

# VFPF International Growth Fund

Month ended 31 May 2016

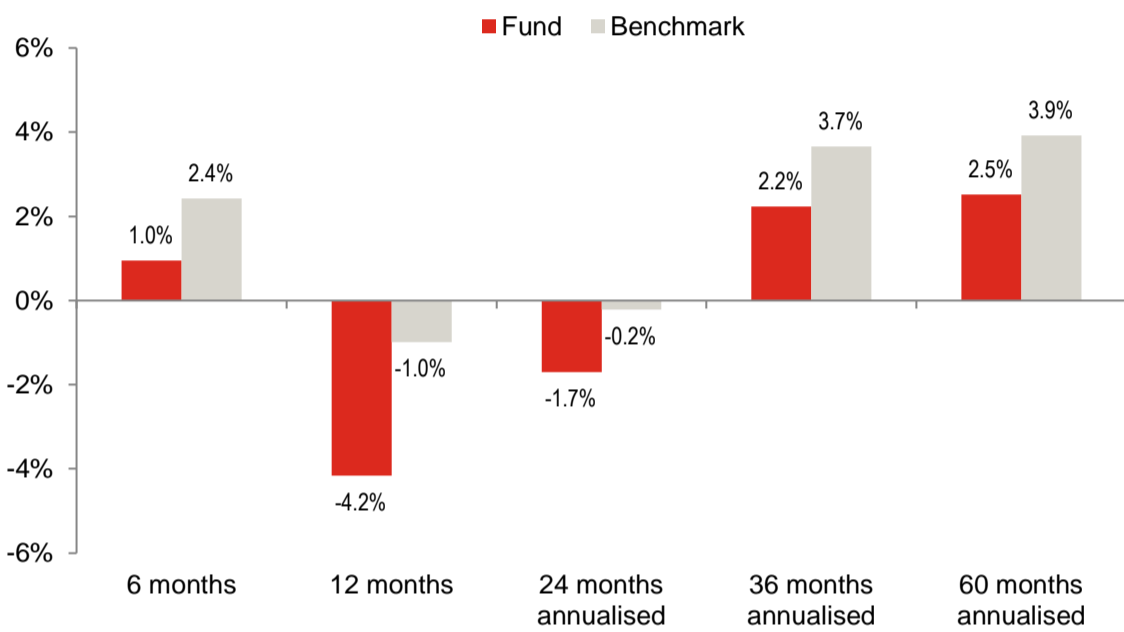
## Fund details†

Investment manager: <b>Momentum Global Investment Management</b>	Sub-investment manager: <b>Ampersand Asset Management (Pty) Limited*</b>	
Initial fee: <b>none</b> Minimum subscription: <b>USD 7,500</b>	Subscriptions / redemptions: <b>daily</b>	Investment timeframe: <b>5 years +</b>
Benchmark: <b>60% MSCI AC World, 30% Citigroup WGBI, 10% Cash</b>	Fund type: <b>roll up, non distributor status</b>	Currency: <b>USD</b>
Inception: <b>25 November 2009</b>	Price per share A: <b>USD 1.2381</b>	Price per share B: <b>USD 1.2187</b>

