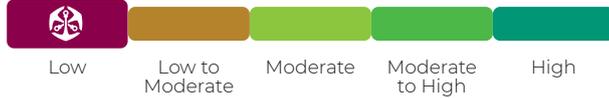




# OLD MUTUAL INCOME FUND

## FUND INFORMATION

### RISK PROFILE



### RECOMMENDED INVESTMENT TERM



### COMPOSITE BENCHMARK:

80% STeFI Composite Index & 20% All Bond Index

### RISK OBJECTIVE:

No negative quarters.

### ASISA CATEGORY:

South African – Interest Bearing – Short Term

### FUND MANAGER(S):

Yunus January  
(Futuregrowth Asset Management)

### LAUNCH DATE:

22/04/1989

### SIZE OF FUND:

R4.1bn

### DISTRIBUTIONS: (Quarterly)\*

Date	Interest	Yield	Total %
31/03/2025	2.50c	8.11%	1.93%
31/12/2024	2.66c	8.23%	2.05%
30/09/2024	2.72c	8.18%	2.09%
30/06/2024	2.62c	8.32%	2.04%

\* Class A fund distributions

### TAX REFERENCE NUMBER:

1061/106/25/6

CODES	JSE	ISIN
<b>Class A</b>	OMINFA	ZAE000279303
<b>Class B1</b>	OMIB1	ZAE000174132
<b>Class R</b>	OMTI	ZAE000020822

### FUND OBJECTIVE

The fund aims to offer a high level of income, together with relative capital stability. It aims to pay out a high regular income without putting the investor's money at undue risk. It aims to achieve higher than money market returns by taking on marginally more risk.

### WHO IS THIS FUND FOR?

This fund is suited to investors seeking capital stability. It can be used as a secure parking bay in times of stock market instability as well as a means of phasing money into an equity (share) fund over a period of time.

### INVESTMENT MANDATE

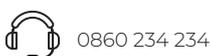
The fund invests in local interest-bearing investments including fixed and floating rate bonds and money market instruments. The weighted average modified duration of the fund will always be less than two years, which contributes to its relative capital stability. Derivatives may be used for efficient portfolio management purposes.

### REGULATION 28 COMPLIANCE

The fund does not comply with the asset allocation sublimits set out in Regulation 28 of the Pension Funds Act, and therefore the fund is not Regulation 28 compliant.

## CONTACT DETAILS

Funds are available via Old Mutual Wealth.

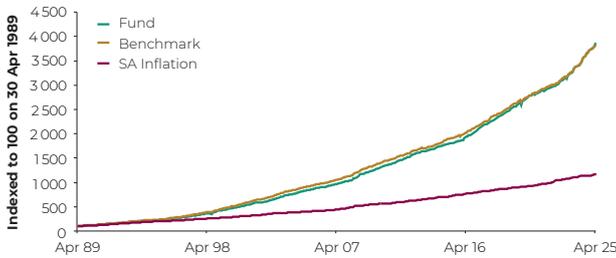




# OLD MUTUAL INCOME FUND

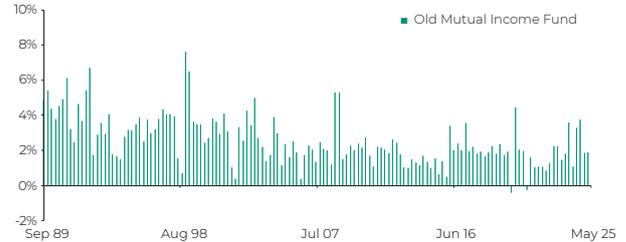
## FUND PERFORMANCE AS AT 31/05/2025

### PERFORMANCE SINCE INCEPTION



Past performance is no indication of future performance.

