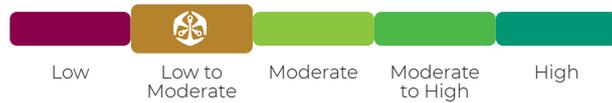




OLD MUTUAL BOND FUND

FUND INFORMATION

RISK PROFILE



RECOMMENDED INVESTMENT TERM



BENCHMARK:

All Bond Index

ASISA CATEGORY:

South African – Interest Bearing – Variable Term

LAUNCH DATE:

31/12/1994

SIZE OF FUND:

R1.5bn

DISTRIBUTIONS: (Half-yearly)*

Date	Dividend	Interest	Total %
30/06/2022	14.10c	8.83%	4.35%
31/12/2021	14.51c	8.34%	4.19%

* Class A fund distributions

TAX REFERENCE NUMBER:

9002/001/60/1

CODES	JSE	ISIN
Class A	OBNDFA	ZAE000279295
Class B1	OCTB	ZAE000048138
Class R	OMGI	ZAE000020699

ESG FUND RATING

The environmental, social and governance (ESG) fund ratings are based on the exposure of the underlying assets held to industry-specific ESG risks and the ability to manage those risks relative to peers.

FUND OBJECTIVE

The fund aims to offer a combination of capital growth and high income yields. Capital growth is primarily achieved by actively taking advantage of interest rate cycles.

WHO IS THIS FUND FOR?

This fund is suited to astute investors who have a particular view on relative asset class performance. The investor understands the impact of the interest rate cycle and accepts this risk in exchange for moderate long-term growth potential.

INVESTMENT MANDATE

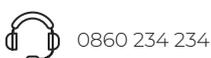
The fund invests across the full spectrum of the yield curve. It invests in public and private sector bonds and deposits, with at least 50% invested in bonds with an effective government guarantee. Derivatives may be used for efficient portfolio management purposes.

REGULATION 28 COMPLIANCE

The fund is not required to be Regulation 28 compliant in terms of its Deed, but the fund manager is mandated to comply with Regulation 28 on a day-to-day basis.

CONTACT DETAILS

Funds are also available via Old Mutual Wealth and MAX Investments.



0860 234 234

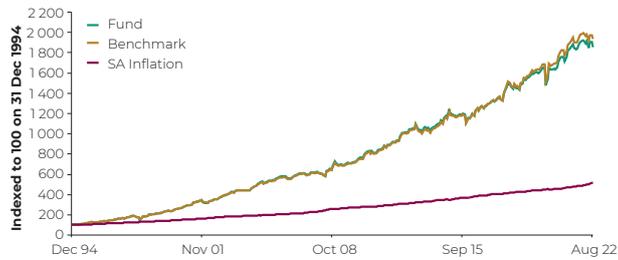
www.oldmutualinvest.comunittrusts@oldmutual.com[Invest now](#)



OLD MUTUAL BOND FUND

FUND PERFORMANCE AS AT 30/09/2022

PERFORMANCE SINCE INCEPTION



Past performance is no indication of future performance.

3-YEAR ANNUALISED ROLLING RETURNS (FUND VS BENCHMARK)



% Performance (Annualised)						
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception ¹
Fund (Class R)	0.7%	4.9%	6.4%	6.6%	6.2%	11.1%
Fund (Class B1) ²	0.9%	5.1%	6.6%	6.8%	6.4%	-
Fund (Class A) ³	0.7%	-	-	-	-	-
Benchmark	1.5%	5.7%	7.1%	7.4%	6.7%	11.3%

¹ Performance since inception of the fund.

² Inception: 31 January 2013. Class B1 fund is available through investment platforms such as Old Mutual Wealth.

³ Inception: 29 February 2020

Past performance is no indication of future performance. Fund returns are net of fees and measured against the benchmark.

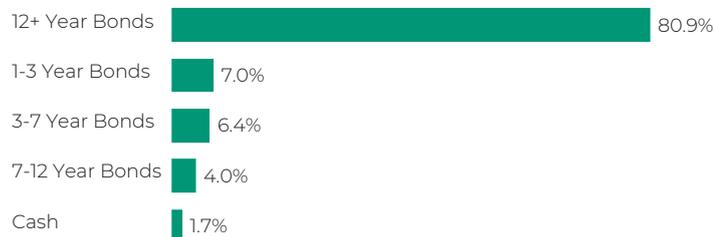
Rolling 12-Month Return	Highest	Average	Lowest
Fund (Since Inception)	42.7%	11.5%	-8.5%

Risk Statistics (Since Inception)	
Maximum Drawdown	-21.7%
Months to Recover	6
% Positive Months	70.6%
Annual Standard Deviation	8.2%
Sharpe Ratio	0.23

Risk statistics are calculated based on monthly performance data from inception of the fund.

