

# Ampersand Global Equity Fund - Class A USD

Fund data for the month ending 30 June 2022

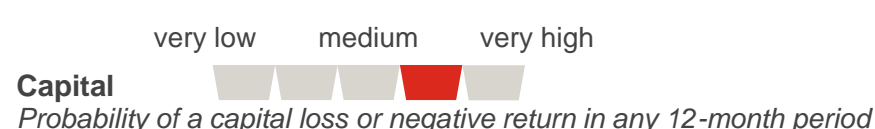
## Fund details\*

|                                                                                                                                                                                                                                                                                                                                   |                                                                                 |                                                                        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------|------------------------------------------------------------------------|
| Manager:<br><b>Momentum Wealth International Limited</b>                                                                                                                                                                                                                                                                          | Investment manager:<br><b>Momentum Global Investment Management</b>             | Sub-investment manager:<br><b>Ampersand Asset Management (Pty) Ltd</b> |
| Custodian:<br><b>Northern Trust (Guernsey) Limited</b>                                                                                                                                                                                                                                                                            | Income distribution:<br><b>Accumulating, income received is not distributed</b> | Currency:<br><b>USD</b>                                                |
| Inception date:<br><b>10 December 2021</b>                                                                                                                                                                                                                                                                                        | Investment timeframe:<br><b>5 years +</b>                                       | Initial fee:<br><b>none</b>                                            |
| Valuation point:<br><b>11:00pm (Guernsey time) on the relevant Dealing Day</b>                                                                                                                                                                                                                                                    | ASISA sector:<br><b>Fund of funds</b>                                           | Minimum subscription:<br><b>USD 750,000</b>                            |
| Benchmark:<br><b>MSCI AC World</b>                                                                                                                                                                                                                                                                                                | Fund size:<br><b>USD 11.4 million</b>                                           | Subscriptions / redemptions:<br><b>daily</b>                           |
|                                                                                                                                                                                                                                                                                                                                   |                                                                                 | Financial year-end TER**:<br><b>tbc</b>                                |
|                                                                                                                                                                                                                                                                                                                                   |                                                                                 | TER**:<br><b>tbc</b>                                                   |
| Subscriptions cut-off time:<br><b>The application form to subscribe must be completed and received by the Administrator by no later than 12:00 noon (Guernsey time) on the relevant Dealing Day. Cleared funds to be received by no later than 12:00 noon (Guernsey time) three business days after the relevant Dealing Day.</b> |                                                                                 |                                                                        |
| Redemptions cut-off time:<br><b>Written notice to redeem must be received by the Administrator by no later than 12:00 noon (Guernsey time) on the relevant Dealing Day.</b>                                                                                                                                                       |                                                                                 |                                                                        |

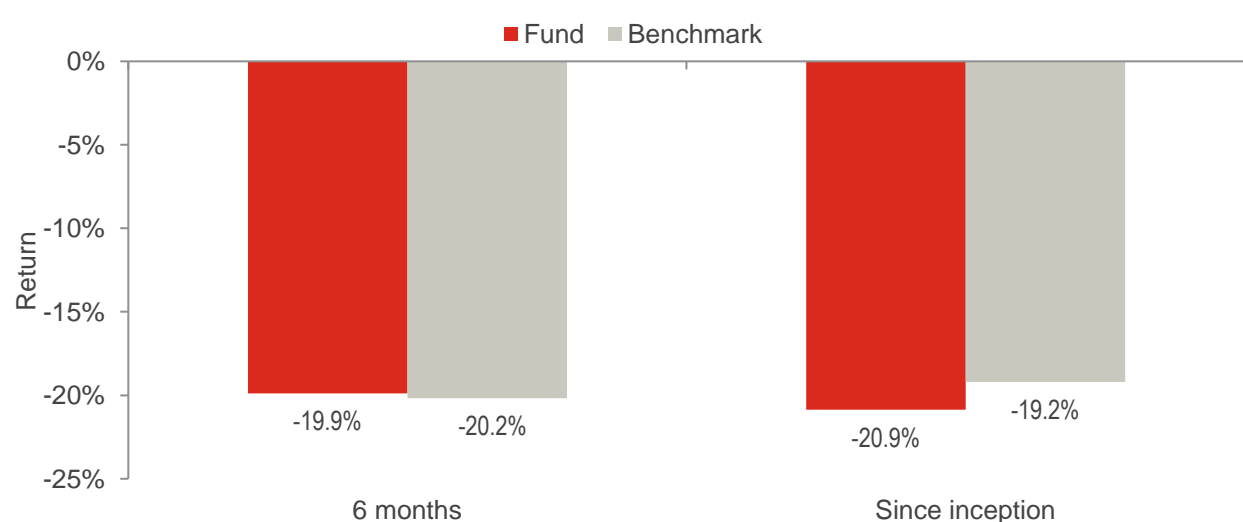
Up to date Fund prices per share are available on [www.morningstar.co.za](http://www.morningstar.co.za) or upon request from the Manager or Administrator.

