

# VFPF International Growth Fund

Month ended 30 September 2016

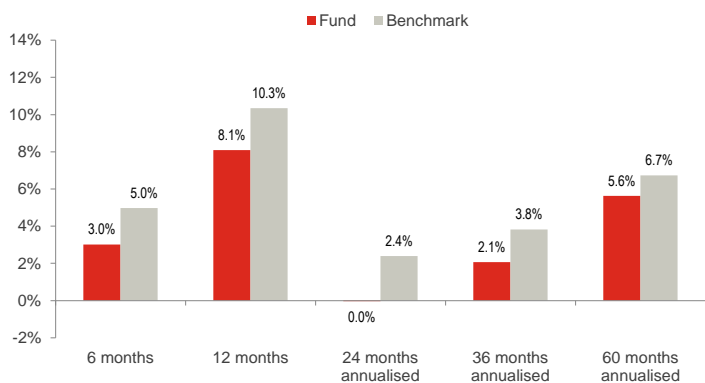
## Fund details†

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 1.2669</b> Price per share B: <b>USD 1.2460</b>

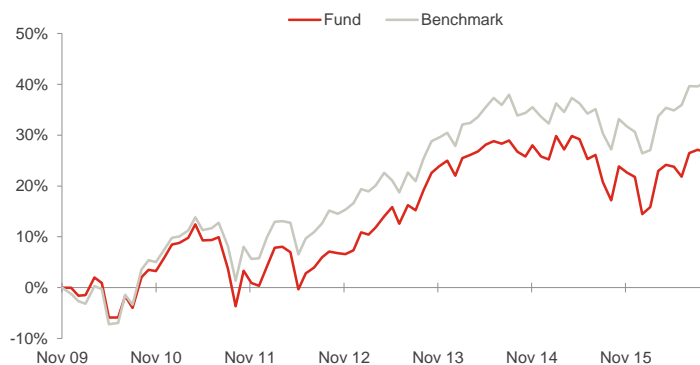
## Investment objective

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.

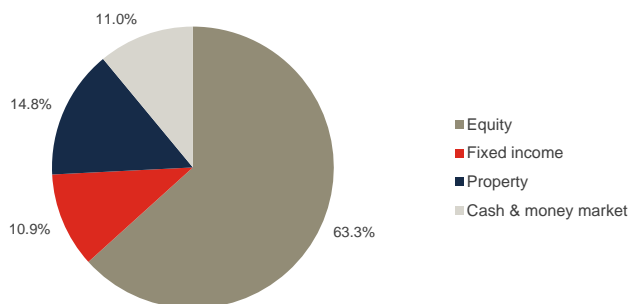
## Top holdings

Holdings	Asset type	Weight
Schroder Global Recovery	Equity	20.4%
Investec Global Franchise	Equity	19.2%
Nedgroup Global Flexible	Equity	18.1%
Epoch Global Choice	Equity	16.2%
Sesfikile Global Property	Property	7.5%
Sanlam Grindrod International Property	Property	7.4%
PIMCO Global Bond	Fixed Income	5.9%
Cash	Cash	5.3%

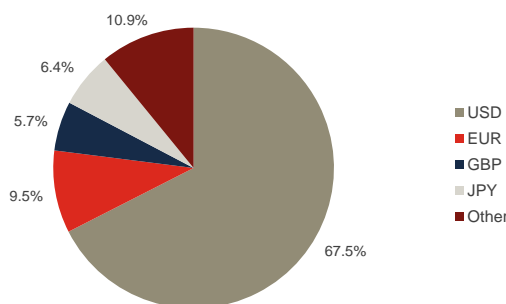
## Investment statistics (since inception)

Cumulative return:	26.7%
Annualised return:	3.5%
Annualised volatility:	9.8%

## 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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Global equity market performances have been mixed in September. The MSCI AC World gained 0.61%. Emerging markets outperformed developed markets, gaining 1.29% and 0.53% respectively in US dollar terms. Global bonds gained 0.54% in US dollar terms.

The US is anticipating a rate hike, which will be very much data dependant until the end of December. The Federal Open Market Committee indicated that economic activity and job gains have picked up. The unemployment rate remained steady at 4.90% for the third consecutive month.

The Bank of England's Monetary Policy Committee ("MPC") voted to keep the bank rate at 0.25% but are contemplating a rate cut which will be dependent on economic data.

In the Eurozone, the gradual recovery of the economy continued. The European Central Bank ("ECB") also left its monetary policy unchanged. The bank noted that the monthly asset purchase program is expected to continue until the end of March 2017. Mario Draghi, ECB President, said that the bank will first evaluate all options before ending the purchase program.

The Bank of Japan introduced a new policy framework, officially named 'Quantitative and Qualitative Monetary Easing' ("QQE"). The markets initially responded positively to the new approach.

Market participants remain cautious based on uncertainty regarding the possible impact of the US Federal Reserve raising rates in a global environment where most other central banks are being forced to continue to stimulate their own lagging economies. We believe this could result in continued volatility in growth and other risk assets which calls for a measured approach, yet we remain confident that this will also bring opportunities as we remain focused on the longer term fundamentals.

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.

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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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