

Nedgroup Investments Select Income Fund of Funds

Class S

August 2021



SELECT RANGE

RISK RATING



Risk reward profile

Equity and property investments are volatile by nature and subject to potential capital loss. For credit and income instruments, while unlikely, capital loss may also occur due to an event like the default of an issuer. The portfolio may be subject to currency fluctuations due to its international exposure.

GENERAL INFORMATION

ASISA category

South African Multi Asset Income

Benchmark

110% STeFI Call Deposit

Investment manager

Nedgroup Investment Advisors (Pty) Ltd is authorised as a Financial Services Provider under the Financial Advisory and Intermediary Services Act (FSP No. 1652).

Inception date

01 March 2021

Appropriate term

Minimum 6 Months

Market value

R 880 Million

Income distributions

Frequency: Quarterly

June 2021: 10.60 cpu

Previous 12 months: 10.60 cpu

Fees and charges (excluding VAT)

Initial fees	0.00%
Financial advisers fee	0.00%
Annual management fee	0.79%

*Includes the underlying funds' annual fees

Total expense ratio	1.01%
Transaction costs	0.01%
Total investment charges¹	1.02%

Please Note:

Differences may exist due to rounding

CONTACT

Client Services Centre

Tel: 0860 123 263

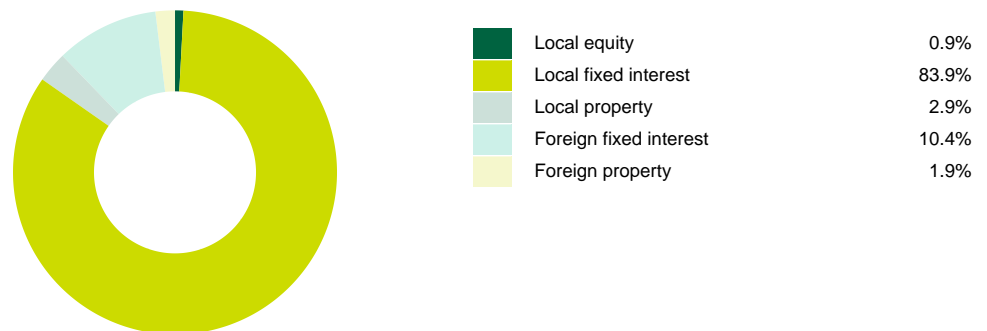
Website: www.nedgroupinvestments.co.za

Email info@nedgroupinvestments.co.za

Portfolio profile

The primary objective of the Select Income Fund of Funds aims to maximize overall yield comprising of income and identify opportunistic capital gains. The solution aims to achieve its objective through investment in a combination of South African multi-asset income funds that invests in a spectrum of equity, bond, money market, or real estate markets with the primary objective of maximising income. Both the underlying funds and the overall portfolio are compliant with Regulation 28 of the South African Pension Funds Act.

Portfolio structure



Manager allocation

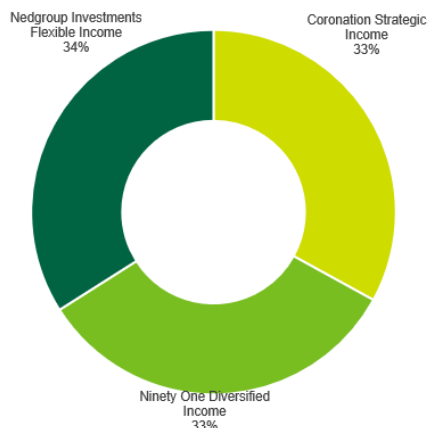
Investment house	Portfolio	Percentage
Coronation Fund Managers	Coronation Strategic Income	33.3
ABAX Investments	Nedgroup Investments Flexible Income	33.3
NinetyOne Asset Management	Ninety One Diversified Income	33.2
	Domestic Cash	0.2

The above mentioned investment houses are authorised as Financial Service Providers under FAIS.

1) 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. Calculations are based on actual data where possible and best estimates where actual data is not available. Both the TER and TC of the Fund are calculated on an annualised basis, however these cannot be determined accurately because the Fund was recently launched and has a short track record.

Portfolio attributes

The Select Fund of Funds range consists of simple, low-cost investment solutions that offer broad diversification across asset classes, fund managers and investment strategies, which can easily be incorporated into a financial planning process.



The Select Income Fund of Funds offers clients a cost-effective income solution, invested across 3 complimentary fund managers managing well diversified portfolios.

We believe as a combined solution these funds will most consistently produce higher expected income returns with lower levels of volatility, and thereby achieve the fund objective of 110% STEFI Call.

The Select Income Fund of Funds appeals to investors who are seeking enhanced money market returns, but who have a low tolerance for capital loss.

Investment manager

Nedgroup Investments Multi-Manager is a dedicated asset management division within Nedgroup Investments that consists of a diverse team of investment professionals based in Cape Town and London. We specialise in asset allocation and fund manager research and base our investment decisions on fundamentally-driven research.

Investment philosophy

We follow a long-term, valuation driven investment approach. Our investment philosophy is anchored to the following ten principles:

1. Long term investing, well considered.
2. Compounding is a powerful force.
3. Asset allocation is an important driver of returns.
4. Diversification has benefits.
5. Risks need to be properly understood.
6. The price you pay (valuation) is an important determinant of future returns.
7. Emotions can erode the value of rational decision making.
8. Costs are important.
9. Forecasting is difficult, assumptions need to be carefully considered.
10. Sound stewardship principles will improve odds of clients meeting their goals.

Who we are

Nedgroup Collective Investments (RF) Proprietary Limited, is the company that is authorised in terms of the Collective Investment Schemes Control Act to administer the Nedgroup Investments unit trust funds. It is a member of the Association of Savings & Investment South Africa (ASISA).

Our Trustee

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

Performance

Unit trusts are generally medium to long-term investments. The value of your investment may go down as well as up. Certain unit trust funds may be subject to currency fluctuations due to its international exposure. 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.

Pricing

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.

Fees

A schedule of fees and charges and maximum commissions is available on request from Nedgroup Investments.

Disclaimer

Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. Nedgroup Investments has the right to close unit trust funds to new investors in order to manage it more efficiently. For further additional information on the fund, including but not limited to, brochures, application forms and the annual report please contact Nedgroup Investments.

Nedgroup Investments contact details

Tel: 0860 123 263 (RSA only)
Tel: +27 21 416 6011 (Outside RSA)
Email: info@nedgroupinvestments.co.za
For further information on the fund please visit:
www.nedgroupinvestments.co.za

Our offices are located at

Nedbank Clocktower, Clocktower Precinct, V&A Waterfront, Cape Town, 8001

Write to us

PO Box 1510, Cape Town, 8000