OLD MUTUAL REAL INCOME FUND

FUND INFORMATION

RISK PROFILE

RECOMMENDED INVESTMENT TERM

BENCHMARK:

CPI

PERFORMANCE TARGET:

CPI + 1% to 2% p.a. (net of fees)

Performance is targeted over the recommended minimum investment term and is not guaranteed.

RISK OBJECTIVE:

The fund aims to protect capital over 12 months.

ASISA CATEGORY:

South African – Multi-Asset – Income

FUND MANAGER(S):

John Orford & Sehrish Khan
(Old Mutual Investment Group)

LAUNCH DATE:

01/04/2006

SIZE OF FUND:

R5.9bn

DISTRIBUTIONS: (Quarterly)*

Date	Dividend	Interest	Total	Total %
30/09/2026	0.02c	4.76c	4.78c	1.54%
30/06/2026	0.00c	4.48c	4.48c	1.44%
31/03/2026	0.20c	5.15c	5.36c	1.73%
31/12/2025	0.05c	4.46c	4.51c	1.44%

* Class A fund distributions

TAX REFERENCE NUMBER:

0249/769/31/6

CODES	JSE	ISIN
Class A	MICA	ZAE000076493
Class B1	MICB	ZAE000076501

FUND OBJECTIVE

The fund aims to provide the highest level of income that can be sustained without eroding the fund's inflation-adjusted capital base. The fund aims to minimise any losses over a 12-month period.

WHO IS THIS FUND FOR?

The fund is suited to investors requiring the highest level of income that can be sustained without eroding the fund's inflation-adjusted capital base. It is suitable as a low-risk investment in retirement.

INVESTMENT MANDATE

The fund invests in the full spectrum of fixed interest investments. The fund may invest up to 25% of its portfolio in selected listed property shares and up to 10% in equities. The fund may gain exposure to foreign assets up to a maximum of 45% (including Africa) of its portfolio. Derivatives may be used for efficient portfolio management purposes.

REGULATION 28 COMPLIANCE

The fund complies with retirement fund legislation. It is therefore suitable as a stand-alone fund in retirement products where Regulation 28 compliance is specifically required.

CONTACT DETAILS

Funds are also available via Old Mutual Wealth and MAX Investments.

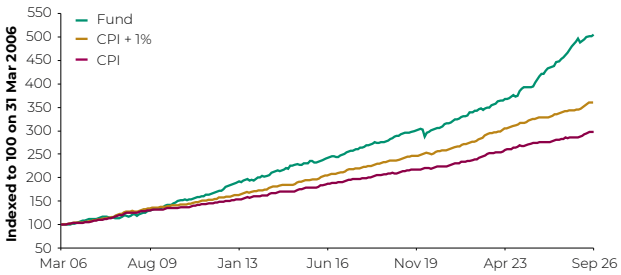
0860 234 234 | www.oldmutualinvest.com | unittrusts@oldmutual.com | Invest now

HOW TO READ AN MDD.

OLD MUTUAL REAL INCOME FUND

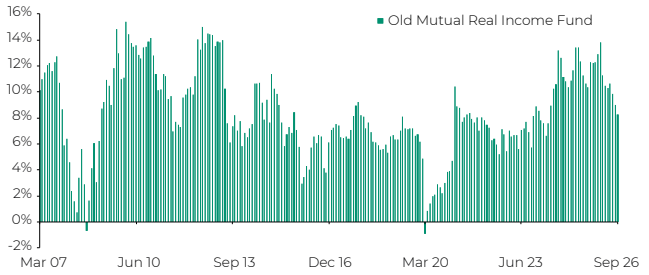
FUND PERFORMANCE AS AT 30/09/2026

PERFORMANCE SINCE INCEPTION



Past performance is no indication of future performance.

