



OLD MUTUAL MANAGED ALPHA EQUITY FUND

MSCI
ESG RATINGS



CCC B BB BBB A AA AAA

DECEMBER 2021

FUND INFORMATION

RISK PROFILE



RECOMMENDED MINIMUM INVESTMENT TERM



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 achieve steady growth of capital and a higher return than the average general equity fund. It is managed using a proprietary quantitative investment process.

WHO IS THIS FUND FOR?

This fund is suited to investors with a long-term investment horizon seeking to maximise growth and who are able to accept the risks associated with equity funds.

INVESTMENT MANDATE

The fund invests in equities listed on the JSE Securities Exchange (JSE). Derivatives may be used for efficient portfolio management purposes.

REGULATION 28 COMPLIANCE

The fund aims to achieve long-term inflation-beating growth, and therefore may hold a higher allocation to equities than what is allowed in terms of Regulation 28 of the Pension Funds Act. This fund is therefore not Regulation 28 compliant.

BENCHMARK: FTSE/JSE Capped Shareholder Weighted Index (Capped SWIX)

ASISA CATEGORY: South African – Equity – General

FUND MANAGER(S): Grant Watson & Warren McLeod (Old Mutual Customised Solutions (Pty) Ltd)

LAUNCH DATE: 23/12/1998

SIZE OF FUND: R1.9bn

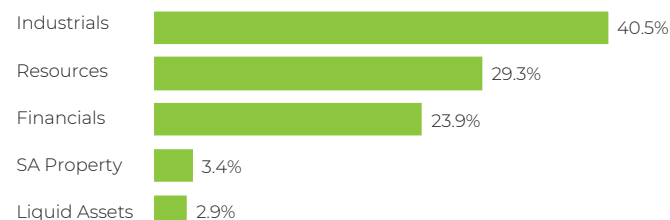
DISTRIBUTIONS: (Half-yearly)*

Date	Dividend	Interest	Total	Total %
31/12/2021	172.23c	22.74c	194.97c	1.93%
30/06/2021	76.51c	2.78c	79.29c	0.87%

* Class A fund distributions

FUND COMPOSITION

ASSET & PERCENTAGE ALLOCATION



FUND PERFORMANCE AS AT 31/12/2021

	% PERFORMANCE (ANNUALISED)					
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception ¹
Fund (Class A)	25.9%	10.2%	5.2%	4.8%	9.8%	13.1%
Fund (Class B1) ²	26.4%	10.6%	5.6%	-	-	-
Benchmark ³	27.1%	10.9%	7.6%	6.5%	10.8%	15.0%

¹ Performance since inception of the fund.

² Inception: 31 January 2015. Class B1 fund is available through investment platforms such as Old Mutual Wealth.

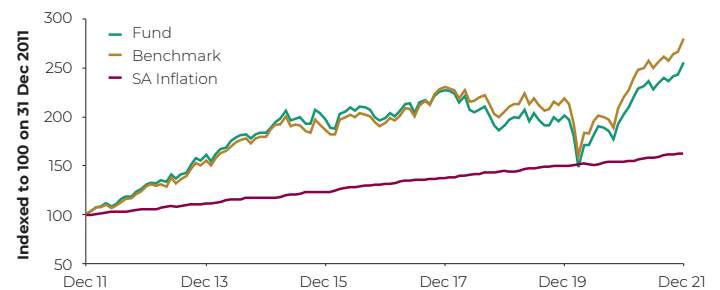
³ Benchmark:

SA - Equity - General sector from inception of fund to 30 June 2009. SWIX Index from 1 July 2009 to 30 June 2017. Capped SWIX Index from 1 July 2017 to date.

Performance measurements over periods shorter than the recommended investment term may not be appropriate. 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)	64.5%	14.0%	-31.5%

Cumulative Performance: 10 Years to 31 December 2021



Past performance is no indication of future performance.

Benchmark: SWIX Index from 1 July 2009 to 30 June 2017. Capped SWIX Index from 1 July 2017 to date.

