

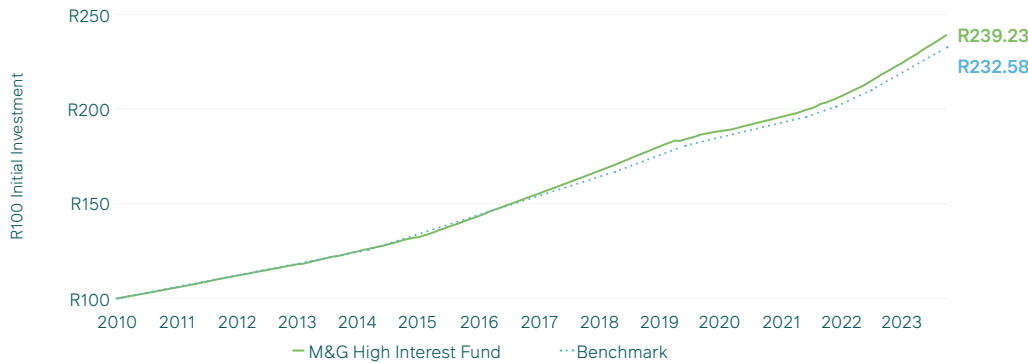
M&G High Interest Fund

Income

This fund is capped to new investors.

September 2024

Since inception cumulative performance, distributions reinvested (A class)



Annualised performance	A class	Benchmark	X class	D class
1 year	8.9%	8.5%	9.1%	9.2%
3 years	7.3%	6.9%	7.4%	7.5%
5 years	6.2%	6.1%	6.3%	6.4%
7 years	6.6%	6.5%	6.7%	6.9%
10 years	6.9%	6.6%	7.0%	7.1%
Since inception	6.5%	6.3%	-	-

1-year income return	A class	X class	D class
Fund yield (net of fees)	8.7%	8.8%	9.0%

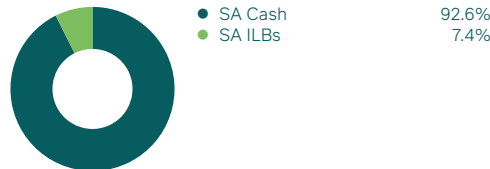
Returns since inception ¹	A class	Date
Highest annualised return	9.1%	31 May 2024
Lowest annualised return	3.5%	31 Mar 2021

Top issuers as at 30 Sep 2024

1. Firstrand Bank Ltd	24.8%
2. Nedbank Ltd	21.2%
3. The Standard Bank of South Africa Ltd	20.7%
4. Absa Bank Ltd	16.7%
5. Republic of South Africa	7.4%

Fund characteristics	
Weighted average duration	55 days

Asset allocation as at 30 Sep 2024



Investment options	A Class	I Class	X Class	D Class
Minimum lump sum investment	R10 000	R10 000	R10 000	R20 million
Minimum monthly debit order	n/a	n/a	n/a	n/a

Annual Management Fees (excl. VAT)	A Class	I Class	X Class	D Class
M&G	0.55%	0.55%	0.45%	0.35%
Financial adviser service fee (if applicable) ²	n/a	0.15%	0.15%	n/a

Expenses (incl. VAT)	A Class	I Class	X Class	D Class
Total Expense Ratio (TER)	0.64%	0.64%	0.53%	0.42%
Transaction Costs (TC) ³	0.00%	0.00%	0.00%	0.00%
Total Investment Charges (TIC)	0.64%	0.64%	0.53%	0.42%

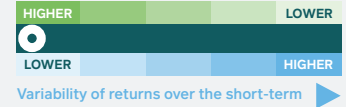
¹ 12-month rolling performance figure

² The Financial Adviser Service Fee, if applicable, is included in M&G's annual management fee above. An Ongoing Adviser Fee, over and above the Financial Adviser Service Fee, may be negotiated between the Investor and Financial Adviser. Should you agree to an Ongoing Adviser Fee, it will be paid via the regular repurchase of units.

³ Where a transaction cost is not readily available, a reasonable best estimate has been used. Estimated transaction costs may include Bond, Money Market, and FX costs (where applicable).

Risk profile

◀ Risk of not earning meaningful inflation-beating returns over the long-term



Fund facts

Fund objective

To maximise the current level of income above money market and current account yields, while providing maximum capital stability and a high degree of liquidity. This actively managed fund invests in slightly longer duration instruments than money market funds. The daily unit price will move slightly, in line with the performance of its holdings.

