

### Momentum Enhanced Yield Fund

Class A | Minimum Disclosure Document (MDD) as at 31 March 2024

**Benchmark:** STeFI Composite Index + 0.5% p.a.

**Investments managed by:** Momentum Asset Management (Pty) Ltd

#### 📄 Momentum outcome-based investing philosophy

Investment success is about consistently meeting an investor’s investment needs – whether that be to generate an income stream in retirement, preserve capital or simply to grow wealth within the parameters of a certain risk profile.

In order to maximise that probability of an investor reaching their desired objective, Momentum has built a leading range of outcome-based investment solutions that set their sights beyond mere benchmarks and instead focus on the things that matter the most to investors, ensuring they achieve their investment goals.

#### 📄 Fund profile and investment strategy

The fund is a low risk, domestic only, fixed income portfolio which aims to outperform the STeFI Composite Index +0.5% over rolling one-year periods. The fund is suited to investors with a low risk profile seeking the highest possible income yield with capital stability a further aim. The fund retains many of the characteristics of a typical money market fund, but a more flexible mandate increases the universe of investable securities. Additional credit risk and the ability to capture term premiums in longer dated instruments allows for the potential for enhanced returns with a commensurate increase in risk.

#### ✍️ Fund information

<b>Inception date:</b>	14 October 2004
<b>Launch date:</b>	17 March 2008
<b>Benchmark:</b>	STeFI Composite Index + 0.5% p.a. (Top quartile money market fund until 28/02/2017)
<b>ASISA sector:</b>	SA - Interest Bearing - Short Term

Inception date is of the fund on the Momentum Collective Investments (MCI) Scheme. Further to its inception in 2004 this fund underwent name and investment policy changes. For comparative performance reporting purposes the track record is not shown prior to March 2008.

Launch date is class specific, it is the date from which returns in this document are based.

#### 👤 Fund managers



**Zisanda Gila**

BCom (Acc), Certificate in Financial Mathematics  
(Since 16 Nov 2016)

#### 📊 Investment returns

	One month	Three months	Six months	One year	Two years	Three years	Four years	Five years	Six years	Seven years	Ten years
<b>Fund</b>	<b>0.70%</b>	<b>2.29%</b>	<b>4.68%</b>	<b>9.46%</b>	<b>8.09%</b>	<b>6.96%</b>	<b>6.65%</b>	<b>6.93%</b>	<b>7.14%</b>	<b>7.32%</b>	<b>7.39%</b>
Benchmark	0.74%	2.18%	4.44%	8.89%	7.67%	6.58%	6.20%	6.50%	6.71%	6.89%	6.92%
High <sup>1</sup>				9.46%	9.46%	9.46%	9.46%	9.46%	9.46%	9.46%	9.46%
Low <sup>1</sup>				6.89%	4.98%	4.36%	4.36%	4.36%	4.36%	4.36%	4.36%

Returns are shown for multiple time periods for information purposes. Returns over shorter time periods may reflect short term volatility in the investments of the fund. Returns over longer time periods should be referenced. Please see Investment term for this fund in the Specific risks section of this document for further information.

<sup>1</sup>High/Low – highest/lowest 1 year return of the fund/class of fund during the period detailed.

#### 📄 Income distribution (cpu)

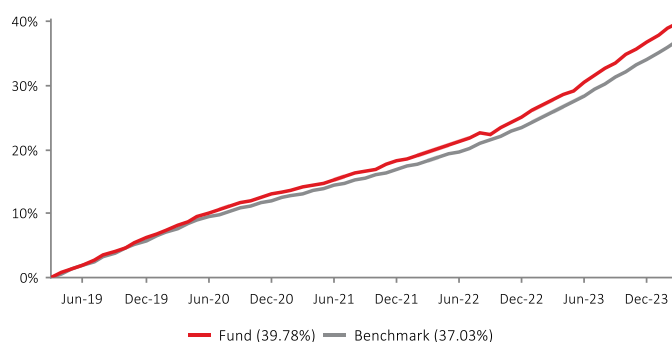
Month	Dividend	Interest	Total
December 2023	0.000	0.635	0.635
January 2024	0.000	0.726	0.726
February 2024	0.000	0.631	0.631
March 2024	0.000	0.613	0.613
April 2023 to March 2024	0.000	7.671	7.671

Distribution takes place: 1st working day of every month.

