

# Momentum Investments Target Factor Portfolio Range

## Momentum Investments Target Factor 6 Portfolio

Factsheet at 30 November 2025

**Target:** CPI + 4% to 5%

**Investment horizon:** Six 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 accumulation phase of investing. It has a medium- to long-term investment horizon and, therefore, the aim is to maintain an average exposure of 67.5% to growth asset classes (local and global equities and property), with a small allocation to defensive asset classes. The portfolio consists of the full universe of asset classes, including global investments of up to 45%. The strategies used include passive, enhanced passive, smart beta and select active investment strategies. The allocation between asset classes 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. It is suitable as a stand-alone portfolio in retirement products, where compliance with Regulation 28 is specifically required.

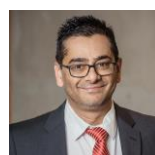
### Portfolio information

|                           |                                                                                                                                                              |
|---------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Launch date:</b>       | August 2011                                                                                                                                                  |
| <b>Benchmark:</b>         | Composite: Local equity 36.5%; Local property 2.5%; Local bond 18.5%; Local cash 7%; Global equity 25%; Global property 3.5%; Global bond 5%; Global cash 2% |
| <b>Target:</b>            | Inflation plus 4% to 5% over six-year rolling periods                                                                                                        |
| <b>Reg. 28 compliant:</b> | Yes                                                                                                                                                          |

|                             |            |        |           |
|-----------------------------|------------|--------|-----------|
| <b>Risk of capital loss</b> | Very low   | Medium | Very high |
| <b>Investment term</b>      | Very short | Medium | Very long |

### Portfolio managers



**Mohammed Sibda**  
BCom



**Nina Saad**  
BSc, CFA

### Long-term outcomes

#### Return over the investment horizon



|                  |                 |
|------------------|-----------------|
| <b>Portfolio</b> | <b>11.90%</b>   |
| <b>Benchmark</b> | <b>CPI + 4%</b> |
|                  | <b>11.08%</b>   |
|                  | <b>8.68%</b>    |

The annualised return over the investment horizon of the portfolio.

#### Hit rate



|                  |               |
|------------------|---------------|
| <b>Portfolio</b> | <b>34.65%</b> |
|------------------|---------------|

The percentage of times the portfolio achieved or exceeded CPI + 4% over rolling periods of the investment horizon.

#### Average shortfall



|                  |               |
|------------------|---------------|
| <b>Portfolio</b> | <b>-1.67%</b> |
|------------------|---------------|

The average shortfall relative to CPI + 4% over rolling periods of the investment horizon.

### Short-term risk

#### Risk of negative one-year return



|                  |               |
|------------------|---------------|
| <b>Portfolio</b> | <b>7.45%</b>  |
| <b>Benchmark</b> | <b>11.80%</b> |

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

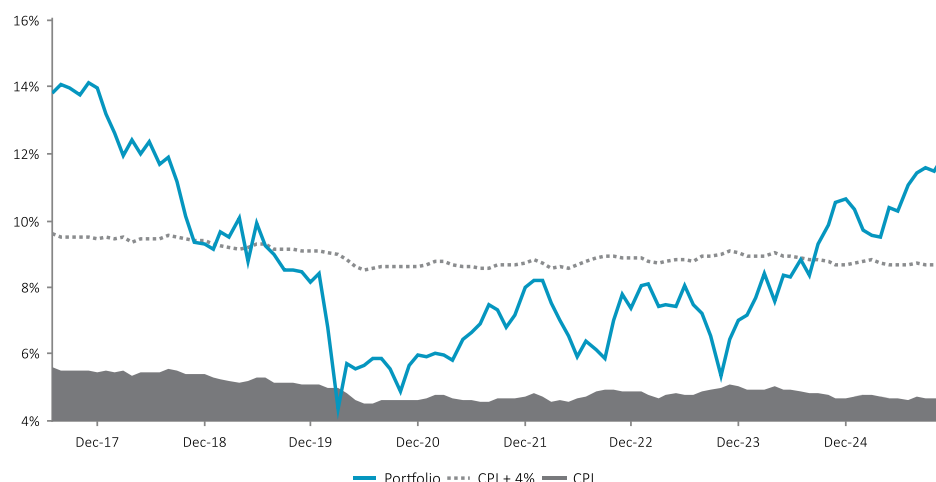
#### Minimum one-year returns



|                  |               |
|------------------|---------------|
| <b>Portfolio</b> | <b>-5.62%</b> |
| <b>Benchmark</b> | <b>-7.63%</b> |

