

# Momentum Namibia Diversified Growth Fund of Funds

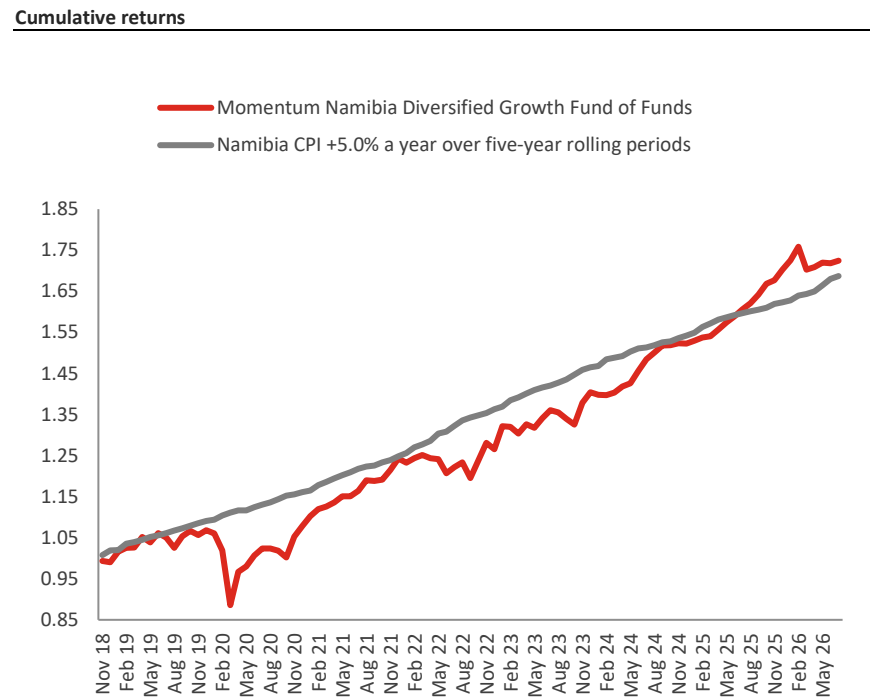
## Momentum Outcome-based Investing background (Philosophy)

Investment success is about consistently maximising the probability of you achieving your investment goals – whether that is to preserve capital, generate an income stream in retirement or grow wealth within the parameters of a certain risk profile. In response to the ever-evolving investment landscape, we have constructed a leading range of outcome-based solutions that set their sights beyond mere benchmarks and instead focus on the things that matter the most to you – ensuring we maximise the probability of you achieving your investment goals. Outcome-based investing is about placing your goals at the centre of our investment process.

## Investor profile and strategy

This investment fund is a high equity, multi-asset-class fund of funds with the objective of delivering a consistent real total return above Namibia inflation plus 5% a year over five-year rolling periods. The investment fund is aimed at investors who have an intended investment horizon of five years or longer. It has a medium- to long-term investment horizon and, therefore, the aim is to maintain a high exposure to growth asset classes (local and global equities and property), with a small allocation to defensive asset classes. The investment fund consists of the full universe of asset classes, including global investments of up to 30% (excluding Africa). The remaining exposure is to asset classes that should preserve the purchasing power of the capital accumulated. Through the optimum selection of asset classes, the probability of achieving the outcome is maximised within acceptable risk parameters.

## Investment returns



## Fund information

|                                                                                                                                                                  |                                                         |                |         |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|----------------|---------|
| <b>Benchmark</b>                                                                                                                                                 | Namibia CPI +5.0% a year over five-year rolling periods |                |         |
| <b>Fund size</b>                                                                                                                                                 | N\$ 6.13 million                                        |                |         |
| <b>Fund inception</b>                                                                                                                                            | 1 November 2018                                         |                |         |
| The inception date depicts the start date of this fund on the scheme and the launch date depicts the start date of returns from the relevant class of this fund. |                                                         |                |         |
| <b>Launch date</b>                                                                                                                                               | 1 November 2018                                         |                |         |
| <b>Launch price</b>                                                                                                                                              | 100.00 (cpu)                                            |                |         |
| <b>Latest price</b>                                                                                                                                              | 143.66 (cpu)                                            |                |         |
| <b>Codes</b>                                                                                                                                                     |                                                         |                |         |
| <b>JSE alpha code</b>                                                                                                                                            | MNDGF1                                                  |                |         |
| <b>ISIN</b>                                                                                                                                                      | ZAE000262929                                            |                |         |
| <b>Minimum investment</b>                                                                                                                                        |                                                         |                |         |
| <b>Lump sum</b>                                                                                                                                                  | N\$ 2000                                                | <b>Monthly</b> | N\$ 200 |
| <b>Fund managers</b>                                                                                                                                             |                                                         |                |         |
| John-Morgan Bezuidenhout                                                                                                                                         |                                                         |                |         |
| Mcom                                                                                                                                                             |                                                         |                |         |