#### 📄 Fund statistics

**Modified duration:** 0.23

#### 📊 Cumulative returns

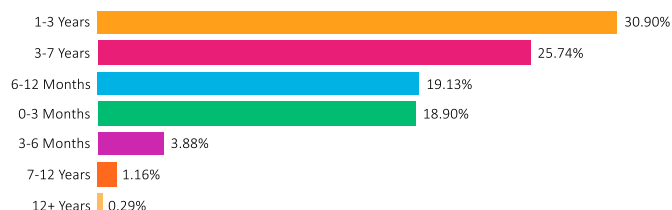


The chart reflects cumulative returns over a 5 year period.

#### 📊 Asset allocation



#### 📊 Term to maturity allocation



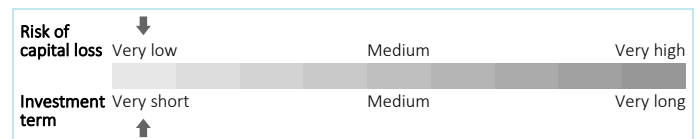
## Other information

Denomination:	ZAR
Fund size:	R 7.09 billion
Launch price:	90.26 (cpu)
Latest price ():	(cpu)
Status (new business):	Open
Minimum lump sum:	R 2,000
Minimum monthly:	R 250
JSE alpha code:	RMIS
ISIN number:	ZAE000058095
Bloomberg code:	MMNENYD

## Fees

Fee	Percentage (incl. VAT)
Initial management fee	0%
Initial advisory fee	0% - 3.45%
Annual management fee	0.575% p.a.
Annual advisory fee	0% - 1.15% p.a.
Performance fee	N/A

## Specific risks



Permanent capital loss for investors is unlikely but possible if an issuer of one of the instruments held in the fund defaults. Significant widening in credit spreads on instruments held in the fund can result in temporary short term capital volatility but not permanent capital loss.

## Cost ratios

Period (annualised) 01/01/2021 to 31/12/2023	Percentage (incl. VAT)
Total expense ratio (TER)	0.59%
Transaction cost ratio (TC)	0.00%
Total investment charges (TIC) (TER + TC)	0.59%
Financial year-end TER to 30/06/2023	0.59%

Please see Disclosures section for further information on cost ratios.

## Investment objective/policy

The Momentum Enhanced Yield Fund is a specialist income portfolio with an objective to provide a high-income yield while carefully monitoring capital stability. The portfolio aims to actively manage exposures to the entire South African yield curve without being constrained by any particular fixed-interest benchmark weighting. To achieve this objective, the securities to be included in the portfolio will comprise a combination of assets in liquid form and securities of an interest bearing nature, including loan stock, debentures, debenture stock, debenture bonds, unsecured notes, preference shares, financial instruments and any other non-equity securities which are considered consistent with the portfolio's primary objective and that the Act or the Registrar may from time to time allow, all to be acquired at fair market value. The manager may also invest in participatory interests or any other form of participation in portfolios of collective investment schemes or other similar collective investment schemes registered in South Africa as the Act may allow from time to time, and which are consistent with the portfolio's investment policy. The portfolio will not be permitted to invest in any foreign instruments. It will maintain a 100% domestic exposure. The portfolio will be managed in compliance with prudential investment guidelines for retirement funds in South Africa to the extent allowed by the Act. Subject to the prudential guidelines limitations there will be no other prescribed minimum or maximum exposure to any one particular type of investment instrument included in the portfolio's investment universe. The portfolio may from time to time invest in listed and unlisted financial instruments in order to achieve the portfolio's investment objective. The manager may also include unlisted forward currency, interest rate and exchange rate swap transactions for efficient portfolio management purposes. For the purpose of this portfolio, the manager shall reserve the right to close the portfolio to new investors. This will be done in order to be able to manage the fund in accordance with its mandate. The manager may open that portfolio again to new investors. The Trustee shall ensure that the investment policy is carried out.

## Fund limits and constraints

- Maximum exposure limits as per the ASISA fund classification structure.
- Manager restrictions: No foreign securities will be included in the portfolio.

## Awards



### Best South African – Interest Bearing – Short Term Fund (2019)

Raging Bull Awards 2019

The Momentum Enhanced Yield Fund was named Best South African - Interest Bearing - Short Term Fund, for risk-adjusted performance over a 5-year period to the end of December 2019.

This is the second consecutive year that this portfolio won in this category.

Full details are available on request from the Manager.

## Disclosures

Momentum Collective Investments (RF) (Pty) Ltd (the “Manager”), registration number 1987/004287/07, is authorised in terms of the Collective Investment Schemes Control Act, No. 45 of 2002 (CISCA) to administer Collective Investment Schemes (CIS) in Securities. The Manager is the manager of the Momentum Collective Investments Scheme, and Momentum Metropolitan Holdings Ltd is a full member of the Association for Savings and Investment SA. Standard Bank of South Africa Limited, registration number 1962/000738/06, is the trustee of the scheme.

