and electricity tariffs pose the main upside threats to the inflation trajectory.

The timing of the January 2020 interest rate cut of 25 basis points to 6.25% surprised markets, but a further encouraging drop in longer-term inflation expectations towards the mid-point of the inflation target, comparatively high real interest rates and a sizeable output gap suggest space for an additional interest rate cut 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.