Investor profile

Individuals requiring a higher yield than that from a money market or current account, without taking on unnecessary risk. Capital stability and a high income yield are more important than long-term capital growth. The recommended investment horizon is 3-12 months, or longer depending on income needs and risk profile.

Investment mandate

The Fund invests in a flexible mix of non-equity securities. Its maximum weighted average duration is 180 days and the maximum tenor of any one instrument is 36 months. The Fund is managed to comply with regulations governing retirement fund investments (Regulation 28).

Fund managers

Roshen Harry
René Prinsloo

ASISA category

South African - Interest Bearing - Short Term

Benchmark

STeFI Composite Index measured over a rolling 12-month period

Inception date

8 December 2010

Fund size

R11 080 501 952

M&G High Interest Fund

Income

September 2024

Income Distributions⁴

	A Class		X Class		D Class	
	Total	12m yield	Total	12m yield	Total	12m yield
30 September 2024	0.76 cpu	8.39%	0.77 cpu	8.50%	0.78 cpu	8.62%
31 August 2024	0.72 cpu	8.41%	0.73 cpu	8.52%	0.74 cpu	8.64%
31 July 2024	0.80 cpu	8.32%	0.81 cpu	8.43%	0.82 cpu	8.55%
30 June 2024	0.70 cpu	8.28%	0.71 cpu	8.39%	0.72 cpu	8.50%
31 May 2024	0.76 cpu	8.23%	0.77 cpu	8.34%	0.79 cpu	8.46%
30 April 2024	0.80 cpu	7.98%	0.81 cpu	8.09%	0.83 cpu	8.21%
31 March 2024	0.70 cpu	7.83%	0.71 cpu	7.94%	0.72 cpu	8.06%
29 February 2024	0.68 cpu	7.72%	0.69 cpu	7.83%	0.70 cpu	7.95%
31 January 2024	0.76 cpu	7.52%	0.77 cpu	7.63%	0.78 cpu	7.75%
31 December 2023	0.65 cpu	7.41%	0.66 cpu	7.52%	0.67 cpu	7.64%
30 November 2023	0.65 cpu	7.14%	0.66 cpu	7.26%	0.67 cpu	7.37%
31 October 2023	0.73 cpu	6.91%	0.74 cpu	7.02%	0.75 cpu	7.14%

Fund commentary

Global equities as measured by the MSCI ACWI Index recorded a positive total return in September, boosted by a bumper rate cut in the US and a package of stimulus measures announced by China. US Treasuries and eurozone bonds also enjoyed gains on the back of rate cuts and the prospect of more to come.

On the local front, the SARB's MPC cut the repurchase rate by 25 bps to 8%, as expected. MPC members agreed that a less restrictive stance was consistent with sustainably lower inflation over the medium term. Meanwhile, CPI inflation fell to 4.4% y/y in August, below the forecasted 4.5% and marking the third consecutive monthly decline. In September, the FTSE/JSE All Bond Index delivered 3.9%, inflation-linked bonds (the Composite ILB Index) posted 0.7%, and cash as measured by the STeFi Composite Index returned 0.7%.

The fund returned 8.9% over the past 12 months, and 7.3% p.a. over the past 3 years.

