

Momentum Universal Fifty Smooth Return Fund FundsAtWork (Open)

The Momentum Universal Fifty Smooth Return Fund is a smoothed bonus portfolio where the focus is more on the smoothing of returns than investment guarantees. This provides the investor with a cost-effective, smoother investment journey. Furthermore, members have the security of knowing that their investment account is paid on insured policy benefit events (for example, death, disability, resignation and retirement), mitigating against short-term market volatility on such events. This extends to retrenchments, subject to an overall limit on retrenchment payments.

Investment Strategy

The underlying assets of the smoothed bonus portfolio are invested in a multi-asset mandate, offering exposure to both local and global investments. The portfolio has been designed using Momentum Investments' outcome-based investing philosophy and includes active, passive and enhanced indexing investment strategies. The underlying asset returns are smoothed to reduce the volatility associated with investing in markets.

The Momentum Universal Fifty Smooth Return 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.

The underlying guarantee

The portfolio includes a 50% guarantee, giving investors a level of capital protection. This guarantee ensures that their investment account will never be less than 50% of the capital invested plus all the declared guaranteed bonuses (net of fees). No matter what happens in the investment markets, the investment can never fall below the 50% guarantee level.

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](#).

Risk profile

Moderate to aggressive (as measurement by the volatility of bonus rates).

Appropriate for

- Long-term investors who want to plan with confidence for retirement.
- Investors who want downside protection in volatile markets but understand the need to have higher exposure to growth assets over the long term.
- Investors who do not want to de-risk or adapt their investment strategies when they near retirement.
- Pre- and post-retirement portfolios.

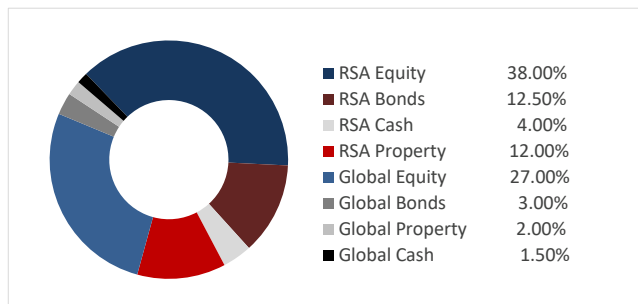
Inception date

January 2023

Portfolio objective

Aims to provide a smoothed return, targeting CPI + 4,5% per annum, net of all fees over the long term.

Long term asset allocation



Bonus declaration method

Monthly bonus rates are declared in advance. The monthly bonus rates may be positive, zero or negative. Special and intra-month ad hoc bonus rates, which can be positive or negative, may also be declared and will be applied to the fund account immediately.

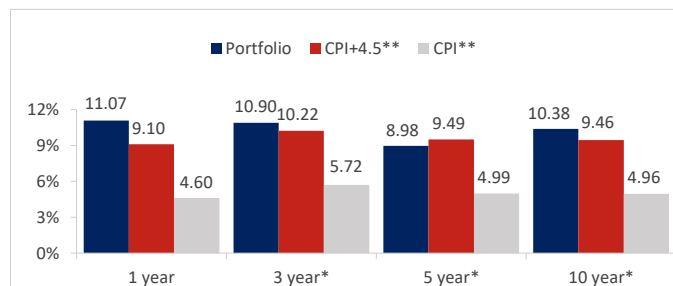
Positive bonus rates consist of a guaranteed bonus rate and a non-guaranteed bonus rate. Negative bonus rates are entirely non-guaranteed.

Monthly bonus rates

Month	Guaranteed	Non-guaranteed	Total
Oct - 2024	0.530%	0.530%	1.060%
Sep - 2024	0.545%	0.545%	1.090%
Aug - 2024	0.535%	0.495%	1.070%
Jul - 2024	0.505%	0.505%	1.010%
Jun - 2024	0.505%	0.505%	1.010%
May - 2024	0.335%	0.335%	0.670%
Apr - 2024	0.495%	0.495%	0.990%
Mar - 2024	0.470%	0.470%	0.940%
Feb - 2024	0.485%	0.485%	0.970%
Jan - 2024	0.480%	0.480%	0.960%
Dec - 2023	0.468%	0.468%	0.936%
Nov - 2023	0.113%	0.113%	0.226%

Performance

The Momentum Universal Fifty Smooth Return Fund is a new portfolio and does not have a performance track record. The graph shows the performance of the portfolio including back-tested returns prior to inception. The returns below are as at 30 September 2024.



* Bonus rates are annualised and net of underlying asset charges but gross of the policy fee as shown under 'Fees and charges (per annum)'.

** CPI figures available are lagged by two months.

The back-tested bonus rates are used until the inception date of the portfolio. Actual bonus rates are used thereafter.

Past performance is not necessarily indicative of future performance.

For more detail on this product, please [click here](#) for the brochure.

Fees and charges (per annum)

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

The portfolio was launched in January 2023 and a 1-year Total Expense Ratio (TER)/Total Investment Cost (TIC) is not available yet. The expected TER/TIC is:

Capital Charge	0.20%
Policy Fee	0.25%
Asset management fee	0.39%
TER, including the Capital Charge	0.84%
Transaction Costs ¹	0.01%
TIC, including the Capital Charge	0.84%

¹Transaction costs are incurred with the buying and selling of financial instruments within the portfolio.

Policy fee

0.25% of the investment account

Underlying asset charges

- 0.20% capital charge.
- Asset management fees for certain asset managers are paid directly from the underlying assets.



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