Nedgroup Investments Core Income Fund

Class E

February 2021

NEDGROUP INVESTMENTS

INCOME RANGE

RISK RATING

1 2 3 4 5

Low Medium High

Risk reward profile

For credit and income instruments, while unlikely, capital loss may occur due to an event like the default of an issuer. The liquidity of this portfolio is less than that of a traditional money market portfolio.

GENERAL INFORMATION

ASISA category

South African Interest Bearing Short Term

Benchmark

STeFI Composite

Investment manager

Taquanta Asset Managers (Pty) Ltd is authorised as a Financial Services Provider under the Financial Advisory and Intermediary Services Act (FSP No. 618).

Inception date

01 July 2013

Appropriate term

Minimum 6 Months

Market value

R 64,994 Million

Income distributions

Frequency: Monthly

February 2021: 0.31 cpu

Previous 12 months: 4.88 cpu

Fees and charges (excluding VAT)

Initial fees	0.00%
Annual management fee	0.45%
Total expense ratio	0.53%
Transaction costs	0.00%
Total investment charges [2]	**0.53%**

As the annual portfolio management fee was reduced in September 2016, calculations for the TER are not based on actual data, but have been changed to include this new reduced fee. The calculation is therefore based on an estimate - a better indication of underlying investment charges. However, performance calculations in the table above are calculated using the historic TER of 0.78%.

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

Minimum Disclosure Document

Portfolio profile

The portfolio aims to preserve capital, but provide returns in excess of that offered by a traditional money market portfolio. The mandate is, however, more flexible and the average portfolio duration will be longer than that of traditional money market portfolios. The portfolio complies with Regulation 28 of the South African Pension Funds Act.

Performance [1]

Period	Portfolio	Benchmark
1 year pa	5.1%	4.8%
3 Years pa	7.0%	6.4%
5 Years pa	7.5%	6.9%
7 Years pa	7.1%	6.7%
Since Inception	6.9%	6.6%
Lowest 1 year return	4.8%	
Highest 1 year return	8.4%	

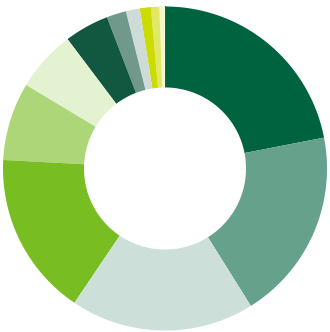
Risk

Period	Portfolio	ALBI
Volatility [5 years]	0.4%	8.3%

Maturity spread

Maturity spread	% Spread
0 - 3 months	18.8%
3 - 6 months	5.9%
6 - 13 months	10.3%
> 13 months	65.0%
Total	**100.0%**

Portfolio structure



Nedbank	21.9%
ABSA	19.3%
Standard Bank	18.4%
FirstRand Bank	16.2%
Republic of South Africa	7.8%
Investec	6.1%
Nedgroup Collective Investments	4.4%
Southchester	1.9%
BNP Paribas	1.6%
China Construction Bank	1.1%
HSBC Bank Africa	0.6%
Amber House Fund	0.6%

AA(ZA)(f) GLOBALRATINGS www.globalratings.net

1) The annualized total return is the average return earned by an investment each year over a given time period. Performance is calculated for the portfolio and individual investment performance may differ as a result of initial fees, the actual investment, the actual investment date, the date of reinvestment and dividend withholding tax. Due to the delayed release of inflation data, relevant benchmarks will lag by one month.
Data source: © Morningstar Inc. All rights reserved.

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. Both the TER and TC of the Fund are calculated on an annualised basis, beginning 01/01/2018 and ending 31/12/2020.

Nedgroup Investments Core Income Fund

NEDGROUP INVESTMENTS

PORTFOLIO ATTRIBUTES

- The fund aims to preserve capital, but offer returns in excess of traditional money market fund returns.
- Best suited to clients cash that is more stable or "core".
- In addition, the fund is for investors that do not expect to draw over the short-term.
- The fund should provide diversification across counterparties.
- The fund should offer daily liquidity and a yield higher than traditional money market funds.

INVESTMENT MANAGEMENT

- Taquanta is one of a few specialist cash and fixed income asset managers in South Africa.
- Taquanta is amongst the top cash managers in the country regarding consistency and risk adjusted return offering.
- Taquanta's fixed income team manages Nedgroup Investments range of Money Market and Core income funds.

INVESTMENT PHILOSOPHY

- The investment process is built on the premise of capital preservation.
- Risk drivers are managed to achieve the Fund's objective through various investment cycles.
- The investment manager aims to unlock the liquidity risk premium embedded in money market assets.
- This is done by structuring/purchasing of assets that will create yield enhancement of assets within the fund

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.
Email: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

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