## Investment objective

The Fund is designed to provide capital growth over the longer term in the Base Currency by gaining exposure to international equity markets, predominately by means of index tracking collective investment schemes and/or exchange traded funds. The Fund is ideally suited to investors with a moderate to high risk tolerance (with a high risk tolerance for short-term volatility) and an investment horizon of 5 years or longer.



## Fund performance



## Cumulative returns

|                 | Rolling 12-month cumulative return |                    | Cumulative performance |
|-----------------|------------------------------------|--------------------|------------------------|
|                 | Highest performance                | Lowest performance |                        |
| 1 year          | n/a                                | n/a                | n/a                    |
| 2 years         | n/a                                | n/a                | n/a                    |
| 3 years         | n/a                                | n/a                | n/a                    |
| 5 years         | n/a                                | n/a                | n/a                    |
| Since inception | n/a                                | n/a                | -20.9%                 |

Source: Morningstar, Northern Trust International Fund Administration Services (Guernsey) Limited. **Past performance is not indicative of future returns.** The Fund performance is calculated on a total return basis, net of all fees and in US dollar terms. NAV to NAV figures have been used for the performance calculations. The performance is calculated for the Fund. The individual investor performance may differ, as a result of various factors, including the actual investment date. Investment performance calculations are available for verification upon request. Annualised returns are period returns re-scaled to a period of 1 year. This allows investors to compare returns of different assets that they have owned for different lengths of time. Actual annual figures are available to investors upon request. Since inception figures are since the inception of the Fund.

## Top holdings

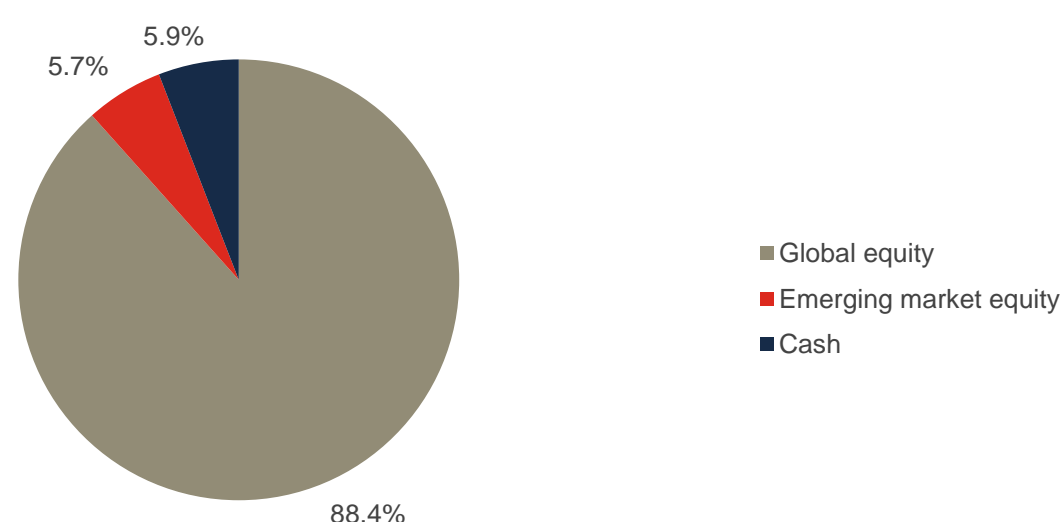
| Holdings                                   | Asset type | Weight |
|--------------------------------------------|------------|--------|
| iShares MSCI AC World                      | Equity     | 44.2%  |
| iShares Core MSCI World                    | Equity     | 44.2%  |
| Cash                                       | Cash       | 5.9%   |
| iShares Core MSCI Emerging Markets IMI ETF | Equity     | 5.8%   |

