

Momentum Multi-Manager Secure Growth Fund (closed)

momentum
corporate

Fund fact sheet
June 2025

The investment solution is through a policy of insurance and members receive their net capital invested plus declared bonuses (net of fees) in respect of insured policy benefits (for example, death, disability, resignation and retirement). This extends to retrenchments, subject to an overall limit on retrenchment payments.

The Multi-Manager Secure Growth Fund complies with the FSCA Conduct Standard 5 of 2020 (RF) and may be used as a default investment portfolio as per Regulation 37 of the Pension Funds Act No. 24 of 1956.

Please note: With effect from June 2020, this portfolio is closed to new business. Existing clients may continue to invest regular contributions in the portfolio. Please direct any queries in this regard (including requests for alternative investment options) to the email address listed on the last page of this document.

Date of inception

The Multi-Manager Secure Growth Fund commenced in November 2007. Before that Metropolitan Life Ltd ran a single-manager fund with a similar bonus smoothing philosophy from October 1997.

Fund objective

The Fund targets a smoothed return of CPI + 2% per annum, net of the Policy fee and Underlying asset charges, over the long term.

How we aim to achieve the Fund objective

The Fund maintains a long-term strategic asset allocation and blend of investment styles within each asset class that is designed to optimise the risk-return profile of the Fund relative to its objective.

An active management approach has been adopted for all asset classes, with best-in-class specialist managers being awarded mandates per asset class.

The smoothed bonus disclosure document outlines how Momentum allocates capital to portfolio under adverse market conditions. In adverse market conditions, portfolio hedges may also be implemented at the cost of the portfolio to prevent permanent loss of capital.

Market Value Adjustment

As noted under 'The underlying guarantee' the full investment account (vested plus non-vested) is payable on insured policy benefit events.

All other disinvestments may be subject to a market value adjustment. This means that if the underlying asset values are below the value in the investment account ie. it is underfunded, the amount payable will be lower than the amount requested. This ensures that payments to members exercising voluntary options do not have a negative impact on the remaining policyholders.

With effect from 1 September 2024, withdrawals from the savings component as allowed for under the two-pot retirement system are voluntary withdrawals and would fall under other disinvestments and are not considered as insured policy benefit events. Therefore, should a savings component withdrawal be made at a time when the portfolio is underfunded an MVA will be applied to the value of the disinvestment. For further details on the market value adjustment, please contact your financial adviser or refer to the guide. [refer to the guide.](#)

Bonus declaration method

Final vested and non-vested bonus rates are declared monthly in advance

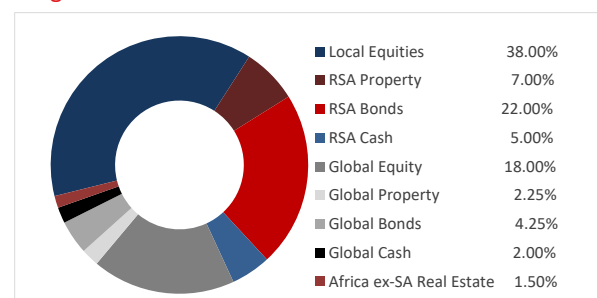
Risk profile (as measurement in terms of volatility of bonus rates)

Low

Particularly appropriate for:

- long-term investors seeking to plan with confidence for retirement;
- members seeking downside protection for their benefits, because they are less than ten years from retirement, or concerned about death or disability and seeking downside protection for their benefits.

Long-term asset allocation



*The Africa ex-SA Real Estate allocation is expected to increase gradually over the next 5 years to a total of 2.50%, in line with drawdown notices from MGIM (Africa ex-SA Real Estate manager)

Asset manager selection

Investment mandates are set for each asset class and investment style making up the strategic asset allocation. Within each investment style, a shortlist of asset managers is compiled with the help of investment professionals with a well-established database of investment performance and detailed investment manager site visits.

There are also three mandates allowing the asset managers full discretion over asset allocation and stock selection. The tactical positioning of this portfolio takes account of prevailing market conditions and relative opportunities presented by the various asset classes.