FUND COMPOSITION

ASSET & PERCENTAGE ALLOCATION



PRINCIPAL HOLDINGS

Holding	% of Fund
R2035 8.875% 28/02/2035	23.0%
R2040 9.00% 31/01/2040	20.9%
R2037 8.50% 31/01/2037	20.8%
R2044 8.75% 31/01/2044	13.0%
R214 6.50% 28/02/2041	3.1%
R2032 8.25% 31/03/2032	2.3%
Development Bank of SA DV24 9.69%	1.3%
Transnet Ltd 8.9% 14/11/2027	1.3%
Eskom Holdings Ltd 8.5% 25/04/2042	1.3%
DVFC26 FRN 15/12/2026	1.3%



OLD MUTUAL BOND FUND

PORTFOLIO MANAGERS COMMENTARY

FUTUREGROWTH ASSET MANAGEMENT



YUNUS JANUARY

• 11 years of investment experience

With global inflation hovering well above target levels throughout the developed and developing world, the hawkish stance being maintained by major central banks comes as no surprise as they seek to restore some semblance of credibility following policy error in the form of transitory inflation expectations in the earlier stages of the current inflationary cycle. The annual Jackson Hole symposium, in particular, was telling regarding this sentiment, where the US Federal Reserve (Fed) and the European Central Bank (ECB) reiterated strong commitments to tackling record levels of inflation. While forward guidance had for some time clearly indicated the Fed's and ECB's intended policy paths, markets were left disappointed in the wake of the conference as expectations of a softer stance – mainly due to easing commodity price pressures – was ruled out by hawkish central bank statements. The extent of commitment by central bank hawks was best demonstrated by Fed official, Neel Kashkari, who expressed “happiness” with how financial markets weakened in response to Fed Chair Jerome Powell's speech.

Domestically, inflation has been relatively well behaved since the start of the current interest rate cycle. Unlike inflation in the rest of the world, South Africa's inflation is largely supply-sided with an increasing rand/oil price largely responsible for recent increases in headline inflation, which in our view peaked in July at 7.8%. Consumers and households are still too weak for them to have a significant impact from a demand-pull inflation perspective.

A combination of higher-than-expected tax revenue collection and contained expenditure resulted in a small budget surplus of R12 billion in the first three months of the fiscal year. The last time the fiscus was off to such a strong start was 16 years ago. The promising start was, however, followed by a worse-than-expected main budget balance for July. While the large monthly deficit could be explained by seasonal factors, worryingly, it came with a 2% year-on-year decrease in personal income tax receipts. All things considered, actual data for the fiscal year thus far, continues to support our expectation of a markedly smaller budget

deficit when compared to National Treasury's February Budget estimate.

The fund returned 0.7% for the 12-month period ending 30 September 2022, underperforming the benchmark by 0.8%. Underperformance was primarily due to the fund's significant overweight position in +12-year area of the nominal yield curve, which has been the weaker performing sector of the yield curve on a year-to-date basis.

The fund maintains minimal exposure to cash, given the low-yielding longer term return profile of this asset class, even when factoring in recent front-end yield curve bear flattening. In terms of nominal bond exposure, the fund maintains a strategic overweight position in the 12-to 20-year area of the yield curve, given the positive risk-adjusted base accrual or carry offered in this part of the curve. However, within this strategic framework, the fund will continue to respond to tactical opportunities that may present themselves, primarily in the form of actively trading in and out of the very long end of the nominal bond curve if, and when, valuation and the investment theme merits it.

Source: Old Mutual Investment Group as at 30/09/2022

OTHER INVESTMENT CONSIDERATIONS

MINIMUM INVESTMENTS*:

Monthly: R500
Lump sum: R10 000
Ad hoc: R500

* These investment minimums are not limited to this fund. They can be apportioned across the funds you have selected in your investment contract.

INITIAL CHARGES (Incl. VAT):

Initial adviser fee will be between 0% and 3.45%.

ONGOING

	Class A	Class B1	Class R
Annual service fees (excl. VAT)	0.75%	0.60%	0.75%

Please note: Class B1 is available through investment platforms such as Old Mutual Wealth. Class R is closed to new business.

The fee is accrued daily and paid to the management company on a monthly basis. Other charges incurred by the fund, and deducted from its portfolio, are included in the TER. A portion of Old Mutual Unit Trusts' annual service fees may be paid to administration platforms.