## Investment statistics (since inception)

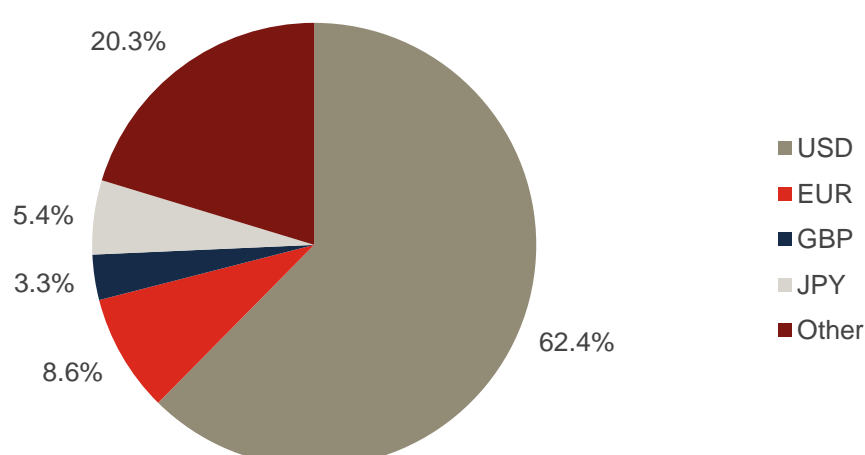
|                        |                                                                                                                       |
|------------------------|-----------------------------------------------------------------------------------------------------------------------|
| Cumulative return:     | -20.9%                                                                                                                |
| Annualised return:     | } <i>annualised return and volatility statistics will become available 12 months after the inception of the Fund.</i> |
| Annualised volatility: |                                                                                                                       |

Source: Momentum Global Investment Management Limited, Northern Trust International Fund Administration Services (Guernsey) Limited.

## Current asset allocation\*\*\*



## Currency allocation



Source: Ampersand Asset Management (Pty) Limited, Momentum Global Investment Management, Northern Trust International Fund Administration Services (Guernsey) Limited.

\* Please refer to the fund supplement and scheme particulars for a detailed description of fees and fund facts.

\*\* The Total Expense Ratio (TER) for this Fund cannot currently be accurately determined. TER information may only be made available after the Fund has been in existence for more than one year. The TER of this Fund will be higher than the Management and Administration fee.

\*\*\* Current asset allocation figures reflect the strategic classification of the collective investment schemes (or similar schemes) held by the Fund and do not look through to the underlying holdings of such schemes.

## Market commentary

It would be difficult to construct a more challenging backdrop for markets than that of the past six months. The extraordinary effects of the pandemic on supply chains, the ensuing massive loosening of fiscal and monetary policy, and the release of pent-up demand as Covid restrictions ended, reawakened inflation. Central banks misjudged the persistency of the inflation, and across much of the developed world have been forced into an aggressive tightening of policy. The challenges faced by policy makers were then compounded by Russia's act of aggression, exacerbating inflation, especially of food and energy, damaging business and consumer confidence, and triggering intense uncertainty and fears of global recession.

In recent weeks the fear of recession has taken hold: high energy and food prices are dampening consumer confidence and discretionary spending, corporate margins are under pressure from surging producer input prices, and rising interest rates are discouraging spending and investment. A sharp slowdown in growth across much of the world is underway with inevitable consequences for corporate earnings.

Developed markets, measured by the MSCI World index, returned -8.7% over the month, with the US returning -8.3% while the UK returned -5.3% in local currency terms. Emerging markets fell -6.6% in local terms. Bond markets returned -3.1% in June, as measured by the Bank of America Merrill Lynch Global Broad Market index, with US Treasuries returning -1.0% and US corporate investment grade bonds returning -2.8%.

The world is entering a sharp cyclical slowdown, uncertainties are exceptionally high, and risks of further periods of volatility and falls in markets cannot be dismissed. But markets have fallen sharply, with the result that much has already been discounted. As we move through the second half of the year inflation is likely to have peaked, and the Fed's tightening coming close to an end, ahead of other central banks, which in turn could weaken the dollar, whose strength has been a significant headwind for markets. A soft landing will be tough for the Fed to engineer, but recent market moves suggest that there is seemingly little priced in for that favourable outcome.