Best-in-class asset managers with the greatest likelihood of outperforming over a prospective five-year period are chosen based on the robustness of their investment processes, depth of skilled resources and demonstrable track record.

Once selections are made, the overall blend of managers used is assessed to ensure that the skills are complementary and that the blended investment return from each asset class can be expected to deliver the required return and volatility. This ensures that the portfolio is built on the foundation of strong investment convictions held by best-in-class managers.

An extensive performance monitoring system is in place to monitor the ongoing suitability of the appointed managers).

Current asset manager selection

Asset Class	Manager				
RSA Equities	Allan Gray 7.60%	Satrix 5.70%	Aeon 3.80%	Truffle 3.80%	Steyn 5.70%
	Blue Alpha 3.80%		Fairtree 7.60%		
RSA Bonds	Futuregrowth 9.00%	Aluwani 9.00%		ILB Momentum 4.00%	
Listed Property	Catalyst	2.00%			
Direct Property	ERIS	5.00%			
RSA Cash	Momentum Investments	5.00%			
Africa ex-SA Real Estate	MGIM	1.50%			
Global Bonds	Amundi	4.25%			
Global Cash	Momentum Investments	2.00%			
Global Property	Blackrock	2.25%			
Global Equities	Orbis 2.70%	Hosking 2.70%	Robeco 1.80%	Sand 1.80%	
	Veritas 3.60%		Blackrock 4.32%	Standard Bank 1.08%	

Fund Account and bonus smoothing methodology

Bonus rates are declared monthly in advance and added to the fully vested fund account.

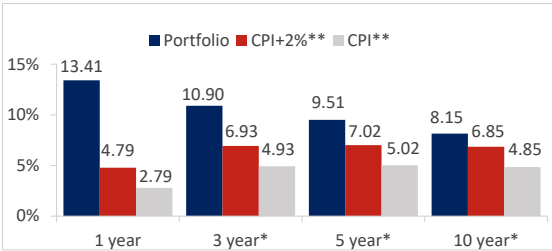
The fully vested fund account consists of:

- capital invested;
- plus vested bonus declared each month on the Fund Account;
- less disinvestments and any market value adjustments;
- less policy fees.

Note: Vested refers to guaranteed. These terms are used interchangeably in marketing literature and investment reports. If there are queries, please contact us.

Performance

Latest CPI figures available April 2025



*Bonus rate are net of Underlying asset charges but gross of the Policy fee indicated under 'Fees and charges (per annum)'.

**The benchmark is CPI + 2%. Refer to 'Fund objective' overleaf.

Monthly bonus rates

Month	Total
Jul - 2025	1.240%
Jun - 2025	0.930%
May - 2025	0.770%
Apr - 2025	0.860%
Mar - 2025	1.170%
Feb - 2025	0.910%
Jan - 2025	1.310%
Dec - 2024	1.260%
Nov - 2024	1.330%
Oct - 2024	1.090%
Sep - 2024	1.090%
Aug - 2024	1.020%

Fees and charges

Policy fee

0.35% of the first R50m of Fund Account value

0.25% of the excess Fund Account value above R50m

Underlying asset charges

1.40% capital charge

In addition to the capital charge, the following is also paid directly from the underlying assets of the portfolio:

- Performance fees: payable to some managers of the underlying assets.
- Pooled and segregated portfolio fund manager fees: payable in respect of the foreign and local assets.

Total Expense Ratio (TER) and Total Investment Cost (TIC)

The latest available three-year TER and TIC is shown below, as at 31 December 2024.

Capital Charge	1.40% ¹
Policy Fee	0.28% ²
Net Priced Asset Fees	0.30%
Performance Fees	0.14% ³
TER, including the Capital Charge	2.12% ⁴
Transaction Costs	0.02% ⁴
TIC, including the Capital Charge	2.14%

¹ The capital charge was reduced from 1.5% to 1.4% in October 2018

² Assumes an investment amount of R200m

³ Certain mandates allow for a performance fee refund in the event of underperformance relative to the agreed objective

⁴ Transaction costs are incurred with the buying and selling of financial instruments within the portfolio.

The Principles and Practices of Financial Management (PPFM) describe the approach we adopt in managing this product. The PPFM is available on our website.

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