

RETIREMENT ANNUITY FUND

Portfolio Characteristics

Direct investor



Risk Profile	Appropriate Term	Unit Trust Funds	Class	Investment Objective	Income Distribution ¹	Investment Manager	Fund Management (Excl VAT)	Total Expense Ratio (Incl VAT)	Total Investment Charges (Incl VAT)
Best of Breed Funds									
Low	6 Months	Flexible Income Fund	R	The fund aims to achieve 110% of the STeFI Call Index over time. Aim to avoid capital loss over 6 month periods. Suitable for investors seeking enhanced money market returns. Active asset allocation between cash, bonds, property and other fixed interest asset classes.	Quarterly	Abax Investments	0.75%	0.90%	0.93%
Low - Medium	3 Years	Stable Fund	C	To achieve returns in line with SA inflation + 4% over rolling three year periods while protecting against capital losses over rolling one year periods. Returns are expected to be delivered through both income and capital growth.	Semi-annually	Foord Asset Management	1.35%	1.93%	1.95%
Medium	5 Years	Opportunity Fund	A1	The fund aims to achieve moderate levels of capital growth in excess of inflation over the medium to long term. A secondary objective is to protect capital over rolling two-year periods.	Semi-annually	Abax Investments	1.10%	1.32%	1.60%
Medium	5 Years	Balanced Fund	A2	A multi-asset fund with the main objective of achieving long term capital growth, while protecting against capital loss. Returns are expected to be delivered through capital growth and moderate levels of income distributions.	Semi-annually	Truffle Asset Management	1.10%	1.31%	2.11%
Best of Breed Funds - cash									
Low	T + 1 liquidity	Core Income Fund	B	The fund aims to maximise interest income above STeFI Composite and money market funds. Protecting capital is a core focus. Provide liquidity to investors by investing in low duration fixed income instruments. The fund is suited to stable or "core" cash, that may be required with 24 hour notice.	Monthly	Taquantia Asset Management	0.50%	0.59%	0.59%
Core Range Funds									
Low - Medium	3 Years	Core Guarded Fund	C	Suitable for conservative investors seeking a reasonable level of capital protection. Potential for capital growth through a low exposure to equity markets relative to the average prudential portfolio. Provides low cost exposure to a range of local and global asset classes. Targets a return after fees of inflation plus 2% to 4% over rolling 3 year periods.	Quarterly	Taquantia Asset Management	0.50%	0.62%	0.64%
Medium	5 Years	Core Diversified Fund	C	Suitable for investors seeking moderate capital growth. Diversification across and within asset classes helps to reduce risk and volatility relative to a general equity portfolio. Provides low cost exposure to a range of local and global asset classes. Targets a return after fees of inflation plus 4% to 6% over rolling 5 year periods.	Semi-annually	Taquantia Asset Management	0.50%	0.63%	0.66%
Medium - High	5 Years	Core Accelerated Fund	C	Suitable for investors seeking high (equity-like) capital growth. Higher allocation to equities and listed property (around 90% of the fund) compared to a typical balanced portfolio. Diversification across and within asset classes helps to reduce risk and volatility relative to a general equity portfolio. Provides low cost exposure to a range of local and global asset classes. Targets a return after fees of inflation plus 5% to 7% over rolling 7 year periods.	Annually	Taquantia Asset Management	0.50%	0.64%	0.68%

Minimum contribution:

Minimum lump sum investment of R10 000 (R100 000 if investment is as a result of a Section 14 legal transfer).
 Minimum debit order investment of R500 when processed manually and R250 when using our online platforms.

Notes:

1) If the total expenses are more than the income earned, the unit trust portfolio will not make a distribution.

2) Total Expense Ratio (TER), expressed as a percentage of the Fund, relates to expenses incurred in the administration of the Fund. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TERs. Transaction Costs (TC), expressed as a percentage of the Fund, relate to the costs incurred in buying and selling the underlying assets of the Fund. TC are a necessary cost in administering the fund and impact fund returns. It should not be considered in isolation as returns may be impacted by other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER. The Total Investment Charges expressed as a percentage of the Fund, relates to all investment costs of the Fund.

 **Disclaimer**

Nedgroup Collective Investments (RF) Proprietary Limited is an authorised Collective Investment Scheme Manger and the representative of Nedgroup Investments Funds PLC in terms of the Collective Investment Schemes Control Act 45 of 2002. It is also a member of the Association of Savings & Investment South Africa (ASISA).

The Standard Bank of South Africa Limited is the registered trustee. Contact details: Standard Bank, PO Box 54, Cape Town 8000. Email: Trustee-compliance@standardbank.co.za, Tel: 021 401 2002

Collective Investments Schemes are generally medium to long term investments. The value of your investment may go down as well as up. Past performance is not necessarily a guide to future performance. Nedgroup Investments does not guarantee the performance of your investment and even if forecasts about the expected future performance are included you will carry the investment and market risk, which includes the possibility of losing capital.

Funds are valued daily at 15:00. Instructions must reach us before 14:00 (12:00 for Nedgroup Money Market Fund) to ensure same day value. Prices are published daily on our website and in selected major newspapers. Our funds are traded at ruling prices and can engage in borrowing and scrip lending. Some portfolios may hold foreign securities including foreign CIS funds. As a result, the fund may face material risks, which could include, foreign exchange risks, macro-economic risks and potential constraints on liquidity and the repatriation of funds, etc. Nedgroup Investments has the right to close funds to new investors in order to manage it more efficiently. A fund of funds may only invest in other funds and a feeder fund may only invest in another single fund.

Both will have funds that levy their own charges, which could result in a higher fee structure. Certain portfolios in our range derive income primarily from interest-bearing instruments. Details on how the yield is calculated for each of these portfolios can be obtained from our client services team.

The Nedgroup Investments Money Market Fund offering aims to maintain a constant price of 100 cents per unit. A money market fund is not a bank deposit. The total return to the investor is made up of interest received and any gain or loss made on any particular instrument held. In most cases the return will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of a capital loss. Excessive withdrawals from the fund may place the fund under liquidity pressures and that in such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. The yield is calculated using an annualised seven day rolling average as at the relevant dates provided for in the fund fact sheet.

Nedgroup Investments contact details

Tel 0860 123 263 (RSA only)

Tel +27 21 412 2003 (Outside RSA)

Email clientservices@nedgroupinvestments.co.za

For further information on the fund please visit: www.nedgroupinvestments.com