## Fund fees

|                        |       |
|------------------------|-------|
| Initial management fee | 0%    |
| Annual management fee  | 1.25% |

## Cost ratios to 31 March 2026

|                              |       |
|------------------------------|-------|
| Total Expense Ratio (TER)    | 2.03% |
| Transactions Costs (TC)      | 0.04% |
| Total Investment Costs (TIC) | 2.07% |

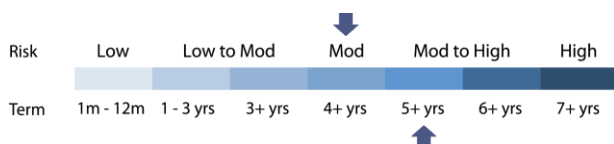
Please see the disclosures section for further information on the cost ratios.

## Income distribution (cpu)

|         | Dividend | Interest | Total |
|---------|----------|----------|-------|
| Dec'24  | 0.322    | 1.295    | 1.617 |
| Jun'25  | 0.298    | 1.422    | 1.720 |
| Dec'25  | 0.459    | 1.396    | 1.855 |
| June'26 | 0.355    | 1.240    | 1.595 |

Distribution takes place twice a year at June and December

## Risk/reward profile

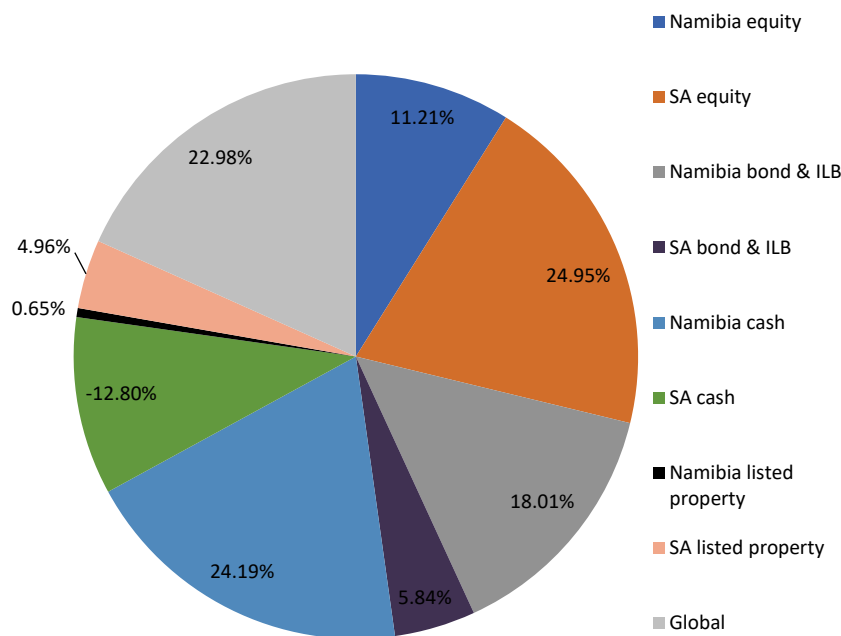


### Specific risks

This investment fund is permitted to invest in foreign securities which, within investment funds, may have additional material risks, depending on the specific risks affecting that country, such as potential constraints on liquidity and the repatriation of investment funds, macroeconomic risks, political risks, foreign-exchange risks, tax risks, settlement risks and potential limitations on the availability of market information. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Investors are reminded that an investment in a currency other than their own may expose them to a foreign-exchange risk.