Glossary

12-month yield	A measure of the Fund's income distributions as a percentage of the Fund's net asset value (NAV). This is calculated by summing the income distributions over a rolling 12-month period, then dividing by the sum of the NAV at the end of the period and any capital gains distributed over the same period.
1-year income return	The portion of the return of the Fund that is attributed to income generated over the last 12 months, assuming the investor reinvests all distributions and incurs no transaction fees or taxes.
Annualised performance	The average amount of money (total return) earned by an investment each year over a given time period. For periods longer than one year, total returns are expressed as compounded average returns on a yearly basis.
Cumulative performance graph	This illustrates how an initial investment of R100 or N\$100 (for example) placed into the Fund would change over time, taking ongoing fees into account, with all distributions reinvested.
Income distribution	The dividend income and/or interest income that is generated by the underlying Fund investments and that is periodically declared and distributed to investors in the Fund after all annual service fees.
Regulation 28	The South African retirement fund industry is governed by the Pension Funds Act, No 24 of 1956. Regulation 28 of the Pension Funds Act prescribes the maximum limits in asset classes that an approved retirement fund may invest in.
Total Expense Ratio (TER)	This shows the charges, levies and fees relating to the management of the portfolio and is expressed as a percentage of the average net asset value of the portfolio, calculated for the year to the end of the most recent completed quarter. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.
Transaction Costs (TC)	The percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts Fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, investment decisions of the investment manager and the TER.
Total Investment Charges (TIC)	The percentage of the value of the Fund incurred as costs, relating to the investment of the Fund. As fund returns are reported after deducting all fees and expenses, these costs (the TER, TC & TIC) should not be deducted from the fund returns.
Weighted average duration	The average length of time to maturity of all the underlying instruments in the portfolio, weighted to reflect the relative holdings of each instrument.
Unit Classes	M&G's funds are offered in different unit classes to allow different types of investors (individuals and institutions) to invest in the same fund. Different investment minimums and fees apply to different unit classes. A Class: for individuals only. B & D Class: retirement funds and other large institutional investors only. X Class: the special fee class that was made available to investors that were invested in the Dividend Income Feeder Fund. T Class: for investors in tax-free unit trusts. F Class: for Discretionary Fund Managers.

⁴ If the income earned in the form of dividends and interest exceeds the total expenses, the Fund will make a distribution (cpu = cents per unit).

Contact us

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Invest now

Application forms

An electronic copy of this document is available at www.mandg.co.za

Disclaimer

MandG Investments Unit Trusts (South Africa) (RF) Ltd (Registration number: 1999/0524/06) is an approved CISA management company (#29). Assets are managed by MandG Investment Managers (Pty) Ltd, which is an approved discretionary Financial Services Provider (#45199). The Trustee/Custodian details are: Standard Bank of South Africa limited – Trustees Services & Investor Services, 20th Floor, Main Tower, Standard Bank Centre, Heerengracht, Cape Town.

Collective Investment Schemes (unit trusts) are generally medium-to long-term investments. Past performance is not necessarily a guide to future investment performance. Unit trust prices are calculated on a net asset value basis. This means the price is the total net market value of all assets of the unit trust fund divided by the total number of units of the fund. Any market movements – for example in share prices, bond prices, money market prices or currency fluctuations – relevant to the underlying assets of the fund may cause the value of the underlying assets to go up or down. As a result, the price of your units may go up or down. Unit trusts are traded at the ruling forward price of the day, meaning that transactions are processed during the day before you or the Manager know what the price at the end of the day will be. The price and therefore the number of units involved in the transaction are only known on the following day. The unit trust fund may borrow up to 10% of the fund value, and it may also lend any scrip (proof of ownership of an investment instrument) that it holds to earn additional income. A M&G unit trust fund may consist of different fund classes that are subject to different fees and charges. Where applicable, the Manager will pay your financial adviser an agreed standard ongoing adviser fee, which is included in the overall costs of the fund. A unit trust summary with all fees and maximum initial and ongoing adviser fees is available on our website. One can also obtain additional information on M&G products on the M&G website. The Fund may hold foreign securities including foreign CIS funds. As a result, the fund may face material risks. The volatility of the fund may be higher and the liquidity of the underlying securities may be restricted due to relative market sizes and market conditions. The fund's ability to settle securities and to repatriate investment income, capital or the proceeds of sales of securities may be adversely affected for multiple reasons including market conditions, macro-economic and political circumstances. Further, the return on the security may be affected (positively or negatively) by the difference in tax regimes between the domestic and foreign tax jurisdictions. The availability of market information and information on any underlying sub-funds may be delayed. The Manager may, at its discretion, close your chosen unit trust fund to new investors and additional investments by existing investors to make sure that it is managed in accordance with its mandate. It may also stop your existing debit order investment. The Manager makes no guarantees as to the capital invested in the fund or the returns of the fund. Excessive withdrawals from the fund may place the fund under liquidity pressure and, in certain circumstances, a process of ring fencing withdrawal instructions may be followed. Fund prices are published daily on the M&G website. These are also available upon request. The performance is calculated for the portfolio. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Purchase and repurchase requests must be received by the Manager by 13h30 (11h30 for the Money Market Fund) SA time each business day. All online purchase and repurchase transactions must be received by the Manager by 10h30 (for all Funds) SA time each business day.