Total Expenses (Incl. Annual Service Fee) (30/09/2022)	36 Months			12 Months		
	Class A	Class B1	Class R	Class A	Class B1	Class R
Total Expense Ratio (TER) Incl. VAT	0.85%	0.71%	0.89%	0.88%	0.71%	0.88%
Transaction Cost (TC)	0.03%	0.03%	0.03%	0.04%	0.04%	0.04%
Total Investment Charge	0.88%	0.74%	0.92%	0.92%	0.75%	0.92%

Please note: Class B1 is available through investment platforms such as Old Mutual Wealth. Class R is closed to new business.

TER is a historic measure of the impact the deduction of management and operating costs has on a fund's value. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER, which includes the annual service fee, may not necessarily be an accurate indication of future TERs. Transaction Cost (TC) is a necessary cost in administering the fund and impacts fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER.



OLD MUTUAL BOND FUND

DISCLAIMER

We aim to treat our clients fairly by giving you the information you need in as simple a way as possible, to enable you to make informed decisions about your investments.

- We believe in the value of sound advice and so recommend that you consult a financial planner before buying or selling unit trusts. You may, however, buy and sell without the help of a financial planner. If you do use a planner, we remind you that they are entitled to certain negotiable planner fees or commissions.
- You should ideally see unit trusts as a medium- to long-term investment. The fluctuations of particular investment strategies affect how a fund performs. Your fund value may go up or down. Therefore, we cannot guarantee the investment capital or return of your investment. How a fund has performed in the past does not necessarily indicate how it will perform in the future.
- The fund fees and costs that we charge for managing your investment are disclosed in this Minimum Disclosure Document (MDD) and in the table of fees and charges, both of which are available on our public website or from our contact centre.
- Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained, free of charge, from Old Mutual Unit Trust Managers (RF) (Pty) Ltd, from our public website at www.oldmutualinvest.com or our contact centre on 0860 234 234.
- Our cut-off time for client instructions (e.g. buying and selling) is at 15:00 each working day for all our funds, except for our money market funds, where the cut-off is at 12:30.
- The valuation time is set at 15:00 each working day for all our funds, excluding our money market funds which is at 13:00, to determine the daily ruling price (other than at month-end when we value the Old Mutual Index Funds and Old Mutual Multi-Managers Fund of Funds range at 17:00 close). Daily prices are available on the public website and in the media.
- Unit trusts are traded at ruling prices, may borrow to fund client disinvestments and may engage in scrip lending. The daily ruling price is based on the current market value of the fund's assets plus income minus expenses (NAV of the portfolio) divided by the number of units on issue.
- The Net Asset Value to Net Asset Value figures are used for the performance calculations. The performance quoted is for a lump sum investment. The performance calculation includes income distributions prior to the deduction of taxes and distributions are reinvested on the ex-dividend date. Performances may differ as a result of actual initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Annualised returns are the weighted average compound growth rates over the performance period measured. Performances are in ZAR and as at 30 September 2022. Sources: Morningstar and Old Mutual Investment Group (FSP no. 604).
- MSCI ESG Research LLC's ("MSCI ESG") Fund Metrics and Ratings ("the information") provide environmental, social and governance data with respect to underlying securities within more than 31 000 multi-asset class mutual funds and ETFs globally. MSCI ESG is a registered investment adviser under the Investment Advisers Act of 1940. MSCI ESG materials have not been submitted to, nor received approval from the US SEC or any other regulatory body. None of the information constitutes an offer to buy or sell, or a promotion or recommendation of any security, financial instrument or product or trading strategy, nor should it be taken as an indication or guarantee of any future performance, analysis, forecast or prediction. None of the information can be used to determine which securities to buy or sell or when to buy or sell them. The information is provided "as is" and the user of the information assumes the entire risk of any use it may make or permit to be made of the information.

Futuregrowth Asset Management (Pty) Ltd is a Licensed Financial Services Provider.

Old Mutual Unit Trust Managers (RF) (Pty) Ltd, registration number 1965 008 47107, is a registered manager in terms of the Collective Investment Schemes Control Act 45 of 2002. Old Mutual is a member of the Association for Savings and Investment South Africa (ASISA). Old Mutual Unit Trust Managers has the right to close the portfolio to new investors in order to manage it more efficiently in accordance with its mandate.

Trustee: Standard Bank, PO Box 54, Cape Town 8000. Tel: +27 21 401 2002, Fax: +27 21 401 3887

CONTACT DETAILS

Funds are also available via Old Mutual Wealth and MAX Investments.