## Holdings

### Exposure (%)



### Top Holdings (%)

|                               |       |
|-------------------------------|-------|
| Naspers Limited               | 5.72% |
| Gold Fields Limited           | 4.28% |
| Firststrand Limited           | 4.18% |
| Standard Bank Group Limited   | 4.07% |
| Capitec Bank Holdings Limited | 3.80% |
| Anglogold Ashanti Limited     | 3.79% |
| Standard Bank Grp Namibia     | 3.39% |
| Nedbank Group Limited - Nam   | 3.38% |
| Firststrand Limited - Namibia | 3.37% |
| Anglo American Plc Namibia    | 3.37% |

### Fund objective/investment policy

The Portfolio is a medium equity balanced Fund of Funds portfolio, aimed at individuals and funds who are in the consolidation phase of investing. Investors would have a medium-to-long term investment horizon and should be invested in a balance of growth and defensive asset classes.

### Management of withdrawals

Due to the lower liquidity and the lack of diversification in the Namibian market, the investment manager requires advance notice for large withdrawals from the investment fund. Where the client cash flow activity results in breaches of the investment mandate the investment manager will need a reasonable period to rectify the breach/es.

### Regulatory and investment constraints

The Fund must comply with Namibian local asset requirements as determined by Regulation 13 of the Pension Funds Act, No. 24 of 1956. Assets must be invested in accordance with the requirements set out in the Namibian Unit Trust Control Act, 1981 as may be amended or replaced from time to time. Global Investments may be included to a level not exceeding restrictions as determined by the Exchange Control Act regulations and any other limits specified in this investment mandate. If the allowable regulatory limit is raised in Namibia, approval will to be need, be obtained from the Namibian Central Bank in order to increase the exposure. The Fund will not be leveraged in any form. The Fund will, apart from assets in liquid form, consist solely of units in a unit trust/ collective investment scheme and other forms of participation in domestic unit trust/collective investment scheme funds, or other similar schemes operated in territories with a regulatory environment that is to the satisfaction of the Client and of a sufficient standard to provide investor protection, at least equivalent to that in Namibia, which is consistent with the Fund's primary objective, investing in, equity securities, property securities, money market instruments, preference shares, government and corporate bonds, inflation-linked bonds and other interest bearing securities and investments. The Fund will be managed in line with applicable prudential investment guidelines with a minimum domestic asset requirement allocation to Namibian Investments. The Fund may from time to time invest in listed and unlisted derivative instruments, for the purpose of hedging exchange rate risk. All income accruals due to the Fund will be re-invested upon receipt thereof, unless otherwise instructed by the Client.



+264 61 297 3029



[CIONamibia@momentum.com.na](mailto:CIONamibia@momentum.com.na)



[momentum.com.na](http://momentum.com.na)

## Economic and market overview

The Momentum Namibia Diversified Growth Fund of Fund range aims to deliver on its risk and return objectives through its blended execution and stock selection within the underlying strategies, subject to a minimum of 45% allocation to Namibian assets. The portfolio range is aligned to Momentum Investments' outcome-based investing portfolio construction philosophy. The Fund is a medium equity, multi-asset class portfolio aiming to deliver a return objective of Namibia inflation plus 5%, before fees, over five-year rolling periods, with some focus on limiting the probability and severity of drawdowns over any rolling 12-months period.

The second quarter was shaped by shifting monetary policy expectations, geopolitical developments and continued momentum in AI-led technology. Early in the quarter, investor sentiment improved as markets moved away from defensive positioning, supported by renewed optimism around AI infrastructure and semiconductor companies. The landmark SpaceX Nasdaq listing, the largest IPO on record, further strengthened global risk appetite.

Developments in the Middle East remained an important driver of market direction. Higher oil prices early in the quarter lifted inflation expectations and complicated the outlook for central banks. However, Brent crude moved below US\$80/barrel towards quarter-end as concerns around supply disruptions eased, supported by progress in peace negotiations and the announcement of a 60-day suspension of US sanctions on Iranian oil and petrochemical exports. Lower energy prices helped support broader market sentiment, despite ongoing concerns around elevated core inflation.

Central bank policy continued to diverge across major economies. The US Federal Reserve kept interest rates unchanged at the first meeting under Chair Kevin Warsh, while the European Central Bank and the Bank of Japan tightened policy further. In contrast, China maintained an accommodative policy stance to support slowing domestic growth. Against this backdrop, the IMF expects global GDP growth to moderate to 3.1% in 2026 from around 3.4% in recent years, suggesting that the global economy remains resilient but is gradually losing momentum.