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        |
|----------------------------------|--------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| <b>Portfolio</b>                 | <b>1.42%</b> | <b>6.06%</b> | <b>20.23%</b> | <b>18.69%</b> | <b>15.56%</b> | <b>12.83%</b> | <b>14.59%</b> | <b>11.90%</b> | <b>11.87%</b> | <b>11.59%</b> |
| Benchmark <sup>1</sup>           | 1.19%        | 6.32%        | 20.64%        | 18.87%        | 15.64%        | 12.75%        | 14.29%        | 11.08%        | 10.92%        | 11.30%        |
| Risk-adjusted ratio <sup>2</sup> |              |              |               |               | 2.21          | 1.60          | 1.87          | 1.17          | 1.21          | 1.35          |
| CPI + 4%                         | 0.42%        | 1.17%        | 7.59%         | 7.22%         | 8.11%         | 8.97%         | 8.97%         | 8.68%         | 8.54%         | 9.01%         |

<sup>1</sup>The benchmark is calculated using the composite benchmark allocation.

<sup>2</sup>A ratio of the actual return achieved per unit of risk taken.

## Index returns

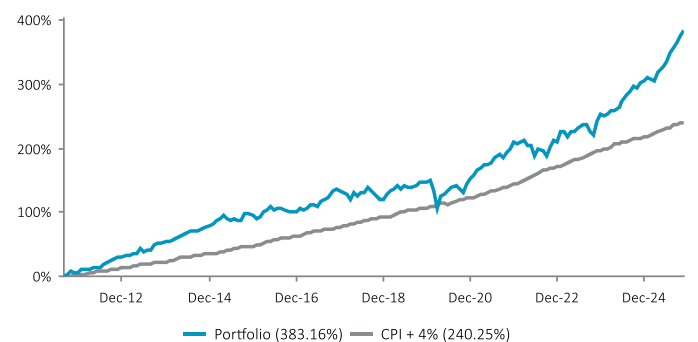
| Asset class     | Index                                   | One month | One year | Two years | Three years | Five years | Six years | Strategic allocation |
|-----------------|-----------------------------------------|-----------|----------|-----------|-------------|------------|-----------|----------------------|
| Local equity    | FTSE/JSE Capped All Share Index         | 2.30%     | 35.95%   | 26.15%    | 17.48%      | 18.48%     | 14.85%    | <b>36.50%</b>        |
| Local property  | FTSE/JSE All Property Index             | 7.82%     | 31.29%   | 36.41%    | 23.75%      | 23.62%     | 8.34%     | <b>2.50%</b>         |
| Local bond      | FTSE/JSE All Bond Index                 | 3.45%     | 20.54%   | 19.94%    | 16.09%      | 12.48%     | 11.73%    | <b>18.50%</b>        |
| Local cash      | STeFI Composite Index                   | 0.57%     | 7.62%    | 8.06%     | 8.01%       | 6.54%      | 6.40%     | <b>7.00%</b>         |
| Global equity   | MSCI All Countries World Index          | -1.84%    | 12.02%   | 16.20%    | 19.66%      | 14.10%     | 15.28%    | <b>25.00%</b>        |
| Global property | FTSE EPRA/NAREIT Developed Index        | 0.79%     | -3.20%   | 5.60%     | 6.67%       | 5.57%      | 3.45%     | <b>3.50%</b>         |
| Global bond     | FTSE World Government Bond Index        | -1.34%    | -0.15%   | -1.12%    | 3.33%       | -1.20%     | 1.21%     | <b>5.00%</b>         |
| Global cash     | ICE BofA US 1-Month Treasury Bill Index | -1.23%    | -1.28%   | -0.41%    | 5.19%       | 5.39%      | 5.54%     | <b>2.00%</b>         |

## Investment manager returns

|                                     | One year | Three years | Seven years |
|-------------------------------------|----------|-------------|-------------|
| <b>Local equity</b>                 |          |             |             |
| Momentum Systematic Strategies 1    | 31.99%   | 15.72%      | 13.70%      |
| <b>Local property</b>               |          |             |             |
| Momentum ALPI Tracker               | 31.25%   | 23.52%      | 7.19%       |
| <b>Local bond</b>                   |          |             |             |
| Target Bond Building Block          | 21.91%   | 16.38%      | 11.38%      |
| <b>Local cash</b>                   |          |             |             |
| ALUWANI                             | 9.02%    | 9.44%       | 7.88%       |
| Momentum Enhanced Yield             | 9.26%    | 9.60%       |             |
| Momentum Money Market               | 8.68%    | 9.04%       | 7.40%       |
| <b>Global equity</b>                |          |             |             |
| Target Global Equity Building Block | 12.66%   | 19.72%      | 15.87%      |
| <b>Global property</b>              |          |             |             |
| Momentum Global Property            | -3.76%   | 6.38%       | 5.66%       |
| <b>Global bond</b>                  |          |             |             |
| Amundi                              | 0.46%    | 4.14%       | 3.75%       |
| <b>Global cash</b>                  |          |             |             |
| State Street                        | -0.92%   |             |             |