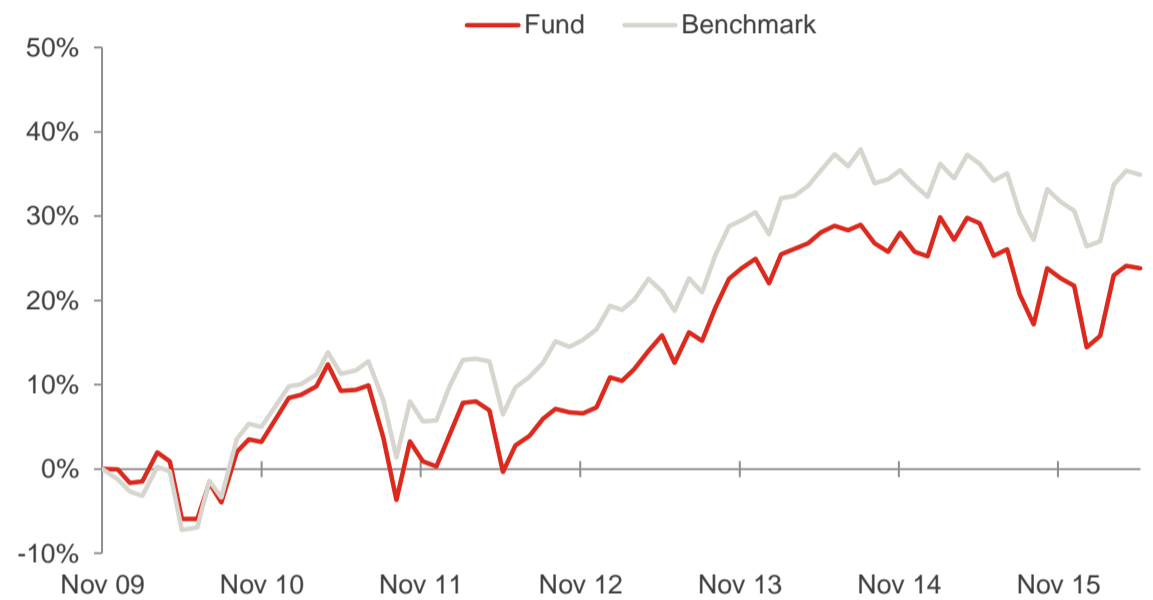
## Investment objective

The Fund focuses primarily on long-term capital growth over the full investment cycle through a relatively high exposure to international growth assets. The portfolio will retain a good level of diversification, however, and will invest in a wide range of asset classes including cash, bonds, equities and property. The Fund is ideally suited to investors with an investment horizon of 5 years or longer and an intermediate (between moderate and high) risk tolerance.

## Fund performance



## Cumulative returns



Past performance is not indicative of future returns. The fund performance is calculated in a total return basis, net of all fees and in US dollar terms.

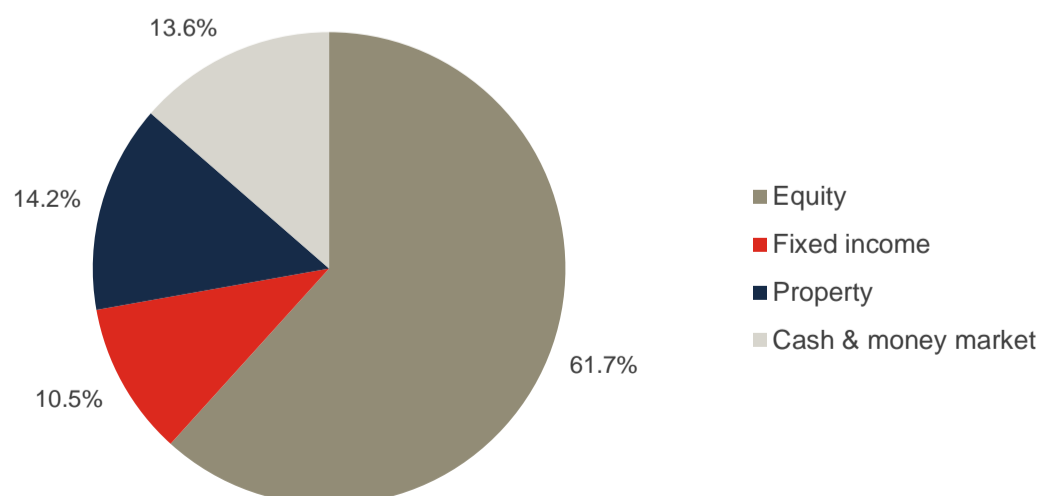
## Top holdings

Holdings	Asset type	Weight
Nedgroup Global Flexible	Equity	19.9%
Schroder Global Recovery	Equity	19.5%
Investec Global Franchise	Equity	16.7%
Epoch Global Choice	Equity	15.9%
PIMCO Global Bond	Fixed Income	10.5%
Sesfikile Global Property	Property	7.1%
Sanlam Grindrod International Property	Property	7.0%
Cash	Cash	3.4%

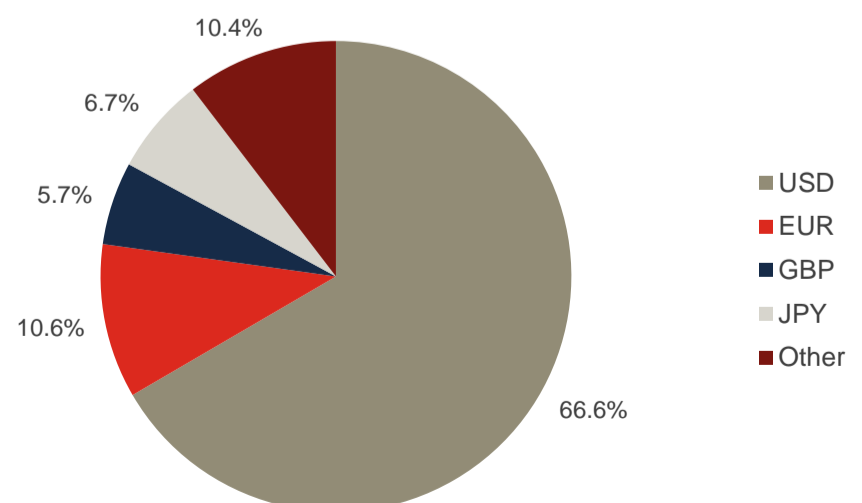
## Investment statistics (since inception)

Cumulative return:	23.8%
Annualised return:	3.3%
Annualised volatility:	10.0%

## Asset allocation\*\*



## Currency allocation



Sources: Morningstar, Lipper Hindsight, 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.