Momentum Enhanced Yield Fund is a portfolio of the Momentum Collective Investments Scheme and Momentum Asset Management (Pty) Ltd, registration number: 1987/004655/07, an authorised financial services provider (“FSP”) under the Financial Advisory and Intermediary Services Act No. 37 of 2002 (“FAIS”), FSP number 623, is the investment manager of this portfolio.

Momentum Enhanced Yield Fund is a portfolio that derives its income primarily from interest-bearing instruments. The yield (where present) is historic and calculated monthly. The Total Expense Ratio (TER) is the percentage of the net asset value of the class of the Financial Product incurred as expenses relating to the administration of the Financial Product. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. A current TER may not necessarily be an accurate indication of future TER's. The disclosed TER is shown as an annual percentage based on data for the period from 01 January 2021 to 31 December 2023. The Transaction Costs Ratio (TC) is the percentage of the net asset value of the Financial Product incurred as costs relating to the buying and selling of the assets underlying the Financial Product. Transaction costs are a necessary cost in administering the Financial Product and impacts Financial Product returns. The TC should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Financial Product, the investment decisions of the investment manager and the TER. The disclosed TC is shown as an annual percentage based on data for the period from 01 January 2021 to 31 December 2023. The Total Investment Charges (TIC) is the sum of the TER and the TC and is shown as a percentage depicting the annual costs relating to the investment of the Financial Product. Cost ratios are calculated using historical actual and/or estimated data and are provided solely as an indication/guide as to the annual expenses/costs that could be incurred. These ratios do not represent any current/actual charges or fees.

All portfolio performance is calculated for a portfolio/portfolio class. Individual investor returns may differ as a result of fees, actual date(s) of investment, date(s) of reinvestment of income and withholding tax. All portfolio performance shown is net of the Total Investment Charges (TIC) but excludes any initial or ongoing advisory fees that may, if applicable, be charged separately. Annualised returns, also known as Compound Annualised Growth Rates (CAGR), are calculated from cumulative returns; they provide an indication of the average annual return achieved from an investment that was held for the stated time period. Actual annual figures are available from the Manager on request. All portfolio performance figures quoted (tables and charts where present) are as at 31 March 2024, based on a lump sum investment, using NAV-NAV prices with income distributions reinvested on the ex-dividend date. CPI/Inflation figures, where present, are lagged by one month. Cash figures, where present, are STeFI Composite Index returns. All figures quoted in ZAR. Source: Morningstar and/or Momentum.

CIS are generally medium to long-term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future. CIS are traded at ruling prices and can engage in borrowing and scrip lending. The CIS may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Different classes of units apply to portfolios, which are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the Manager. The Manager reserves the right to close and reopen certain portfolios to new investors from time to time in order to manage them more efficiently in accordance with their mandate. This portfolio is valued daily at approx. 15h00. Latest prices can be viewed at [www.momentum.co.za/collectiveinvestments](http://www.momentum.co.za/collectiveinvestments) and in some national newspapers. Forward pricing is used. Instructions must reach the Manager before 14h00 to ensure same-day value. The Manager does not provide any guarantee, either with respect to the capital or the return of this portfolio. Additional information on the proposed investment including, but not limited to, brochures, application forms and the annual report and any half yearly report can be obtained, free of charge, at [www.momentum.co.za/collectiveinvestments](http://www.momentum.co.za/collectiveinvestments) or on request from the Manager.

This document should not be seen as an offer to purchase any specific product and is not to be construed as advice. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of the Manager's products.

## Contact and other information

### Scheme

**Momentum Collective Investments Scheme**

### Custodian/Trustee

**Standard Bank of South Africa Limited**

Telephone: +27 (0)21 441 4100

Registration no.: 1962/000738/06

### Management company

**Momentum Collective Investments (RF) (Pty) Ltd**

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Call centre: 0860 111 899

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Email: [ci.clientservice@momentum.co.za](mailto:ci.clientservice@momentum.co.za)

Web: [www.momentum.co.za/collectiveinvestments](http://www.momentum.co.za/collectiveinvestments)

Registration no.: 1987/004287/07

### Investment manager

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PO Box 7400, Centurion, 0046

**An authorised financial services provider, FSP No: 623**

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Email: [emailus@momentum.co.za](mailto:emailus@momentum.co.za)

Web: [www.momentum.co.za/assetmanagement](http://www.momentum.co.za/assetmanagement)

Registration no.: 1987/004655/07

*Signatory of:*

**PRI** Principles for Responsible Investment

Momentum Metropolitan Life Ltd is a signatory of the PRI.