Momentum Investments Flexible Factor Portfolio Range

Momentum Investments Flexible Factor 4 Portfolio

Factsheet at 31 July 2025

Target: CPI + 2% to 3%

Investment horizon: Four years

Investments managed by: Momentum Multi-Manager (Pty) Ltd

Momentum outcome-based investing philosophy

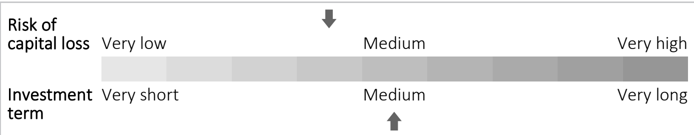
Investment success is about consistently maximising the probability of you achieving your investment goals – whether that is to preserve capital, generate an income stream in retirement or grow wealth within the parameters of a certain risk profile. In response to the ever-evolving investment landscape, we have constructed a range of outcome-based solutions that set their sights beyond mere benchmarks and instead focus on the things that matter the most to you – ensuring we maximise the probability of you achieving your investment goals. Outcome-based investing is about placing your goals at the centre of our investment process.

Investor profile and investment strategy

This portfolio is aimed at investors who are in the pre-retirement and consolidation phase of investing. It has a short- to medium-term investment horizon and, therefore, the aim is to maintain an average exposure of 43.5% to growth asset classes (local and global equities and property). The remaining exposure is to asset classes that should preserve the purchasing power of the capital accumulated. The portfolio consists of the full universe of asset classes, including global investments of up to 45%, and alternative asset classes. The allocation between asset classes, within these balanced mandates, is actively managed, taking the market environment into account. Through the optimum selection of asset classes, the probability of achieving the outcome is maximised within acceptable risk parameters. Performance fees may be paid within investment mandates, should they sufficiently enhance investment returns after fees. It is suitable as a stand-alone portfolio in retirement products, where compliance with Regulation 28 is specifically required.

Portfolio information

Launch date:	March 2011
Benchmark:	Composite: Local equity 20%; Local property 2.5%; Local bond 30%; Local cash 17%; Global equity 17.5%; Global property 3.5%; Global bond 5%; Global cash 4.5%
Target:	Inflation plus 2% to 3% over four-year rolling periods
Reg. 28 compliant:	Yes



Portfolio managers

Mohammed Sibda
BCom

Nina Saad
BSc, CFA

Long-term outcomes

Return over the investment horizon

Portfolio 11.58%

Benchmark 10.67% | CPI + 2% 7.22%

The annualised return over the investment horizon of the portfolio.

Hit rate

Portfolio 78.57%

The percentage of times the portfolio achieved or exceeded CPI + 2% over rolling periods of the investment horizon.

Average shortfall

Portfolio -1.27%

The average shortfall relative to CPI + 2% over rolling periods of the investment horizon.

Short-term risk

Risk of negative one-year return

Portfolio 3.70% | Benchmark 6.17%

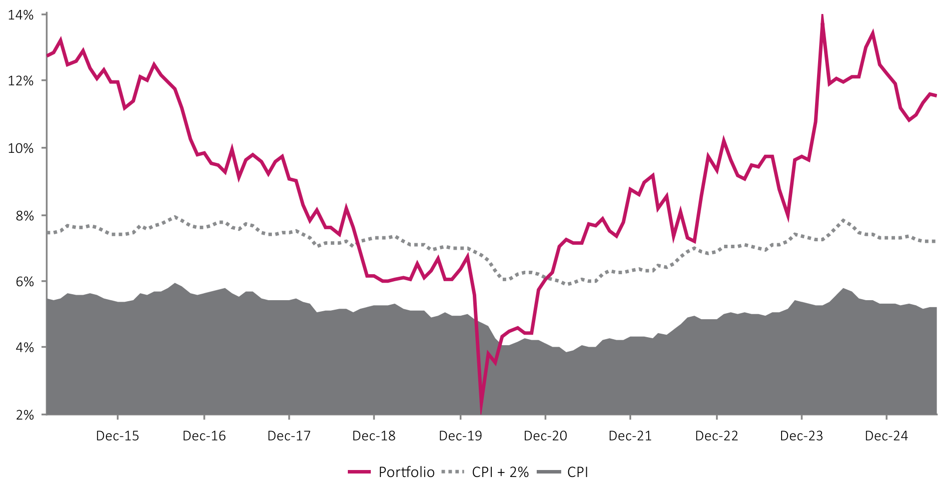
The likelihood of negative returns over any one-year rolling period.