### ROLLING QUARTER-END RETURNS



% Performance (Annualised)						
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception <sup>1</sup>
Fund (Class R)	11.6%	9.2%	7.5%	7.7%	7.9%	10.7%
Fund (Class B1) <sup>2</sup>	11.8%	9.3%	7.7%	7.9%	8.1%	-
Fund (Class A) <sup>3</sup>	11.7%	9.2%	7.5%	-	-	-
Benchmark	10.8%	8.5%	7.1%	7.1%	7.2%	10.6%

<sup>1</sup> Performance since inception of the fund.

<sup>2</sup> Inception: 31 January 2013. Class B1 is available through investment platforms such as Old Mutual Wealth.

<sup>3</sup> Inception: 29 February 2020

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

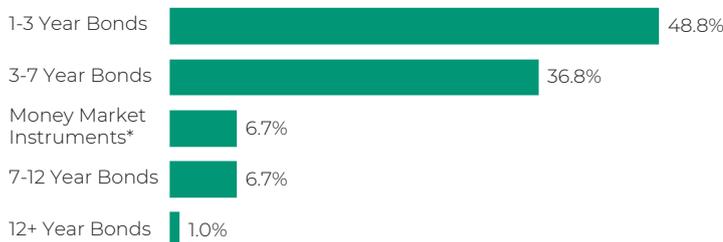
Rolling 12-Month Return	Highest	Average	Lowest
Fund (Since Inception)	27.8%	10.7%	3.5%

Risk Statistics (Since Inception)	
Maximum Drawdown	-5.0%
Months to Recover	2
% Positive Months	94.9%
Annual Standard Deviation	2.5%

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

## FUND COMPOSITION

### ASSET & PERCENTAGE ALLOCATION



\* Money market instruments include cash, NCDs and treasury bills.

### PRINCIPAL HOLDINGS AS AT 31/03/2025

Holding	% of Fund
R210 2.60% 31/03/2028	4.9%
R2032 8.25% 31/03/2032	4.8%
R2030 8.00% 31/01/2030	4.4%
R2035 8.875% 28/02/2035	3.3%
RN2030 FRN 17/09/2030	2.5%
OML13 FRN 23/09/2026	2.3%
GDA44 FRN 20/07/2028	2.0%
R2040 9.00% 31/01/2040	2.0%
R2037 8.50% 31/01/2037	1.9%
Eskom Holdings Ltd ES26 02/04/2026	1.9%



# OLD MUTUAL INCOME FUND

## PORTFOLIO MANAGERS COMMENTARY AS AT 31/03/2025

FUTUREGROWTH ASSET MANAGEMENT



**YUNUS JANUARY**

• 14 years of investment experience

US bond yields shifted lower over the period as signs of an economic slowdown began to emerge. GDP growth decelerated, and leading indicators pointed to a loss of economic momentum. Amid this backdrop, equity markets pulled back from recent highs as investors rotated out of riskier assets and into safe-haven US Treasuries.

Adding to market caution was heightened trade policy uncertainty stemming from President Donald Trump's proposed import tariffs. This played a central role in the deterioration of market sentiment and prompted the broad de-risking move toward government bonds.

Domestically, bond markets came under pressure amid growing concerns about South Africa's potential exclusion from the African Growth and Opportunity Act (AGOA). Fears intensified as speculation around possible targeted sanctions by the Trump administration gained traction. Diplomatic tensions also escalated when South Africa's ambassador to the US, Ebrahim Rasool, was declared persona non grata after remarks about Trump were deemed unacceptable by the US State Department.

Meanwhile, the South African Reserve Bank opted to hold interest rates steady, despite

headline inflation surprising to the downside and a downward revision to its 12-month inflation forecast. The decision to pause was largely driven by global concerns over tariff-induced inflation, prompting a more cautious stance from the Monetary Policy Committee.

The fund delivered a return of 11.2% over the 12-month period, outperforming the benchmark by 0.6%. This outperformance was primarily driven by the fund's allocation to short- and medium-dated nominal bonds, which delivered strong, equity-like returns as bond yields declined over the period.

Additionally, the fund benefitted from its sizeable exposure to variable rate notes and yield-enhancing credit accrual strategies, both of which contributed positively to the total return.

