

Nedgroup Investments Flexible Income Fund

Class R

August 2021



INCOME RANGE

RISK RATING



Risk reward profile

For credit and income instruments, while unlikely, capital loss may occur due to an event like the default of an issuer. The portfolio typically displays higher volatility and lower liquidity than a money market portfolio. The portfolio may be subject to currency fluctuations due to its international exposure.

GENERAL INFORMATION

ASISA category

South African Multi Asset Income

Benchmark

110% STeFI Call Deposit

Investment manager - since October 2012

Abax Investments (Pty) Ltd is authorised as a Financial Services Provider under the Financial Advisory and Intermediary Services Act (FSP No. 856).

Inception date

01 November 2004

Appropriate term

Minimum 6 months

Market value

R 17,125 Million

Income distributions

Frequency: Quarterly

June 2021: 16.02 cpu

Previous 12 months: 60.72 cpu

Fees and charges (excluding VAT)

Initial fees 0.00%
Annual management fee 0.75%

Total expense ratio 0.91%

Transaction costs 0.01%

Total investment charges² 0.92%

Please Note:

Differences may exist due to rounding

CONTACT

Client Services Centre

Tel: 0860 123 263

Website: www.nedgroupinvestments.co.za

Email info@nedgroupinvestments.co.za

Portfolio profile

The portfolio is suitable for investors seeking enhanced money market returns, but who have a low tolerance for capital loss and who do not wish to make complex asset allocation decisions between cash, bonds, property and other fixed interest asset classes

Performance¹

Period	Portfolio	Benchmark
1 year pa	7.7%	3.9%
3 Years pa	7.6%	5.7%
5 Years pa	7.6%	6.4%
7 Years pa	7.9%	6.5%
10 Years pa	8.2%	6.2%
Lowest 1 year return	3.9%	
Highest 1 year return	10.5%	

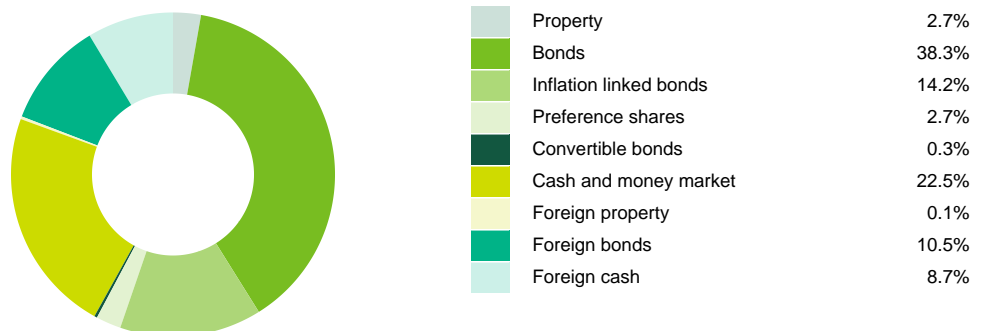
Risk

Period	Portfolio	ALSI
Volatility [5 years]	2.2%	15.3%

Maturity spread

Maturity spread	% Spread
0 - 1 year	39.0%
1 - 3 years	23.9%
3 - 7 years	15.0%
7 - 12 years	11.3%
Other	10.8%
Total	100.0%

Portfolio structure



1) The annualized total return is the average return earned by an investment each year over a given time period. Performance is calculated for the portfolio and individual investment performance may differ as a result of initial fees, the actual investment, the actual investment date, the date of reinvestment and dividend withholding tax. Due to the delayed release of inflation data, relevant benchmarks will lag by one month.
Data source: © Morningstar Inc. All rights reserved.

2) Total Expense Ratio (TER), expressed as a percentage of the Fund, relates to expenses incurred in the administration of the Fund. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TERs. Transaction Costs (TC), expressed as a percentage of the Fund, relate to the costs incurred in buying and selling the underlying assets of the Fund. TC are a necessary cost in administering the fund and impact fund returns. It should not be considered in isolation as returns may be impacted by other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER. The Total Investment Charges expressed as a percentage of the Fund, relates to all investment costs of the Fund. Both the TER and TC of the Fund are calculated on an annualised basis, beginning 01/07/2018 and ending 30/06/2021.



PORTFOLIO ATTRIBUTES

- Aims to consistently outperform STeFI Call Index by 110%, while providing low capital volatility.
- Flexibility to invest in a range of domestic and offshore fixed income asset classes.
- Invests beyond traditional fixed income, money market and bond assets to add value.
- No direct equity exposure, however the fund does include listed property and convertible bonds.
- Fund contains a well-diversified mix of income generating assets with consistent return profiles.



INVESTMENT MANAGEMENT

- Abax Investments is an independent, owner-operated investment firm founded in 2003.
- AMG, a global asset management company, owns 25% with 75% owned by Abax staff and charitable trusts.
- Abax Investments are purely focused on fund management and have gained experience through various market cycles.
- Managed the Nedgroup Investments Flexible Income Fund since October 2012.



INVESTMENT PHILOSOPHY

- A Diversified alpha approach that seeks to invest across a wide range of fixed income asset classes.
- Utilises a wide range of fixed income asset classes to diversify sources of alpha and balance risk.
- Return modelling and risk management is fundamental in delivering consistent performance.
- Construct portfolios with the potential to generate cash+ returns in a range of market scenarios.

Who we are

Nedgroup Collective Investments (RF) Proprietary Limited, is the company that is authorised in terms of the Collective Investment Schemes Control Act to administer the Nedgroup Investments unit trust funds. It is a member of the Association of Savings & Investment South Africa (ASISA).

Our Trustee

The Standard Bank of South Africa Limited is the registered trustee. Contact details: Standard Bank, Po Box 54, Cape Town 8000.
Email: Trustee-compliance@standardbank.co.za, Tel 021 401 2002.

Performance

Unit trusts are generally medium to long-term investments. The value of your investment may go down as well as up. Certain unit trust funds may be subject to currency fluctuations due to its international exposure. Past performance is not necessarily a guide to future performance. Nedgroup Investments does not guarantee the performance of your investment and even if forecasts about the expected future performance are included you will carry the investment and market risk, which includes the possibility of losing capital.

Pricing

Funds are valued daily at 15:00. Instructions must reach us before 14:00 (12:00 for Nedgroup Money Market Fund) to ensure same day value. Prices are published daily on our website and in selected major newspapers.

Fees

A schedule of fees and charges and maximum commissions is available on request from Nedgroup Investments.

Disclaimer

Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. Nedgroup Investments has the right to close unit trust funds to new investors in order to manage it more efficiently. For further additional information on the fund, including but not limited to, brochures, application forms and the annual report please contact Nedgroup Investments.

Nedgroup Investments contact details

Tel: 0860 123 263 (RSA only)
Tel: +27 21 416 6011 (Outside RSA)
Email: info@nedgroupinvestments.co.za
For further information on the fund please visit: www.nedgroupinvestments.co.za

Our offices are located at

Nedbank Clocktower, Clocktower Precinct, V&A Waterfront, Cape Town, 8001

Write to us

PO Box 1510, Cape Town, 8000