Global equity markets generally looked past geopolitical uncertainty in June, advancing despite mixed developments in the Middle East and evolving central bank signals. The MSCI All Country World Index rose 14.9% in US dollar terms, supported by strong US equity market performance. The S&P 500 gained 15.2%, the Dow Jones advanced 13.4%, and the NASDAQ led gains with a 21.6% return for the quarter. Developed markets, represented by the MSCI World Index, returned 13.8%, lagging emerging markets, which gained 24.1% in US dollar terms. Emerging market performance was supported by a sharp rally in South Korean equities, with the KOSPI up 66%, as well as gains in Japan, where the Nikkei 225 rose 33.3%. Global bonds produced a modest return, with the Bloomberg Global Aggregate Bond Index up 0.9% in US dollar terms.

Namibian markets delivered a strong quarterly performance. The NSX Overall Index rose 7.49%, while the NSX Local Index gained 3.3%. Fixed income markets also performed well, with the IJG Bond Index returning 6.8% and the IJG Money Market Index delivering 1.7%, all in Namibian dollar terms.

South African assets delivered a mixed outcome. Equities disappointed and continued to lag global peers, with the FTSE/JSE All Share Index down 2.4% as weaker precious metals prices weighed heavily on the resource sector, which declined 19.7%. In contrast, financials rose 8.0% and industrials gained 4.8%, while listed property was a notable outperformer, with the FTSE/JSE All Property Index up 10.5%. South African fixed income delivered solid gains, with the FTSE/JSE All Bond Index returning 7.9% and inflation-linked bonds up 6.5%. Cash, measured by the STeFI Composite, delivered a steady 1.7%, all in rand terms.

US macroeconomic data continued to point to a resilient but cooling economy. First-quarter GDP was revised to 2.1% q/q, as softer consumer spending and inventory accumulation weighed on growth. Inflation remained sticky, with CPI rising to 4.2% y/y in May from 3.8% in April, broadly in line with expectations. Against this backdrop, newly appointed Fed Chair Kevin Warsh struck a more hawkish tone at his first meeting, keeping rates unchanged while removing the easing bias and reinforcing that rate cuts are no longer the base case. Policy is therefore likely to remain higher for longer, with the potential for further tightening if inflation persists. Trade policy briefly returned to focus after a US court ruling challenged aspects of the 10% global tariff, although no nationwide suspension followed as the administration appealed.

The UK economy expanded by a stronger-than-expected 0.6% q/q in the first quarter, up from a revised 0.2% in Q4 2025, pointing to a modest but uneven recovery. Inflation remained above target, with CPI easing to 2.8% y/y in May from 3.0% in April, while the Bank of England kept rates unchanged at 3.75%, citing continued risks from elevated energy prices and persistent services inflation. Political fragmentation and leadership speculation following the latest local elections added to volatility, keeping markets focused on potential shifts in policy direction.

Eurozone inflation edged higher, with CPI increasing to 3.3% y/y in May from 3.2% in April. Higher oil prices following Middle East tensions added to concerns around the region's growth-inflation trade-off, particularly given Europe's reliance on imported energy. In response, the ECB raised its three key policy rates by 25 bps, signalling a firm stance against near-term price pressures. At the same time, the Bank revised its macroeconomic outlook, lifting inflation projections on higher energy assumptions while trimming growth forecasts to 0.8% for 2026 and 1.2% for 2027. This points to a more stagflation-leaning risk balance.

Japan's inflation remained steady at 1.4% y/y in May, unchanged from April and broadly in line with expectations, as price pressures remained contained but persistent. In response, the Bank of Japan continued its gradual policy normalisation, raising rates to 1% and signalling the possibility of further tightening as it moves away from its longstanding ultra-loose stance. Energy costs and underlying inflation dynamics remain key watchpoints. Early in the quarter, Japanese markets were supported by AI-driven demand, renewed appetite for technology and growth equities, sustained yen weakness and lower oil prices, which provided relief for Japan as a major energy importer.

China's inflation remained subdued, with CPI unchanged at 1.2% y/y in May and slightly below expectations of 1.3%, underscoring persistent weakness in domestic demand. Against this backdrop, the People's Bank of China kept policy settings unchanged, leaving the one-year Loan Prime Rate at 3.00% and the five-year rate at 3.50%, in line with expectations. Policy remained broadly accommodative, with the PBOC continuing to support a slowing economy while fine-tuning liquidity conditions, including the introduction of overnight repos to improve control over very short-dated money market rates and strengthen transmission at the front end of the curve.