Minimum one-year returns

Portfolio -1.21% | Benchmark -3.23%

The worst one-year return with a 95% likelihood.

Rolling returns over investment horizon



Returns over rolling periods of the investment horizon since launch.

Investment returns

	One month	Three months	One year	Two years	Three years	Four years	Five years	Six years	Seven years	Launch
Portfolio	**2.09%**	**5.74%**	**15.57%**	**13.66%**	**13.04%**	**11.58%**	**12.80%**	**11.01%**	**10.19%**	**9.96%**
Benchmark[1]	2.51%	6.01%	15.29%	14.23%	13.13%	10.67%	10.85%	9.01%	8.30%	9.25%
Risk-adjusted ratio[2]					2.23	1.98	2.17	1.47	1.40	1.68
CPI + 2%	0.45%	1.27%	5.02%	6.06%	6.50%	7.22%	7.15%	6.65%	6.62%	7.12%

[1]The benchmark is calculated using the composite benchmark allocation. [2]A ratio of the actual return achieved per unit of risk taken.

Index returns

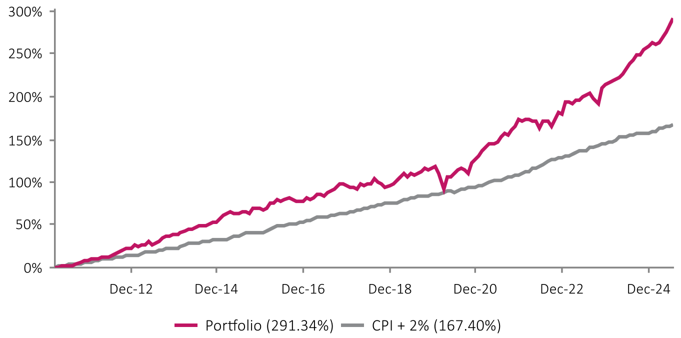
Asset class	Index	One month	One year	Two years	Three years	Four years	Five years	Strategic allocation
Local equity	FTSE/JSE Capped SWIX All Share Index	2.24%	22.33%	16.01%	15.64%	13.47%	16.07%	**20.00%**
Local property	FTSE/JSE All Property Index	4.38%	25.70%	27.11%	18.26%	15.97%	18.55%	**2.50%**
Local bond	FTSE/JSE All Bond Index	2.73%	16.97%	16.27%	13.47%	10.73%	11.36%	**30.00%**
Local cash	STeFI Composite Index	0.62%	7.98%	8.27%	7.87%	6.96%	6.34%	**17.00%**
Global equity	MSCI All Countries World Index	4.40%	18.02%	18.05%	19.22%	14.11%	14.35%	**17.50%**
Global property	FTSE EPRA/NAREIT Developed Index	3.14%	4.68%	7.17%	4.08%	3.66%	5.79%	**3.50%**
Global bond	FTSE World Government Bond Index	0.70%	4.18%	3.77%	3.56%	1.23%	-2.26%	**5.00%**
Global cash	ICE BofA US 1-Month Treasury Bill Index	2.49%	4.32%	6.20%	7.94%	9.54%	4.37%	**4.50%**

Investment manager returns

	One year	Three years	Seven years
Local balanced			
Abax Investments	23.49%	14.41%	12.73%
Coronation	19.69%	15.54%	11.66%
Foord	15.15%	15.09%	9.91%
Ninety One	19.11%	13.01%	10.07%
Local absolute-return			
Laurium	16.91%	12.62%	9.87%
M&G Investments	19.63%	13.29%	9.64%
Prescient	16.26%	11.11%	8.96%
Sanlam Investment Management	10.46%	10.74%	9.96%
Sentio	16.21%	10.96%	7.90%
Local cash			
ALUWANI	9.41%	9.30%	7.88%
Momentum Enhanced Yield	9.64%	9.30%	
Momentum Money Market	9.14%	8.85%	
Local alternative			
Momentum Aggressive FoHF	15.82%	13.17%	8.89%
Momentum Alternative Inv. (private equity BB)	23.18%	13.30%	7.30%
Momentum Moderate FoHF	9.55%	11.24%	9.50%
Momentum Special Opportunities	9.06%	7.64%	8.18%
Global equity			
Momentum Global Investment Management	18.65%	19.29%	15.80%
Global property			
Momentum Global Property	3.12%	3.74%	
Global bond			
Amundi	4.82%	4.33%	4.86%
Global cash			
State Street	3.57%		