\* Formerly known as Celtis Capital (Pty) Limited.

\*\* Asset allocation figures look through to the holdings of underlying collective investment schemes.

## ■ Market commentary

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Economic indicators continue to point to a steady improvement, keeping pace with economic growth in the US. In US dollar terms, the MSCI AC World Index gained 0.13% with developed markets gaining 0.56% and emerging markets losings -3.73%. Global bonds ended the month negative -1.22%.

The US economy has continued to grow at a fast pace. Although the pace of job creation slowed, the unemployment rate remained unchanged at 5.0%. The US Federal Reserve (Fed) indicated that two interest rate hikes this year remained a possibility. Janet Yellen said that higher rates in “coming months” looked appropriate if economic growth picked up as expected and the labour market continues to improve. While significant progress has been made in the labour market, inflation remains benign.

The Eurozone remains in a deflationary environment and political challenges continues to cloud economic outlook. The decision for the UK to stay or exit out of the EU will be held on 23 June 2016. The pound’s recent volatility has been related to the risk around the ‘Brexit’.

The Bank of England, European Central Bank and Bank of Japan all kept their policy rates and bond-buying programmes unchanged.

Emerging markets have continue to struggle. China’s economy is appearing to slow down and Brazil’s recession has worsened. In contrast, India continued to outperform its emerging market peers.

We remain cautiously optimistic about the portfolios. There may be significant “noise” and uncertainty affecting markets but we believe in our philosophy and by remaining committed to it, assist in ensuring our client’s long term investment objectives are met. We urge investors to remain patient and committed to their chosen investment strategy.

Source: Ampersand Asset Management (Pty) Limited

## ■ Risk warnings and important notes

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Investment in the Fund may not be suitable for all investors and financial advice should be sought before proceeding with an investment. Past performance is not indicative of future returns and there can be no assurance that the performance of the Fund will achieve its stated objective. All performance is calculated on a total returns basis, net of all fees and commissions and in US Dollar terms. Daily forward pricing is used for this Fund.

Collective investments are generally medium to long term investments and are traded at ruling prices. The value of the Fund and any income arising from it are not guaranteed and may fall, as well as rise, due to the value of its holdings, the income derived from them, and changes in interest rates. The Fund will hold shares or units in underlying funds which invest internationally, which will be exposed to exchange rate fluctuations, and may erode any potential gains.

Higher risk investments, such as small companies (even in developed markets), emerging markets, single country debt, equity funds, high yield and sub-investment grade debt may be more prone to sudden and larger falls in value in comparison to other investments. Unregulated funds may permit a greater degree of leverage than is permitted with regulated funds that are available to the general public in South Africa, which increases volatility and the risk of larger losses should the fund’s value decrease.

The Fund may contain shares or units in underlying funds that do not permit dealing every day. It is not possible to immediately assess the proper market price of these investments, as they will only be realisable on their dealing days.

A fund of fund collective investment scheme only invests in other collective investments, which levy their own charges. The fees charged within the Fund and by the managers of the underlying funds are not guaranteed and are subject to change thereby impacting the Fund’s performance. Commissions and incentives may be paid and, if so, would be included in the overall costs. Deductions of charges and expenses mean that you may not get back the amount you invested.

Momentum Global Investment Management Limited is the Investment Manager, authorised and regulated by the UK Financial Conduct Authority, with its registered address at The Rex Building, 62 Queen Street, London EC4R 1EB. Momentum Global Investment Management Limited is also an authorised Financial Services Provider pursuant to the Financial Advisory and Intermediary Services Act No. 37 of 2002 in South Africa.

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 a Class B Collective Investment Scheme by the Guernsey Financial Services Commission under the Protection of Investors (Bailiwick of Guernsey) Law 1987, as amended. 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.

VPFP International Growth Fund IC Limited is a registered incorporated cell of Momentum Mutual Fund ICC Limited, with registered number 50898.

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

This document should be read in conjunction with the Prospectus of Momentum Mutual Fund ICC Limited and the Fund Supplement, in which all the current fees and expenses charged to the Fund are disclosed. For a detailed description of such fees and expenses, please refer to these Scheme Particulars which are available upon request from Momentum Wealth International Limited, La Plaiderie House, La Plaiderie, St Peter Port, Guernsey, GY1 1WF.

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