Risk Statistics (Since Inception)

Maximum Drawdown	-36.3%
Months to Recover	20
% Positive Months	62.3%
Annual Standard Deviation	14.9%

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

5-Year Annualised Rolling Returns (Fund vs Benchmark)



PRINCIPAL HOLDINGS

HOLDING	% OF FUND
Prosus NV	5.7%
Anglo American Plc	5.2%
FirstRand Ltd	5.2%
MTN Group Ltd	4.6%
Naspers Ltd	4.3%
Standard Bank Group Ltd	3.3%
Impala Platinum Holdings Ltd	3.1%
Sasol Ltd	2.8%
BHP Group Plc	2.8%
Investec Plc	2.6%

THIS IS THE MINIMUM DISCLOSURE DOCUMENT AS REQUIRED BY BOARD NOTICE 92

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

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DECEMBER 2021

FUND MANAGER INFORMATION



GRANT WATSON |

PORTFOLIO MANAGER

- BCom, MCom, MBA, CMMD, SAIS
- 24 years of investment experience



WARREN MCLEOD |

PORTFOLIO MANAGER

- BBusSc (Hons), BCom (Hons), MBusSc
- 21 years of investment experience

FUND COMMENTARY

The rapid spread of the Omicron variant of Covid resulted in global announcements of varied stringency, stretching well into January 2022 for some countries. As in many cases of uncertainty, a consequence is volatility in the economy and similarly in the market. However, it is not all doom and gloom. The US is in a mixed position. Its inflation is on the high side (4.6%), which may lead to a rise in interest rates if it does not show signs of easing. A positive in the US economy has been the comfortable increase in the employment rate over calendar 2021. Europe's CPI was higher than expected but this negative was offset by confidence

levels holding on to recent highs. China's headline inflation was marginally higher at 1.5% but its core inflation was lower due to soft consumer demand for goods. The oil price increased substantially over 2021. The price was very volatile, dropping towards the end of 2021 until the sudden short-term surge due to Omicron.

In South Africa, many economic measures over the third and fourth quarters of 2021 were weak. These included poor retail sales confirming a negative Q3 GDP growth, poor business confidence, weak employment rates in the third quarter, and an end-of-year surge in the oil price due to Omicron. The only sector which displayed an increase in employment was the financial sector. There are some positive takes when looking at South Africa. There is a strong separation between the central bank (SARB), the revenue service (SARS) and the judiciary. Further positives include a politically stable democracy, deep capital markets, foreign exchange freedom with a flexible exchange rate, good infrastructure and strong mineral wealth. South Africa has strong investment links within Africa and similarly with Asia. Recent unrest could be a wake-up call for faster reform and further strengthening of institutions and a renewed emphasis on policy reform to lift growth in the economy.

The FTSE/JSE Capped Shareholder Weighted Index (Capped SWIX) ended the fourth quarter of 2021 with a strong return of 8.68%. For the full year the

Capped SWIX returned a very strong 27.08%. All the industry sectors besides healthcare achieved positive returns. Healthcare was down 7.53% but its annual return was a very strong 51.04%. Consumer discretionary was the best performer for the quarter returning 40.69%. Looking at size classifications, the best performing category was large, then small and at the bottom mid-capitalisation. In the turbulent economic environment, the equity market has been phenomenally strong. However, the local currency weakened by 5.77% relative to the US dollar.

Our philosophy is that it is different themes or factors that separate the better performing shares from the poorer performing ones. This is on a relative basis. These themes are dynamic and change through time. This investment philosophy and rigorous risk management enable us to achieve long-term capital growth compared to the capital growth in the equity market. To achieve this objective:

- The portfolio is positioned to gain from poor exposure to return on assets.
- The portfolio is seeking to gain positive relative returns by having positive exposure to the analysts' positive earnings revisions.
- The portfolio has positive exposure to the US market.

Source: Old Mutual Investment Group as at 31/12/2021

OTHER INVESTMENT CONSIDERATIONS

INVESTMENT CONTRACT MINIMUMS*:

- 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*
Annual service fees (excl. VAT)	1.35%	1.00%

* Please note: The Class B1 fund is available through investment platforms such as Old Mutual Wealth. 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.

TAX REFERENCE NUMBER: 9218/095/18/1

ISIN CODES:	Class A	ZAE000135786
	Class B1	ZAE000199139

Total Expenses (Incl. Annual Service Fee) (30/09/2021)	36 Months		12 Months	
	Class A	Class B1*	Class A	Class B1*
Total Expense Ratio (TER) Incl. VAT	1.57%	1.17%	1.57%	1.17%
Transaction Cost (TC)	0.18%	0.18%	0.18%	0.18%
Total Investment Charge	1.75%	1.35%	1.75%	1.35%

* Please note: The Class B1 fund is available through investment platforms such as Old Mutual Wealth.

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.

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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 31 December 2021. 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.

Old Mutual Customised Solutions (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.

Issued: January 2022