South African inflation rose to 4.7% y/y in May from 4.0% in April, in line with expectations and reinforcing concerns that price pressures are moving back toward the upper end of the SARB's tolerance band. In response, the SARB maintained its hawkish stance, raising the repo rate by 25 bps to 7.0% at its May MPC meeting and signalling continued vigilance against inflation risks. Locally, political uncertainty weighed on sentiment, with GNU dynamics and proposed cabinet adjustments testing coalition cohesion, including reported discussions around key ministerial reshuffles. Moody's revised South Africa's outlook to positive from stable, while keeping the sovereign rating unchanged at Ba2 on the back of progress in fiscal consolidation. Fitch also upgraded its rating to BB. Both agencies cautioned that ongoing structural growth constraints and labour market rigidities are likely to continue limiting near-term rating momentum.

Namibia's inflation remains contained but has edged higher in recent months, mainly due to fuel and transport costs. In response, the Bank of Namibia raised its repo rate by 25 bps to 6.75%, maintaining a cautious tightening stance to anchor inflation expectations and support the currency peg to the South African rand. The outlook has been revised higher on external cost pressures, alongside warnings of softer domestic demand. Monetary policy remains closely aligned with the South African Reserve Bank, reflecting a broadly synchronised regional tightening cycle. Growth remains mixed, with weakness in mining and tourism offset by services and public investment, while fiscal and external vulnerabilities persist. Namibian markets performed well during the quarter, with the NSX Overall Index rising 7.9% and the NSX Local Index gaining 3.3%. Fixed income markets also delivered positive returns, with the IJG Bond Index up 6.8% and the IJG Money Market Index returning 1.7%, all in Namibian dollar terms.

Commodities delivered a mixed performance. Industrial metals outperformed, with copper up 10% and zinc gaining 12%, supported by firmer growth expectations and tight supply dynamics. In contrast, precious metals came under pressure, with gold down 12%, silver falling 19%, platinum declining 18% and palladium losing 14%, reflecting weaker sentiment and shifting rate expectations. Energy was the standout underperformer, with Brent crude sharply lower by 38.4%, driven by easing geopolitical risk premiums and softer demand signals.

## Portfolio positioning, investment strategy & activity

The portfolio is positioned overweight South African asset classes, with a preference for SA equities, nominal bonds and listed property, alongside exposure to gold, platinum and emerging-market equities. This is balanced by an underweight allocation to global assets, including developed-market equities, global bonds, property and cash, while SA inflation-linked bonds and cash are also underweight. Overall, the positioning reflects a constructive view on domestic assets and selected commodities relative to global markets.



+264 61 297 3029



[CIONamibia@momentum.com.na](mailto:CIONamibia@momentum.com.na)



[momentum.com.na](https://momentum.com.na)

## Contact and other information

## Scheme

**Momentum Collective Investments Namibia Scheme**

## Custodian/Trustee

**RMB Namibia, a division of First National Bank of Namibia**

Telephone: +264 299 8317/8101

Registration no.: 2002/0180

## Management company

**Momentum Collective Investments Namibia Limited**

Momentum Investments, 4th floor, Millenium House, C/O Robert Mugabe &amp;

Dr. A.B. May Street, Windhoek, Namibia

PO Box 3785, Windhoek, Namibia

Facsimile: +264 61 297 3679

Call centre: +264 61 297 3029

Email: [CIONamibia@momentum.com.na](mailto:CIONamibia@momentum.com.na)Web: [momentum.com.na](http://momentum.com.na)

Registration no.: 2016/0954

## Managing Director

**Momentum Asset Management Namibia (Pty) Ltd**

Momentum Investments, 4th floor, Millenium House, C/O Robert Mugabe &amp;

Dr. A.B. May Street, Windhoek, Namibia

PO Box 3785, Windhoek, Namibia

An authorised financial services provider,

Telephone: +264 61 297 3029

Facsimile: +264 61 297 3679

Email: [Jason.hailonga@momentum.com.na](mailto:Jason.hailonga@momentum.com.na)Web: [momentum.com.na](http://momentum.com.na)