On a relative basis, inflation-linked bonds (ILB) detracted marginally from performance due to the stronger showing by nominal bonds. However, in absolute terms, the fund's ILB exposure still made a positive contribution to overall performance.

From a nominal interest rate risk perspective, the fund's modified duration of 1.51 is marginally above the benchmark's modified duration of 1.34. In addition to its nominal bond exposure,

the fund holds a small off-benchmark allocation to inflation-linked bonds, focussed primarily in the three- to seven-year segment of the real yield curve – an area with lower interest rate sensitivity. This allocation contributes an additional 0.18 to the fund's modified duration, bringing total modified duration to 1.68.

The fund also continues to maintain a high allocation to variable rate notes, currently comprising 66.6% of total market value. This elevated exposure serves a dual purpose: it buffers the portfolio against interest rate volatility and provides yield enhancement through ongoing credit spread accrual.

Expectations of moderate inflation growth and a gradual interest rate cutting cycle suggest that the front-end of the nominal yield curve is likely to remain anchored. This environment should continue to support the fund's exposure to short-dated nominal bonds.

At the same time, a 'higher for longer' policy stance remains constructive for real yields, which bodes well for the fund's allocation to inflation-linked bonds, positioning it to continue benefitting from this exposure.

Source: Old Mutual Investment Group as at 31/03/2025

## OTHER INVESTMENT CONSIDERATIONS

### 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) (31/03/2025)	36 Months			12 Months		
	Class A	Class B1	Class R	Class A	Class B1	Class R
Total Expense Ratio (TER) Incl. VAT	0.88%	0.71%	0.88%	0.88%	0.71%	0.88%
Transaction Cost (TC)	0.01%	0.01%	0.01%	0.02%	0.02%	0.02%
Total Investment Charge	0.89%	0.72%	0.89%	0.90%	0.73%	0.90%

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 INCOME FUND

## MINIMUM INVESTMENTS

Monthly: R500  
Lump sum: R10 000  
Ad hoc: R500 (in addition to your monthly or lump sum investment)

### LOW BALANCE CHARGE

Effective from 31 March 2025, a Prescribed Minimum Balance of R10 000 per fund per investment contract will apply. Failure to maintain the Prescribed Minimum Balance in any such fund will result in a Low Balance Charge\* of R30 per month excluding VAT being incurred. However, if there is an existing monthly debit order of a minimum of R500 into each underlying fund within your investment contract, the Low Balance Charge will not apply. Please refer to the [link for a full disclosure](#) on how the Low Balance Charge will apply to your investments.

\* This charge will not apply if investing via investment platforms such as Old Mutual Wealth.

### INITIAL CHARGES (Excl. VAT):

Initial adviser fee will be between 0% and 3.00%.

## DISCLOSURES

### 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.
- Investments in unit trusts should ideally be a medium- to long-term strategy that takes cognisance of the Recommended Investment Term of each individual fund as stipulated in its Minimum Disclosure Document. A fund's or an investment strategy's ability to provide benchmark performance, or to achieve its performance target over its Recommended Investment Term on a net of fee basis may be impacted by market illiquidity, differences in fund and market pricing points, concentration risk and other local (and where applicable global) events, such as market- and political developments, macro-economic factors and healthcare risks such as Covid-19, amongst others. Your fund value may therefore go up or down and the investment capital or return on your investment is not guaranteed. 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](http://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.
- Excessive daily withdrawals from the fund may place the fund under liquidity pressures. In such circumstances a process of ring-fencing of withdrawal instructions and/or managed payouts over time may be followed.
- Income funds derive their income primarily from interest-bearing instruments as defined. The yield is a current yield and is calculated daily.
- 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 31 May 2025. Source: Morningstar.

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 available via Old Mutual Wealth.

 0860 234 234

 [www.oldmutualinvest.com](http://www.oldmutualinvest.com)

 [unittrusts@oldmutual.com](mailto:unittrusts@oldmutual.com)

 [Invest now](#)