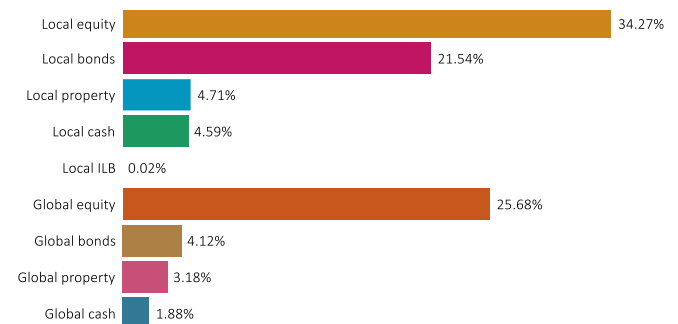
Where no returns are shown, the investment manager has a return history in this portfolio of less than the relevant period (one, three or seven years).

## Cumulative returns



The cumulative growth of the portfolio since launch compared to CPI + 4%.

## Effective asset allocation



## The 10-largest portfolio holdings

| Holding                        |        |
|--------------------------------|--------|
| Republic of South Africa R2037 | 11.73% |
| Republic of South Africa R2035 | 3.42%  |
| Naspers Limited                | 2.84%  |
| Gold Fields Limited            | 2.83%  |
| AngloGold Ashanti plc          | 2.57%  |
| Republic of South Africa R2040 | 2.57%  |
| Investec Bank Ltd. RPCAR3773   | 2.32%  |
| Standard Bank Group Limited    | 2.04%  |
| Capitec Bank Hldgs Limited     | 1.57%  |
| British American Tobacco plc   | 1.41%  |

The 10-largest instruments at 28 November 2025, looking through all asset classes held.



## Quarterly portfolio commentary for Q3 2025

The global economy looks set to avoid recession, but growth remains lacklustre by historical standards, with trade tensions, weak investment and structural frailties weighing on activity. Protectionism is expected to push United States (US) inflation up as national imperatives eclipse multilateralism, while disinflation continues elsewhere. South Africa's (SA) economy is forecast to expand by a modest 1% in 2025 and 1.4% in 2026, buoyed by consumption but hampered by weak investment, fiscal strain and political fragility in the Government of National Unity (GNU). Softer inflation, however, should give the South African Reserve Bank (SARB) scope to cut interest rates further in 2026.

Strong gold and platinum prices underpinned a buoyant performance from the Resources sector of the SA equity market. As a result, the overall SA equity market provided the strongest returns of all main local asset classes in the third quarter of 2025. With strong commodity prices driving a stronger rand in the quarter, this also contributed to global asset classes underperforming local assets. SA nominal bonds rallied further in the third quarter as the SARB confirmed that the 3% bottom end of the official inflation target range was now their preferred goal. SA inflation-linked bonds (ILBs) benefited as local inflation embarked on a cyclical uptrend. SA listed property gained from falling local bond yields and positive earnings guidance from company managements. SA cash was the clear underperforming local asset class in the third quarter as the SARB continued to cut policy rates. Within the global asset space, global fixed income returns clearly lagged global equities in the third quarter. Fiscal concerns around the world and worries about Federal Reserve (Fed) independence undermined global bond returns. In contrast, US equity returns were supported by resilient economic growth and more aggressive Fed rate cut expectations. Moreover, as more tariff settlements with some major economies were forthcoming in the quarter, some uncertainty was removed from equity markets. A general risk-on environment caused emerging equity markets (EM) to outperform developed markets (DM).

The portfolio benefitted from the allocation to local and global equity as well as local bonds, delivering a return of 7.1% against the benchmark return of 7.2% for the quarter.



## Notes

The benchmark for the local equity component was changed on 1 November 2025 from the FTSE/JSE Capped SWIX All Share Index (J433T) to the FTSE/JSE Capped All Share Index (J303T); Local equity returns shown in the Index returns table are comprised of J433T until 31/10/2025 and J303T thereafter.

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 6% to a range of inflation plus 4% to 5%.

Changes were made to the strategic asset allocations on 31 October 2020.



## Disclosures

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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.

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



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