Registration no.: 2003/781

## Disclosures

This investment fund is administered by Momentum Collective Investments Namibia Limited (the management company), registration number 2016/0954, which is authorised in terms of the Unit Trust Control Act to administer collective investment schemes (CIS) in securities. The management company is the manager of the Momentum Collective Namibia Investments Scheme (the scheme) and a part of Momentum Metropolitan Namibia Limited, registration number 89/327, a long-term insurer, registered with the Namibian Financial Institutions Supervisory Authority, registration number 98/LT/03, under the Long-term Insurance Act, Act 5 of 1998. RMB Namibia, a division of First National Bank of Namibia, registration number 2002/0180 is the trustee of the scheme. Momentum Namibia Diversified Growth Fund of Funds is an investment fund of the Momentum Collective Investments Namibia Scheme and Momentum Asset Management Namibia (Pty) Ltd, registration number 2003/781, an authorised financial services provider is the investment manager of this investment fund.

Momentum Namibia Diversified Growth Fund of Funds is a fund of funds CIS. A fund of funds, apart from investments in liquid form, consists solely of participatory interests in investment funds of CIS, which may levy their own charges and could result in a higher fee structure for fund of funds than some other forms of CISs.

The total expense ratio (TER) is the percentage of the net asset value of the class of the investment fund incurred as expenses relating to the administration of the investment fund. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. A current TER may not necessarily be an accurate indication of future TERs. The disclosed TER is shown as an annual percentage based on data for the period from 01 April 2023 to 31 March 2026. The transaction costs (TC) ratio is the percentage of the net asset value of the investment fund incurred as costs relating to the buying and selling of the investments underlying the investment fund. Transaction costs are a necessary cost in administering the investment fund and affects investment fund returns. The TC should not be considered in isolation, as returns may be affected by many other factors over time, including market returns, the type of investment fund, the investment decisions of the investment manager and the TER. The disclosed TC is shown as an annual percentage based on data for the period from 01 April 2023 to 31 March 2026. The total investment charges (TIC) is the sum of the TER and the TC, and is shown as a percentage depicting the annual costs relating to the investment of the investment fund. Cost ratios are calculated using historical actual and/or estimated data and are provided solely as an indication/guide as to the annual expenses/costs that could be incurred. These ratios do not represent any current/actual charges or fees.

All investment fund returns are calculated for a class. Individual investor returns may differ as a result of fees, actual date(s) of investment, date(s) of reinvestment of income and withholding tax. All investment fund returns shown are after the deduction of the total investment charges (TIC) but exclude any initial or ongoing advisory fees that may, if applicable, be charged separately. Annualised returns, also known as compound annualised growth rates, are calculated from cumulative returns and provide an indication of the average annual return achieved from an investment that was held for the stated period. Actual annual figures are available from the management company on request. All investment fund return figures quoted (tables and charts where present) are at 31 July 2026, based on a lump sum investment, using net asset value (NAV) to NAV prices with income distributions reinvested on the ex-dividend date. Inflation figures, where present, are lagged by one month. Cash figures, where present, are Short-term Fixed Interest Composite Index returns. All figures quoted in are in Namibian dollar terms.

CISs are generally medium- to long-term investments. The value of participatory interests may go down as well as up and past returns are not necessarily a guide to the future. CISs are traded at ruling prices and can engage in borrowing and securities lending. The CIS may borrow up to 10% of the market value of the investment fund to bridge insufficient liquidity. Different classes of units apply to investment funds, which are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the management company. The management company reserves the right to close and reopen certain investment funds to new investors from time to time to manage them more efficiently in accordance with their mandate. This investment fund is valued daily at 24h00. Latest prices can be viewed at [momentum.com.na](http://momentum.com.na) and in some national newspapers. Forward pricing is used. Instructions must reach the management company before 14h00 to ensure same-day value. The management company does not provide any guarantee, either with respect to the capital or the return of this investment fund. Additional information on the proposed investment including, but not limited to, brochures, application forms, the annual report and any half-yearly report can be obtained, free of charge, at [momentum.com.na](http://momentum.com.na) or on request from the management company.

This document should not be seen as an offer to purchase any specific product and is not to be construed as advice. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of the management company's products.

Sources: Morningstar, Momentum Investments



+264 61 297 3029

[CIONamibia@momentum.com.na](mailto:CIONamibia@momentum.com.na)[momentum.com.na](http://momentum.com.na)