Source: Bloomberg Finance LP, Momentum Global Investment Management Limited

## Fees applicable to Class A participating shares

| Management and administration fee: |                                                     | Investment management fee:                       | Sub-investment management fee:                   | Other applicable fees:                                                                         |
|------------------------------------|-----------------------------------------------------|--------------------------------------------------|--------------------------------------------------|------------------------------------------------------------------------------------------------|
| <b>NAV of Fund</b>                 | <b>Fee</b>                                          | 0.80% <i>per annum</i> (maximum)                 | 0.75% <i>per annum</i> (maximum)                 | Custody fees:                                                                                  |
|                                    | <i>per annum</i>                                    | Performance fees are not applicable to this Fund | <i>paid out of the investment management fee</i> | Up to USD 30m 0.05%                                                                            |
| Up to USD 30m                      | 0.30%                                               |                                                  |                                                  | From USD 30m to USD 60m 0.04%                                                                  |
| From USD 30m to USD 60m            | 0.25%                                               |                                                  |                                                  | From USD 60m to USD 100m 0.03%                                                                 |
| Over USD 60m                       | 0.20%                                               |                                                  |                                                  | Over USD 100m 0.02%                                                                            |
|                                    | <i>subject to a minimum of USD 22,000 per annum</i> |                                                  |                                                  | <i>subject to a minimum of USD 8,000 per annum.</i><br>(Custodian fee per transaction: USD 25) |
|                                    |                                                     |                                                  |                                                  | Distribution fees: 0.00%                                                                       |
|                                    |                                                     |                                                  |                                                  | Directors' fees: 0.00%                                                                         |

## Risk warnings and important notes

Collective investments are generally medium to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to the future.

Collective investments are traded at ruling prices. Commission and incentives may be paid and, if so, would be included in the overall costs. All performance is calculated on a total return basis, after deduction of all fees and commissions and in US dollar terms. Forward pricing is used.

The Fund invests in other collective investments, which levy their own charges. This could result in a higher fee structure for the Fund.

Fluctuations in the value of the underlying funds, the income from them and changes in interest rates mean that the value of the Fund and any income arising from it may fall, as well as rise, and is not guaranteed.

Deductions of charges and expenses mean that you may not get back the amount you invested.

The fees charged within the Fund and by the managers of the underlying funds are not guaranteed and may change in the future.

Higher risk investments may be subject to sudden and larger falls in value in comparison to other investments. Higher risk investments include, but are not limited to, investments in smaller companies, even in developed markets, investments in emerging markets or single country debt or equity funds and investments in high yield or non-investment grade debt.

Notwithstanding ongoing monitoring of the underlying funds within the Fund, there can be no assurance that the performance of the funds will achieve their stated objectives.

The Fund will contain shares or units in underlying funds that invest internationally. The value of an investor's investment and the income arising from it will therefore be subject to exchange rate fluctuations.

Foreign securities may have additional material risks, depending on the specific risks affecting that country, such as: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks; and potential limitations on the availability of market information.

The Fund may contain shares or units in underlying funds that do not permit dealing every day. Investments in such funds will only be realisable on their dealing days. It is not possible to assess the proper market price of these investments other than on the fund's dealing days.

No borrowing will be undertaken by the Fund except for the purpose of meeting short term liquidity requirements. Borrowings will not exceed 10% of the net asset value of the Fund. For such purpose, the securities of the Fund may be pledged. No scrip borrowing will be allowed. The Cell is not permitted to enter into any form of borrowing or loan arrangement with other cells of the Company nor other collective investment schemes of the Manager.

While derivative instruments may be used for hedging purposes, the risk remains that the relevant instrument may not necessarily fully correlate to the investments in the Fund and accordingly not fully reflect changes in the value of the investment, giving rise to potential net losses.

Forward contracts are neither traded on exchanges nor standardised. Principals dealing in these markets are also not required to make markets in the currencies they trade, with the result that these markets may experience periods of illiquidity. Banks and dealers will normally act as principals and usually each transaction is negotiated on an individual basis.

The Manager has the right to close the Fund to new investors, in order to manage it more efficiently, in accordance with its mandate.

Investment in the Fund may not be suitable for all investors. Investors should obtain advice from their financial adviser before proceeding with an investment.

Investors are reminded that any forecasts and/or commentary included in this MDD are not guaranteed to occur, and merely reflect the interpretation of the public information and propriety research available to the Investment Manager at a particular point in time.

This report should be read in conjunction with the prospectus of Momentum Mutual Fund ICC Limited and the supplement, in which all the current fees and fund facts are disclosed. Copies of these scheme particulars, including the Prospectus, Fund Supplement, and the annual accounts of the Scheme, which provide additional information, are available, free of charge, upon request from Momentum Wealth International Limited, La Plaiderie House, La Plaiderie, St Peter Port, Guernsey, GY1 1WF, Telephone 0044 1481 735480, or from our website [www.momentum.co.gg](http://www.momentum.co.gg). A schedule of similarities and differences is also available to South African investors and can be found on our website [www.momentum.co.gg](http://www.momentum.co.gg).

