

## Momentum Optimal Yield Fund

Class A | Minimum Disclosure Document (MDD) as at 31 May 2025

**Benchmark:** STeFI Call Deposit Index

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

### Fund profile

The fund is a domestic only, market neutral, equity portfolio which aims to outperform STeFI call deposit after fees over rolling one-year periods. The fund is suited to investors with a low risk profile seeking measured additional yield over cash with low volatility of returns.

### Investment strategy

The fund invests in a basket of stocks listed on the JSE with general equity market risk substantially hedged with equity derivatives. The return derived is linked to market interest rates plus or minus the alpha the fund manager generates through stock picks.

### Fund information

Inception date:	31 December 2002
Launch date:	31 December 2002
Benchmark:	STeFI Call Deposit Index
ASISA sector:	SA - Multi Asset - Income
Inception date is of the fund on the Momentum Collective Investments (MCI) Scheme.	
Launch date is class specific, it is the date from which returns in this document are based.	

### Fund managers



**Loftie Botha**  
MCom (Bus Man), BCom (Hons)(Inv), B Eng  
(Since 01 Jun 2011)



**Imtiaz Mohammed Ali**  
BCompt (Unisa)  
(Since 01 Jun 2011)

### Investment returns

	One month	Three months	Six months	One year	Two years	Three years	Four years	Five years	Six years	Seven years	Ten years
Fund	0.18%	1.98%	3.65%	7.33%	7.86%	6.63%	6.14%	5.51%	5.62%	5.91%	6.01%
Benchmark	0.61%	1.83%	3.71%	7.86%	8.03%	7.44%	6.50%	5.91%	5.97%	6.06%	6.23%
High <sup>1</sup>				8.55%	8.55%	8.55%	8.55%	8.55%	8.55%	9.44%	9.48%
Low <sup>1</sup>				7.33%	4.97%	3.74%	3.74%	2.65%	2.65%	2.65%	2.65%

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.

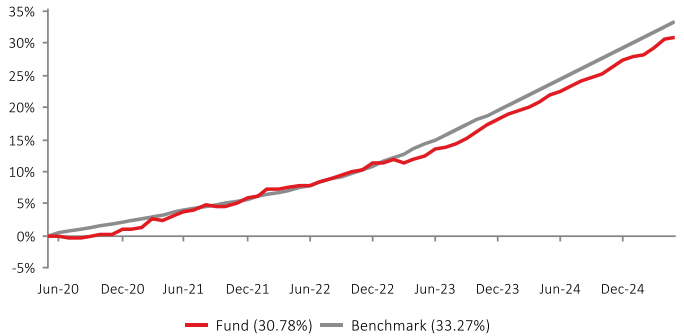
### Monthly returns

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	Fund	0.02%	0.50%	1.22%	-0.19%	0.60%	0.56%	0.46%	0.80%	-0.38%	0.01%	0.41%	0.97%	5.06%
	Benchmark	0.29%	0.27%	0.29%	0.28%	0.29%	0.28%	0.29%	0.29%	0.29%	0.29%	0.28%	0.31%	3.53%
2022	Fund	0.07%	1.13%	0.02%	0.12%	0.45%	-0.10%	0.48%	0.64%	0.46%	0.43%	0.37%	0.85%	5.02%
	Benchmark	0.32%	0.29%	0.33%	0.33%	0.36%	0.37%	0.40%	0.44%	0.44%	0.49%	0.50%	0.55%	4.92%
2023	Fund	0.13%	0.42%	-0.57%	0.45%	0.56%	0.99%	0.12%	0.68%	0.70%	0.86%	0.86%	0.85%	6.23%
	Benchmark	0.57%	0.53%	0.59%	0.59%	0.63%	0.64%	0.67%	0.67%	0.65%	0.67%	0.65%	0.67%	7.80%
2024	Fund	0.52%	0.49%	0.59%	0.49%	0.92%	0.53%	0.72%	0.49%	0.49%	0.43%	0.84%	0.92%	7.70%
	Benchmark	0.67%	0.63%	0.67%	0.65%	0.67%	0.65%	0.67%	0.67%	0.65%	0.66%	0.63%	0.64%	8.16%
2025	Fund	0.42%	0.29%	0.77%	1.02%	0.18%								2.70%
	Benchmark	0.63%	0.56%	0.61%	0.59%	0.61%								3.05%

### Income distribution (cpu)

Month	Dividend	Interest	Total
June 2024	3.036	0.778	3.814
December 2024	2.212	0.760	2.971
June 2024 to May 2025	5.248	1.537	6.785
Distribution takes place: 1st working day of July and January.			