RISK OBJECTIVE: AIM TO PROTECT CAPITAL OVER 12 MONTHS



	% Performance (Annualised)					
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception[1]
Fund (Class A)	8.3%	10.6%	8.7%	7.8%	7.4%	8.2%
Fund (Class B1)[2]	8.7%	11.0%	9.2%	8.3%	7.9%	8.6%
Benchmark	4.4%	4.0%	4.9%	4.6%	4.6%	5.5%

[1] Performance since inception of the fund.

[2] Class B1 is available through investment platforms such as Old Mutual Wealth.

Past performance is no indication of future performance. Fund returns are net of fees and measured against the benchmark.

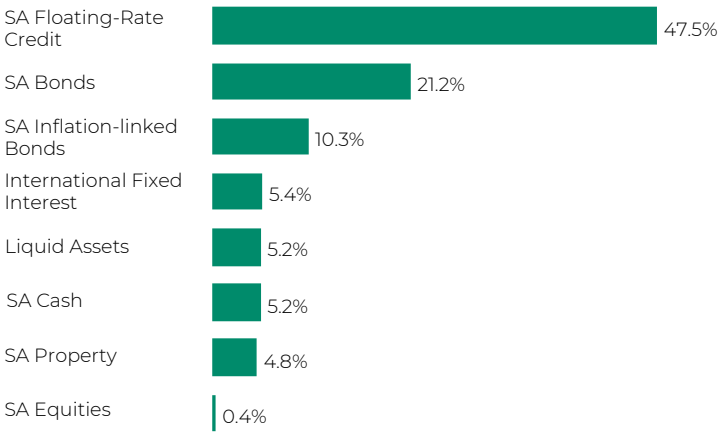
Rolling 12-Month Return	Highest	Average	Lowest
Fund (Since Inception)	15.4%	8.4%	-0.9%

Risk Statistics (Since Inception)	
Maximum Drawdown	-5.7%
Months to Recover	6
% Positive Months	81.7%
Annual Standard Deviation	3.2%

Risk statistics are calculated based on monthly performance data from inception of the fund.

FUND COMPOSITION

ASSET & PERCENTAGE ALLOCATION



PRINCIPAL HOLDINGS

Holding	% of Fund
I2033 ILB 1.875% 28/02/2033	6.8%
R2030 8.00% 31/01/2030	6.5%
R2035 8.875% 28/02/2035	6.1%
R2044 8.75% 31/01/2044	3.6%
R2032 8.25% 31/03/2032	3.4%
R202 ILB 3.45% 07/12/2033	3.0%
IBL360 FRN Zaronia 28/05/2029	2.3%
ASC386 20/06/2036	1.5%
ASC358 FRN Jibar 20/06/2031	1.5%
GDAA4 FRN 20/07/2028	1.4%

OLD MUTUAL REAL INCOME FUND

PORTFOLIO MANAGERS COMMENTARY

OLD MUTUAL INVESTMENT GROUP

JOHN ORFORD

- BA Economic History (Hons), Postgraduate Dip (Quantitative, Development Economics), MSc (Development Economics), MBA
- 25 years of investment experience

SEHRISH KHAN

- B. Com (Acc), CA(SA), CFA Charterholder
- 12 years of investment experience

The Middle East war and its inflation fallout dominated the quarter. Brent crude returned above US$100 a barrel, European gas stayed above €70/MWh for most of September, and Washington announced a fresh wave of tariffs. A global bond sell-off intensified through the quarter as oil, hawkish central banks and heavy government issuance collided. The US 10-year Treasury yield rose from about 4.4% at the start of the quarter to 5.27% at its peak, its highest level since 2007. Bond yields around the world rose: 10-year yields in Japan, Germany and the UK reached their highest levels since 1996, 2011 and 2007 respectively. Central bank policy turned decisively hawkish. The US Federal Reserve (Fed) held in July but hiked by 25 basis points to 3.75%-4% in September, a unanimous decision and the first hike under new Fed Chair Kevin Warsh. The Bank of Japan and the European Central Bank also hiked rates, while the Bank of England held at 3.75%. The South African Reserve Bank raised its repo rate to 7.25%, citing inflation above its 3% target, rising global rates and intensifying oil price pressure.

Despite rising long-dated bond yields and hawkish central banks, global equities remained buoyant, supported by resilient earnings. In rand terms, they returned 1.7% over the quarter, outperforming global bonds (-2.4%), local equities (-0.3%) and local bonds (-0.7%). Within local asset classes, cash and inflation-linked bonds outperformed local bonds and equities. Local equities fell marginally over the quarter, but this masked considerable volatility, especially in mining shares. Precious metal miners rallied strongly in August on higher gold and platinum prices, then fell sharply in September. Outside the resource sector, weakness was broad-based, with index heavyweight Naspers falling 15%. The rand had a volatile quarter, strengthening below R16/US$ in August and then weakening again to end September above R16.4/US$. The South African 10-year government bond yield rose from 8.4% to 9% over the quarter as rising global yields and oil prices took their toll.

The fund return for the last 12 months exceeded inflation by 3.9%, a pleasing outcome given the abundant risks and market volatility. The fund's inflation-linked bond exposure contributed positively to performance given elevated inflation carry over the period. We took profit on a small portion of inflation-linked bonds given that inflation carry is expected to moderate over the short-term and invested the proceeds into nominal bonds at more attractive yields. Variable rate notes remain a cornerstone of the strategy and serve dual objectives: insulating the portfolio from excessive interest rate volatility while generating attractive yield through ongoing credit spread accrual.

We elected for early redemption of the remaining Brait convertible bonds, which has delivered an exceptional return, and added to African fixed income, which offers an attractive hard currency yield. Ahead of the September option expiry, we rolled the fund's currency options to December at a more attractive level. These call options on the US dollar add defensiveness to the portfolio in the event of a stronger dollar/weaker rand and rising local bond yields.

Globally, risks remain elevated: oil-driven inflation, further central bank tightening and stretched AI-related valuations, while a weaker rand, rising local bond yields and subdued domestic growth could weigh on South African assets. In this environment, our aim remains to limit downside risk in the near term while building inflation-beating returns over time.

Source: Old Mutual Investment Group as at 30/09/2026

OTHER INVESTMENT CONSIDERATIONS

ONGOING

	Class A	Class B1
Annual service fees (excl. VAT)	0.80%	0.45%

Please note: Class B1 is available through investment platforms such as Old Mutual Wealth.

Please note: The annual service fees have been reduced effective from 1 February 2022. Previously, they were 1.20% (Class A) and 0.80% (Class B1).

The fee is accrued daily and paid to the management company on a monthly basis. Other charges incurred by the fund, and deducted from its portfolio, are included in the TER. These include the fees and costs relating to underlying global asset class exposures, which range between 0.20% and 0.50% as the fee for equity exposures is typically higher than the fee for fixed income or money market exposures. A portion of Old Mutual Unit Trusts' annual service fees may be paid to administration platforms.

	36 Months		12 Months	
Total Expenses (Incl. Annual Service Fee) (30/06/2026)	Class A	Class B1	Class A	Class B1
Total Expense Ratio (TER) Incl. VAT	0.95%	0.55%	0.96%	0.55%
Transaction Cost (TC)	0.02%	0.02%	0.03%	0.03%
Total Investment Charge	0.97%	0.57%	0.99%	0.58%

Please note: Class B1 is available through investment platforms such as Old Mutual Wealth.

TER is a historic measure of the impact the deduction of management and operating costs has on a fund's value. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER, which includes the annual service fee, may not necessarily be an accurate indication of future TERs. Transaction Cost (TC) is a necessary cost in administering the fund and impacts fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER.

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MINIMUM INVESTMENTS

LOW BALANCE CHARGE

Effective from 31 March 2025, a Prescribed Minimum Balance of R10 000 per fund per investment contract will apply. Failure to maintain the Prescribed Minimum Balance in any such fund will result in a Low Balance Charge* of R31 per month excluding VAT being incurred. However, if there is an existing monthly debit order of a minimum of R500 into each underlying fund within your investment contract, the Low Balance Charge will not apply. Please refer to the link for a full disclosure on how the Low Balance Charge will apply to your investments.

* This charge will not apply if investing via investment platforms such as Old Mutual Wealth.

INITIAL CHARGES (Excl. VAT):

Initial adviser fee will be between 0% and 3.00%.

DISCLOSURES

We aim to treat our clients fairly by giving you the information you need in as simple a way as possible, to enable you to make informed decisions about your investments.

- We believe in the value of sound advice and so recommend that you consult a financial planner before buying or selling unit trusts. You may, however, buy and sell without the help of a financial planner. If you do use a planner, we remind you that they are entitled to certain negotiable planner fees or commissions.
- Investments in unit trusts should ideally be a medium- to long-term strategy that takes cognisance of the Recommended Investment Term of each individual fund as stipulated in its Minimum Disclosure Document. A fund's or an investment strategy's ability to provide benchmark performance, or to achieve its performance target over its Recommended Investment Term on a net of fee basis may be impacted by market illiquidity, differences in fund and market pricing points, concentration risk and other local (and where applicable global) events, such as market- and political developments, macro-economic factors and healthcare risks such as Covid-19, amongst others. Your fund value may therefore go up or down and the investment capital or return on your investment is not guaranteed. How a fund has performed in the past does not necessarily indicate how it will perform in the future.
- The fund fees and costs that we charge for managing your investment are disclosed in this Minimum Disclosure Document (MDD) and in the table of fees and charges, both of which are available on our public website or from our contact centre.
- Additional information of the proposed investment, including brochures, application forms and annual or quarterly reports, can be obtained, free of charge, from Old Mutual Unit Trust Managers (RF) (Pty) Ltd, from our public website at www.oldmutualinvest.com or our contact centre on 0860 234 234.
- Our cut-off time for client instructions (e.g. buying and selling) is at 15:00 each working day for all our funds, except for our money market funds, where the cut-off is at 12:30.
- The valuation time is set at 15:00 each working day for all our funds, excluding our money market funds which is at 13:00, to determine the daily ruling price (other than at month-end when we value the Old Mutual Index Funds and Multi-Managed Fund of Funds range at 17:00 close). Daily prices are available on the public website and in the media.
- Unit trusts are traded at ruling prices, may borrow to fund client disinvestments and may engage in scrip lending. The daily ruling price is based on the current market value of the fund's assets plus income minus expenses (NAV of the portfolio) divided by the number of units on issue.
- Excessive daily withdrawals from the fund may place the fund under liquidity pressures. In such circumstances a process of ring-fencing of withdrawal instructions and/or managed payouts over time may be followed.
- This fund holds assets in foreign countries and therefore it may have risks regarding liquidity, the repatriation of funds, political and macroeconomic situations, foreign exchange, tax, settlement, and the availability of information.
- Income funds derive their income primarily from interest-bearing instruments as defined. The yield is a current yield and is calculated daily.
- The Net Asset Value to Net Asset Value figures are used for the performance calculations. The performance quoted is for a lump sum investment. The performance calculation includes income distributions prior to the deduction of taxes and distributions are reinvested on the ex-dividend date. Performances may differ as a result of actual initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Annualised returns are the weighted average compound growth rates over the performance period measured. Performances are in ZAR and as at 30 September 2026. Source: Morningstar.

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Old Mutual Unit Trust Managers (RF) (Pty) Ltd, registration number 1965 008 47107, is a registered manager in terms of the Collective Investment Schemes Control Act 45 of 2002. Old Mutual is a member of the Association for Savings and Investment South Africa (ASISA). Old Mutual Unit Trust Managers has the right to close the portfolio to new investors in order to manage it more efficiently in accordance with its mandate.

Trustee: Standard Bank, PO Box 54, Cape Town 8000. Tel: +27 21 401 2002, Fax: +27 21 401 3887

CONTACT DETAILS

Funds are also available via Old Mutual Wealth and MAX Investments.

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