

**Description**

The Futuregrowth Development Balanced Composite, a balanced portfolio providing investors with social impact by investing in a range of developmental investments, forms part of Futuregrowth's suite of developmental investments. The Composite has exposure to a range of asset classes from listed equity (Old Mutual Responsible Investment Equity); bonds (Futuregrowth Infrastructure & Development Bond); unlisted property (Futuregrowth Community Property); unlisted equity (Futuregrowth Development Equity); inflation-linked bonds (Futuregrowth Power Inflation-linked Bond) and cash. The benchmark is a composite weighting of the underlying funds' benchmarks.

**Key benefits**

- Competitive market fee.
- Diversification through exposure to various asset classes.
- Providing long-term stable returns.
- Medium-risk profile, lower volatility than traditional corporate listed bonds.
- Suits a fiduciary fund management model.
- Leverage off existing team and process.
- Immediate access to diversified pool of assets.
- Good deal pipeline.



**FUTUREGROWTH  
BALANCED FUND  
Fund Management  
Committee**



**Fund Management  
Committee**

The Fund is overseen by a Committee consisting of Shaun Harris (CIO), Daphne Botha (Head of Risk Management), Ntuthuzelo Magwentshu (Head of Dealing), and Jason Lightfoot (Senior Portfolio Manager).

Portfolio manager	Fund Management Committee
Benchmark	The benchmark is a composite weighting of the underlying funds' benchmarks
Asset allocation	Listed Equity (60%); Infrastructure & Development Bond (20%); Community Property (5%); Development Equity (5%); Power Inflation-linked Bond(5%); Cash (5%)
Current structure	Pooled
Inception date	November 2004
Total composite assets	R22.5 million
Minimum investment	Pooled - R10 million (At manager's discretion)
Termination period	1 calendar month (size dependent)

**A brief description of some of the underlying funds:**

**Listed Equity**

**SRI tracker**

The Old Mutual Responsible Investment Equity Fund is a domestic equity portfolio of listed SRI equity investments whose benchmark is an appropriate responsible equity investments index.

**Direct holdings**

From time to time the manager identifies specific shares that can be held directly. These opportunities will normally not exceed a total of 10% of the portfolio value.

**Development Equity**

The Futuregrowth Development Equity Composite specialises in equity and related investments in socially responsible, sustainable or developmental projects and businesses. The benchmark is CPI + 10%.

**Infrastructure & Development Bond**

The Futuregrowth Infrastructure & Development Bond Composite is a specialist yield enhanced bond portfolio. The Composite targets high returns through a combination of moderate credit concentration limits, active interest rate risk management and active off-benchmark bets. The benchmark is the All Bond Index.

**Community Property**

The Futuregrowth Community Property Composite specialises in the financing and development of retail shopping centres catering to the needs of underserved communities throughout South Africa. The benchmark is CPI + 4%.

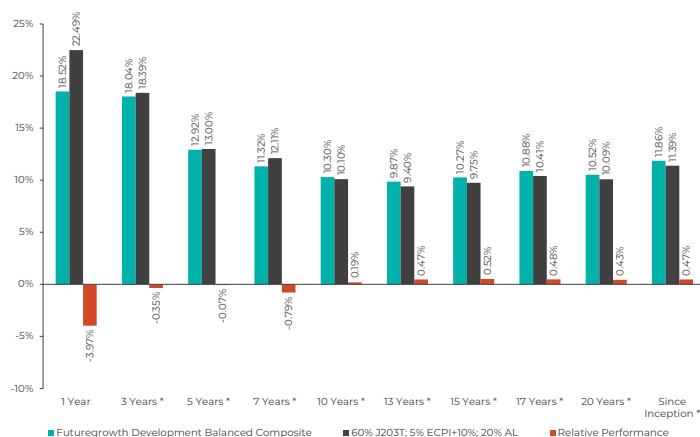
**Power Inflation-linked Bond**

The Futuregrowth Power Inflation-linked Bond Composite is an investment portfolio that specialises in energy-related industries and sectors. The benchmark is the RSA Inflation-Linked Government Bond I2038.