### Cumulative returns



The chart reflects cumulative returns over a 5 year period.

## Asset allocation



## Other information

Denomination:	ZAR
Fund size:	R 125.27 million
Launch price:	100.00 (cpu)
Latest price (30/05/2025):	209.18 (cpu)
Status (new business):	Open
Minimum lump sum:	R 2,000
Minimum monthly:	R 250
JSE alpha code:	RMFA
ISIN number:	ZAE000044061
Bloomberg code:	RMBABSF

## Fees

Fee	Percentage (incl. VAT)
Initial management fee	0%
Initial advisory fee	0% - 3.45%
Annual management fee	0.92% p.a.
Annual advisory fee	0% - 1.15% p.a.
Performance fee	N/A

## Investment objective/policy

The Momentum Optimal Yield Fund is a conservatively managed market neutral equity portfolio and the investment policy followed by the manager will focus on outperforming the portfolio's benchmark with low volatility and little correlation to the movements of the underlying market. The portfolio will predominately invest in FTSE/JSE ALSI 40 listed equity securities and the balance of the portfolio will be invested in cash and or money market instruments. Any exposure to equities falling outside the FTSE/JSE ALSI 40 will be a marginal component of the portfolio. Derivatives will be used to neutralise a major portion of the market risk attributable to the equity securities held in the portfolio. Equity securities held in the portfolio will be over-weighted or under-weighted relative to the underlying securities of the derivative instrument. The cash return resulting from the derivative position is complemented if the portfolio outperforms the FTSE/JSE ALSI 40 index or detracted from if the equity portfolio underperforms the FTSE/JSE ALSI 40 index. The overweight and underweight positions taken by the manager will be relatively conservative with an aim to deliver a performance variance of up to 1.5% from the benchmark. The Manager may make active use of derivatives to reduce market risk and will only be limited by the statutory limitations placed on the inclusion of financial instruments in portfolios. The portfolio may from time to time invest in financial instruments in order to achieve the portfolio's investment objective. Nothing in the Supplemental Deed shall preclude the manager from varying the ratios of securities or assets in liquid form in changing economic environment or market conditions, or to meet the requirements in terms of legislation and from retaining cash or placing cash on deposit in terms of the Deed and the Supplemental Deed.

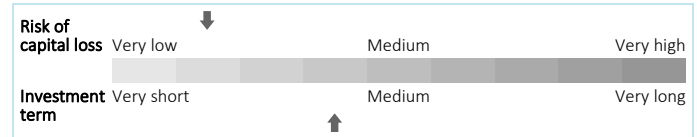
## Fund limits and constraints

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

## Relative positions

Overweights	Underweights
Naspers Limited	Sibanye-Stillwater Limited
AngloGold Ashanti plc	Anglo American plc
British American Tobacco plc	Woolworths Hldgs Limited
Clicks Group Limited	Shoprite Hldgs Limited
Pepkor Hldgs Limited	Bid Corp Ltd

## Specific risks



Declines in market interest rates will reduce absolute returns as will poor stock picks.

## Cost ratios

Period (annualised) 01/04/2022 to 31/03/2025	Percentage (incl. VAT)
Total expense ratio (TER)	1.00%
Transaction cost ratio (TC)	0.20%
Total investment charges (TIC) (TER + TC)	1.20%
Financial year-end TER to 30/06/2024	1.02%
Please see Disclosures section for further information on cost ratios.	

## 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 Group Limited is a full member of the Association for Savings and Investment SA (ASISA). Standard Bank of South Africa Limited, registration number 1962/000738/06, is the trustee of the scheme. Momentum Optimal 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.

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 April 2022 to 31 March 2025. 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 April 2022 to 31 March 2025. 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 May 2025, 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**

268 West Avenue, Centurion, 0157

PO Box 7400, Centurion, 0046

Call centre: 0860 111 899

Facsimile: +27 (0)12 675 3889

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

**Momentum Asset Management (Pty) Ltd**

268 West Avenue, Centurion, 0157

PO Box 7400, Centurion, 0046

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

Telephone: +27 (0)12 671 8911

Facsimile: +27 (0)12 675 3889

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.