This report should not be construed as an investment advertisement, or investment advice or guidance or proposal or recommendation in any form whatsoever, whether relating to the Fund or its underlying investments. It is for information purposes only and has been prepared and is made available for the benefit of the investors in the Fund.

While all care has been taken by the Investment Manager in the preparation of the information contained in this report, neither the Manager nor Investment Manager make any representations or give any warranties as to the correctness, accuracy or completeness of the information, nor does either the Manager or Investment Manager assume liability or responsibility for any losses arising from errors or omissions in the information.

Momentum Mutual Fund ICC Limited is an incorporated cell company governed by the provisions of the Companies (Guernsey) Law 2008 as amended. Prior to its incorporation as an incorporated cell company on 19 January 2007, it was registered as a protected cell company on 20 February 2006. It is authorised, as an open-ended collective investment scheme of Class B by the Guernsey Financial Services Commission under the Protection of Investors (Bailiwick of Guernsey) Law 2020. In giving this authorisation the Guernsey Financial Services Commission do not vouch for the financial soundness of Momentum Mutual Fund ICC Limited or for the correctness of any of the statements made or opinions expressed with regard to it.

Ampersand Global Equity Fund IC Limited is a registered incorporated cell of Momentum Mutual Fund ICC Limited, with registered number 69702.

Ampersand Global Equity Fund IC Limited is approved under the South African Collective Investment Schemes Control Act (No. 45 of 2002).

Momentum Wealth International Limited is the Fund Manager, licensed by the Guernsey Financial Services Commission, with its registered office at La Plaiderie House, La Plaiderie, St Peter Port, Guernsey, GY1 1WF. Momentum Wealth International Limited is an authorised financial services provider in terms of the Financial Advisory and Intermediary Services Act No. 37 of 2002 in South Africa. Momentum Wealth International Limited is a full member of the Association for Savings and Investments SA (ASISA).

Momentum Collective Investments (RF) (Pty) Ltd a South African company Registration No. 1987/004287/07, with its registered office at 268 West Avenue, Centurion, 0157, South Africa, has been appointed by the Manager as the Representative Office for the fund. Share call number 0860 111 899 Telephone +27 (0) 12 675 3002 Facsimile +27 (0) 12 675 3889.

Momentum Collective Investments (RF) (Pty) Ltd is an authorised manager of collective investment schemes in terms of the Collective Investment Schemes Control Act, No 45 of 2002.

Northern Trust International Fund Administration Services (Guernsey) Limited is the Fund Administrator, licensed by the Guernsey Financial Services Commission, with its registered office at PO Box 255, Trafalgar Court, Les Banques, St Peter Port, Guernsey, GY1 3QL.

Momentum Global Investment Management Limited (MGIM) is the appointed Investment Manager of the fund and is authorised and regulated by the UK Financial Conduct Authority, with its registered address at The Rex Building, 62 Queen Street, London EC4R 1EB. MGIM is exempt from the requirements of section 7(1) of the Financial Advisory and Intermediary Services Act 37 of 2002 (FAIS) in South Africa, in terms of the FSCA FAIS Notice 141 of 2021 (published 15 December 2021). For complaints relating to MGIM's financial services, please contact [DistributionServices@momentum.co.uk](mailto:DistributionServices@momentum.co.uk).

Ampersand Asset Management (Pty) Ltd, a South African registered company, is the appointed Sub-Investment Manager of the fund, with its registered office at 2nd Floor, 1 Melrose Boulevard, Melrose Arch, South Africa.

Vickers & Peters Financial Planning (Pty) Ltd, a South African registered company, is the appointed Distribution Partner of the fund, with its registered office at 2nd Floor, 1 Melrose Boulevard, Melrose Arch, South Africa.

Northern Trust (Guernsey) Limited is the Custodian, licensed by the Guernsey Financial Services Commission, with its registered office at PO Box 71, Trafalgar Court, Les Banques, St Peter Port, Guernsey, GY1 3DA

Momentum Wealth International Limited does not provide any guarantee, either with respect to the capital or the return of the Fund.

This report may not be circulated or copied where it may constitute an infringement of any local laws or regulations. This report is for the sole use of the intended recipient and may not be reproduced or circulated without the prior written approval of the Manager.