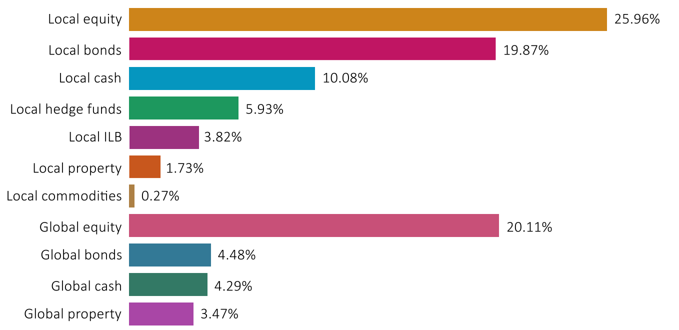
Where no returns are shown, the investment manager has a return history in this portfolio of less than the relevant period (one, three or seven years).

Cumulative returns



The cumulative growth of the portfolio since launch compared to CPI + 2%.

Effective asset allocation



The 10-largest portfolio holdings

Holding	
Realfin Collective Investment Scheme MRDFB	3.39%
Realfin Collective Investment Scheme MMEHB1	2.54%
Republic of South Africa R2037	1.86%
Naspers Limited	1.73%
Prosus NV N	1.49%
AngloGold Ashanti plc	1.43%
FirstRand Limited	1.41%
Republic of South Africa R2030	1.22%
Standard Bank Group Limited	1.19%
Standard Bank Of South Africa Ltd.	0.30%

The 10-largest instruments at 31 July 2025, looking through all asset classes held.

Quarterly portfolio commentary for Q2 2025

Markedly higher effective tariffs should negatively impact United States (US) inflation and economic growth going forward, with corresponding adverse read-throughs for US bonds and equities. The US fiscal outlook has also worsened on the back of US President Trump's stimulus package progressing through Congress and a weaker growth outlook. However, this fiscal slippage should be detrimental to US bonds rather than equities. The erratic nature of policy making and disregard for previous alliances and agreements under the current Trump administration have led investors to start questioning the historically perceived security and reliability of the US as an investment destination, particularly considering the large exposures investors have to US assets. New investment flows could thus be less inclined to favour the US as much as in the past, which would be negative for US asset prices and the US dollar but beneficial for the relative performance of emerging market (EM) equities and bonds against their developed market (DM) counterparts. With South African (SA) equities a high-beta play on EM equities and trading at a large valuation discount to EM, we maintain a preference for SA equities. Any renewed interest from foreign investors in the EM equity asset class and by extension under-owned and cheap SA equities in a new Trump world, even if it just culminates in some closing of the SA global EM (GEM) underweight or the taking of some off-benchmark exposure by global funds to SA, would provide significant flow support for SA equities. SA vanilla government bonds still provide some of the highest backward-looking real yields in the world. Positive SA inflation surprises in 2025 and indications from both the SA Treasury and Reserve Bank (SARB) that the country's inflation target would be lowered are fundamentally supporting local nominal bonds but undermining inflation-linked bonds (ILBs). SA cash returns now look less attractive to us than those available from other asset classes. The operating and financial metrics in the SA listed property sector have been improving for some time. The downside potential for SA nominal bond yields should also support valuations in the sector going forward. Heightened fears about overexposure to US dollar assets in the unpredictable Trump era by global central banks and investors alike are likely to continue to support gold demand.

The portfolio benefitted from the allocation to local and global equity as well as local bonds, delivering a return of 5.7% against the benchmark return of 5.5% for the quarter.

Notes

Changes were made to the strategic asset allocations on 1 July 2023.
The benchmark for the local property component was changed on 1 October 2021 from the FTSE/JSE SA Listed Property Index to the FTSE/JSE All Property Index.
On 1 November 2020, the real return expectation for this portfolio was revised from inflation plus 4% to a range of inflation plus 2% to 3%.
Changes were made to the strategic asset allocations on 31 October 2020.

Disclosures

Investment returns for periods exceeding one year are annualised. All returns quoted are before deduction of fees, but after the deduction of performance fees on global underlying investments (where applicable). All returns are daily time-weighted returns. The return for the global component of a portfolio is generated at month-end using the global component's last known price. The return for Consumer Price Index (CPI) is to the end of the previous month.
For investments in collective investments schemes (CIS), please refer to the minimum disclosure document (MDD), which is available from the respective CIS manager. The MDD contains important information relating to investment in the respective CIS.

Sources: Momentum Multi-Manager, Morningstar, Iress, msci.com, yieldbook.com, ft.com.

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