

Momentum Multi-Manager Shari'ah Portfolio

October 2020

Investment strategy

This investment portfolio has been specifically constructed in accordance with Shari'ah, the sacred law of the religion of Islam, as well as the regulatory and investment-return requirements of a retirement-fund investor. The Shari'ah principles have been taken into account.

Benchmark allocation

Asset Class	Allocation	Benchmark
Local equities	60.00%	FTSE/JSE Shari'ah All-Share Index
Local cash	40.00%	Short-term Fixed Interest Composite Index less 1%

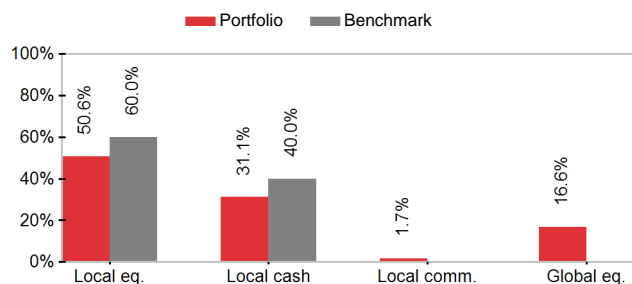
Investment returns

	One Month	Three Months	One Year	Three Years	Five Years	Since Inception
Portfolio	-1.36%	-0.66%	-1.20%	2.62%	6.01%	7.07%
Benchmark	-5.69%	-6.33%	-2.41%	2.85%	4.33%	7.98%
CPI + 5.0% p.a			8.01%	9.02%	9.64%	10.05%

Risk analysis

(Calculation based on five-year period)	Portfolio	Benchmark
Volatility	7.6%	11.7%
Maximum drawdown	-13.5%	-16.8%
Worst month	-8.4%	-9.2%
Best month	6.0%	10.5%

Asset allocation



Comments

The asset management fees exclude performance fees where applicable, as well as investment-management fees recovered by the underlying investment managers within the portfolio.

After careful consideration, Momentum Outcome-based Solutions decided to adopt the FTSE/JSE Shari'ah All Share Index as the benchmark for the equity component of this portfolio from 1 April 2013. The company feels this is more appropriate, given the nature of the portfolio as well as the investable opportunities available to its equity managers.

Investment portfolio mandate

The long-term return objective of this portfolio is inflation plus 5% a year over five-year rolling periods. The underlying investments of this portfolio comply with Islamic Law. Each component of this portfolio has an appointed Shari'ah board to oversee the investments of this portfolio.

Investment portfolio information

Inception Date	April 2009
Investment Horizon	Long term
Risk Profile	
Asset Management Fee	1.50% p.a.

Investment manager allocation and returns

	One Year	Weighting
Local cash managers	5.78%	
Absa Islamic Bank		20.3%
Standard Bank		3.3%
Short-term Fixed Interest Composite Index less 1% a year	4.94%	
Equity managers	-5.72%	
Element	-2.39%	22.9%
Kagiso	-6.07%	53.5%
FTSE/JSE Shari'ah All Share Index	-8.75%	
Total		100%

The policy is underwritten by Momentum Metropolitan Life Limited, a registered life insurer under the Long-term Insurance Act, an authorised financial services (FSP6406) and registered credit provider (NCRCP173), and rated B-BBEE level 1. This investment portfolio is administered and managed by Momentum Outcome-based Solutions (Pty) Ltd, which is an authorised financial services provider (FSP19840) in terms of Section 8 of the Financial Advisory and Intermediary Services Act, 37 of 2002 (FAIS Act), as may be amended and/or replaced from time to time. 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. The investment manager returns shown in the table are based on the history of Momentum Outcome-based Solutions (Pty) Ltd's investment in that particular investment manager's portfolio, and not necessarily when the investment manager was included in this portfolio. Given that past returns may not be indicative of future returns and the value of investments will fluctuate over time, independent professional advice should always be sought before making an investment decision. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, the company does not accept any responsibility for any claim, damages, loss or expense, howsoever arising, out of or in connection with the information in this document, whether by a client, investor or intermediary. 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 Investments, Morningstar, Iress, www.msci.com, www.yieldbook.com, www.ft.com. Data accessed monthly on the 10th working day.
 Contact details: 269 West Avenue Centurion 0157 PO Box 7400 Centurion 0046 Telephone +27 (0)86 065 7585 Facsimile +27 (0)12 675 3970 FAWInvestmentQueries@momentum.co.za www.momentum.co.za/FundsAtWork

Signatory of: