



KEY FACTS

Launch Date:	July 2012
Product Vehicle:	Pooled, unitised fund policy as defined in the Long-term Insurance Act, 1988.
Target:	CPI + 5% over rolling three- to five-year periods
Benchmark*	Composite Asset Allocation Benchmark
Minimum Investment:	R10 million
Fees:	30bps

* The fund aims to track the components of the benchmark. Please refer to the table alongside for further details of the benchmark

INVESTMENT DESCRIPTION

The Balanced Index Fund is a fully diversified portfolio investing in a mix of local and offshore equities, listed property, interest bearing assets (including inflation linked bonds) and cash.

The fund invests in funds targeting the return of an index. Index funds offer the benefits of substantially lower fees and significantly reduce the uncertainty of fund performance relative to the market. Lower fees and efficient investment indexation processes minimise the tracking error on the overall returns.

INVESTMENT OBJECTIVE

Through a well-diversified mix of asset classes, this fund aims to deliver long-term growth while limiting the volatility in returns. The portfolio is Regulation 28 compliant and rebalanced, in line with its strategic allocation, in March every year. Rebalancing the portfolio annually keeps trading costs to a minimum while ensuring that the portfolio partakes in the intended combination of returns originating from each asset class. The fund has a long-term real return target of 5% (CPI+5%).

RISK CHARACTERISTICS

This is a moderate risk fund exposed to share price, interest-rate and currency fluctuations. A balanced, diversified portfolio across local and global asset classes helps lessen these fluctuations.

SUITABLE INVESTORS

This fund is suitable for investors wanting moderate to high long term growth with less volatility than pure equity.

INVESTMENT TEAM

The Fund is managed by the Indexation investment team within the Customised Solutions boutique.



BERNISHA LALA
Portfolio Manager



FRANK SIBIYA
Portfolio Manager



ANELISA BALFOUR
Investment Analyst

CONTACT DETAILS

Mutualpark, Jan Smuts Drive, Pinelands 7405,
PO Box 878, Cape Town 8000, South Africa.
Tel: +27 21 509 5022, Fax: +27 21 509 4663,
Email: futurematters@oldmutualinvest.com,
Website: www.oldmutualinvest.com

FUND PERFORMANCE AS AT 28/02/2021

Gross Composite Returns

	3-Months	1 Year	3 Years	5 Years	Since Inception
Fund	9.6%	16.9%	5.2%	6.7%	9.6%
Benchmark*	10.4%	17.9%	5.4%	6.9%	9.8%
Target: CPI+5%	2.3%	7.8%	8.8%	9.4%	9.9%

* The Fund aims to track the components of the benchmark.

Source: Old Mutual Investment Group

ASSET ALLOCATION AS AT 28/02/2021

Asset Class	Building Block/ Benchmark	Actual Asset Allocation
Domestic Equity excl. property	FTSE/JSECapped SWIX Index Fund	49.7%
Domestic Property	SA Listed Property Index Fund	6.6%
Domestic Bonds	All Bond Index Fund	6.2%
Domestic Inflation-linked Bond	Domestic ILB Index Fund	5.8%
Domestic Cash	OM Core Money Market Fund	5.6%
Domestic Total		73.9%
International Equity (MSCI)	MSCI ACWI ESG Index Fund	23.8%
International Bonds	Group-of-Seven (G7) Index	2.3%
International Total		26.1%

Source: Old Mutual Investment Group

BUILDING BLOCK RETURNS

1-year Annualised Returns	Fund	Benchmark	Differential
FTSE/JSECapped SWIX Index Fund	23.4	23.9	-0.5
SA Listed Property Index Fund	-15.0	-15.8	0.7
All Bond Index Fund	8.0	8.3	-0.3
Domestic ILB Index Fund	7.6	7.7	0.0
OM Core Money Market Fund	4.8	4.2	0.6
MSCI ACWI ESG Index Fund	24.5	24.3	0.2
OM FTSE RAFI All World Index F	N/A	20.6	N/A
Group-of-Seven (G7) Index	-2.0	-1.5	-0.6

Source: Old Mutual Investment Group

TOP TEN SA EQUITY HOLDINGS AS AT 28/02/2021

Holding	JSE Code	Sector	% of SA Equity
Naspers Ltd -N-	NPN	Consumer Services	10.1%
Anglo American plc	AGL	Basic Materials	5.3%
Firststrand Ltd	FSR	Financials	5.0%
Impala Platinum Hlgs Ltd	IMP	Basic Materials	3.9%
Standard Bank Group Ltd	SBK	Financials	3.4%
SIBANYE STILLWATER	SSW	Basic Materials	3.4%
PROSUS PRX	PRX	Consumer Services	3.0%
British American Tob plc	BTI	Industrials	2.8%
BHP Group Plc	BHP	Basic Materials	2.7%
MTN Group Ltd	MTN	Telecommunications	2.6%
Total			42.1%

Source: Old Mutual Investment Group

DISCLAIMER: Old Mutual Investment Group (Pty) Ltd (Reg No 1993/003023/07) is a Licensed financial services provider, FSP 604, approved by the Financial Sector Conduct Authority (www.fsca.co.za) to provide intermediary services and advice in terms of the Financial Advisory and Intermediary Services Act 37 of 2002. Old Mutual Investment Group (Pty) Ltd is wholly owned by the Old Mutual Investment Group Holdings (Pty) Ltd.

The investment portfolios are market linked. Pooled products may either be policy based via a linked policy of insurance issued by Old Mutual Life Assurance Company of South Africa Ltd, which is a registered Long Term Insurer, or unitized in collective investment schemes. Investors' rights and obligations are set out in the relevant contracts. Market fluctuations and changes in rates of exchange or taxation may have an effect on the value, price or income of investments. Since the performance of financial markets fluctuates, an investor may not get back the full amount invested. Past performance is not necessarily a guide to future investment performance. Unless disclosed to the client, no commission or incentives are paid by the Old Mutual Investment Group to any persons other than its representatives. Old Mutual Investment Group has comprehensive crime and professional indemnity insurance which is part of the Old Mutual Group cover.