**A Short Term STeFI+**

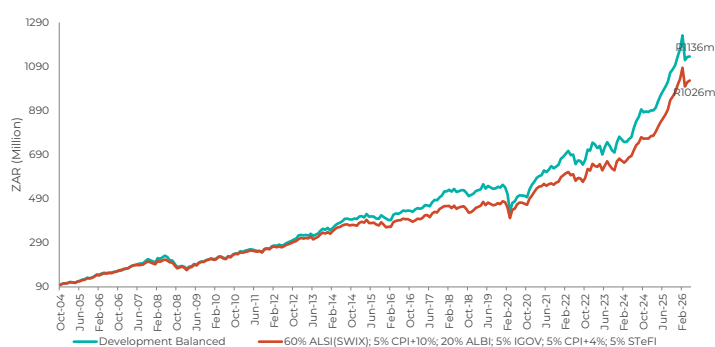
The investment in the Futuregrowth A Short Term STeFI+ Fund is to manage liquidity as opposed to being a standalone strategic investment.

## Performance

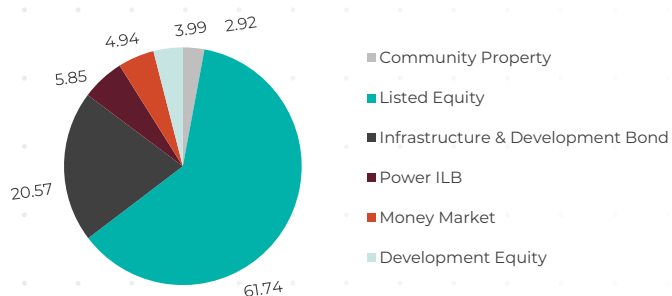


\*Annualised

## Cumulative performance



## Portfolio exposure



**Derivative disclosure:** Market derivatives are used frequently and extensively to manage interest rate risk of the fund relative to the benchmark, and to enable the acquisition of short-term or floating rate instruments in the fund. Market derivatives are used less frequently to opportunistically add value due to mispricings. The manager does not employ "naked" written options strategies to increase yield. Credit derivatives are allowed, but used infrequently and only within credit policies and limits. **FAIS disclaimer:** Futuregrowth Asset Management (Pty) Ltd ("Futuregrowth") is a licensed discretionary financial services provider, FSP 520, approved by the Registrar of the Financial Sector Conduct Authority to provide intermediary services and advice in terms of the Financial Advisory and Intermediary Services Act 37 of 2002. The fund values may be market linked or policy based. Market fluctuations and changes in exchange rates may have an impact on fund values, prices and income and these are therefore not guaranteed. Past performance is not necessarily a guide to future performance. Futuregrowth has comprehensive crime and professional indemnity in place. Performance figures are sourced from Futuregrowth and IRESS. **GIPS disclaimer:** Futuregrowth a subsidiary of Old Mutual Investment Group Holdings (Pty) Limited is a specialist investment company which manages the full range of interest bearing and developmental investments in an ethical and sustainable way. Futuregrowth claims compliance with the Global Investment Performance Standards (GIPS®). Contact Futuregrowth at +27 21 659 5300 to obtain a list of composite descriptions and/or a presentation that complies with the GIPS® standards. The investment returns reflected are supplemental information as they are not calendar year returns and are gross-of-fees. Currency: ZAR.

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## Risk statistics

	Information ratio	Tracking error
3 Years	-0.15	2.38%
5 Years	-0.03	2.42%
10 Years	0.11	2.92%
10 Years	0.21	2.82%
<b>Since inception standard deviation</b>		
Composite	10.22%	
Benchmark	9.53%	

## Contact the Business Development team

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