

# AF Flexible Income Target

Fund Fact Sheet - Institutional Investor

February 2026

## Launch date

July 2022

## Fund size

R 6.4 million

## Fund description

Combined - Multi asset class - Absolute and Real Return

## Benchmark allocation

Local asset class	Benchmark	Allocation
Inflation target	Headline CPI + 5%	100.0%
<b>Total</b>		<b>100.0%</b>

## Risk profile

### Capital

Probability of a capital loss or negative return in any 12-month period

Low	Low to medium	Medium	<b>Medium to high</b>	High
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### Inflation

Long-term expected return ahead of inflation

Low	Low to medium	Medium	<b>Medium to high</b>	High
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### Range

Expected range of returns around the benchmark in any 12-months period

Low	<b>Low to medium</b>	Medium	Medium to high	High
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## Portfolio objective

The portfolio provides investors access to a diversified multi-asset class portfolio that is expected to generate long term real growth. At the same time the portfolio uses a monthly bonus declaration formula to allocate the underlying returns to provide the investor with a smoother investment journey. The Portfolio therefore includes elements of a smooth bonus portfolio, with the related investment return cross-subsidies between investors, but similar to market linked portfolios, it does not provide any guarantee.

## Manager weightings

Manager	Weight
Performer	100.0%
<b>Total</b>	<b>100.0%</b>

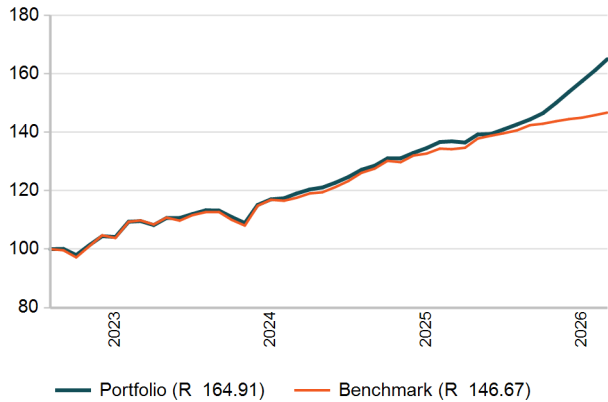
## Market summary

	1 month	3 months	1 year	3 years
FTSE/JSE All Share	7.01%	16.06%	54.49%	22.52%
FTSE/JSE Capped All Share	7.16%	16.38%	55.34%	22.59%
FTSE/JSE SA Property	6.29%	7.43%	43.91%	26.52%
All Bond Index	1.74%	6.53%	28.21%	17.53%
STeFI Composite index	0.51%	1.67%	7.36%	8.00%
MSCI AC World	-0.18%	-2.08%	5.81%	15.13%
FTSE WGBI	-0.19%	-4.91%	-8.08%	-0.80%

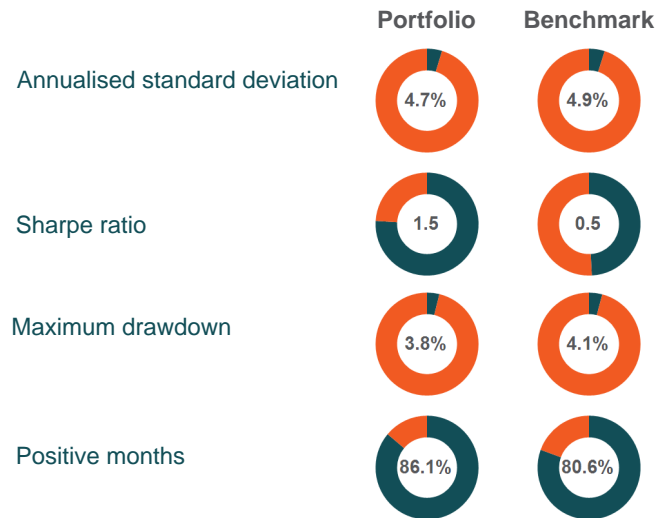
### Portfolio returns

	Portfolio	Benchmark
1 Month	2.31%	0.58%
3 Months	7.28%	1.54%
Year to Date	4.74%	1.19%
1 Year	20.51%	9.32%
3 Years	14.59%	10.13%
Since Inception	14.98%	11.28%

### Value of R100 invested since inception



### Risk stats over 3 years



### Effective asset allocation exposure

Local 63.6%		Global 35.3%		Africa 1.1%	
Equity Excluding Property	41.5%	Equity Excluding Property	29.2%	Equity Excluding Property	0.9%
Basic Materials	14.6%	Property	0.6%	Property	0.0%
Financials	11.5%	Bonds	1.5%	Bonds	0.0%
Technology	4.6%	Cash	3.1%	Cash	0.0%
Consumer Goods	3.6%	Alternatives	0.9%	Alternatives	0.2%
Consumer Services	3.6%				
Telecommunications	2.0%				
Industrials	0.9%				
Healthcare	0.4%				
Other Securities	0.3%				
Consumer Staples	0.0%				
Property	2.7%				
Bonds	11.3%				
< 12 Months	1.0%				
1 - 3 Years	1.0%				
3 - 7 Years	3.7%				
7 - 12 Years	2.5%				
12+ Years	3.2%				
Cash	2.1%				
Commodities	0.3%				
Alternatives	5.8%				

**Top 10 equity holdings**

Holding	%
ANGLOGOLD ASHANTI	3.2%
GOLD FIELDS	2.8%
STANDARD BANK GROUP	2.6%
NASPERS	2.6%
FIRSTRAND LIMITED	2.0%
VALTERRA PLATINUM LTD	1.9%
PROSUS	1.9%
MTN GROUP	1.8%
GLENCORE	1.5%
ABSA GROUP LIMITED	1.5%
<b>% of total portfolio</b>	<b>21.8%</b>

**Top 10 fixed interest issuers**

Issuer	%
SOUTH AFRICA (REPUBLIC OF)	7.6%
STANDARD BANK OF SOUTH AFRICA LTD	0.8%
MARSH & MCLENNAN COS INC	0.5%
ESKOM HOLDINGS SOC LTD	0.4%
YIELDX	0.4%
FIRSTRAND BANK LIMITED	0.3%
ABSA GROUP LIMITED	0.3%
BERESFORD FUNDS PLC	0.3%
NEDBANK GROUP LTD	0.2%
INVESTEC BANK LIMITED	0.2%
<b>% of total portfolio</b>	<b>11.0%</b>

**Portfolio workings**

Alexander Forbes Investments manages the portfolio in partnership with Momentum Metropolitan Limited. Alexforbes provides the investment capability that drives underlying portfolio performance and Momentum manages risks associated with smoothing returns.

The book value consists of investor contributions plus (or minus) bonuses declared. The market value is the value of the underlying assets and consists of investor contributions plus (or minus) actual investment returns earned in the market. The funding level is the market value divided by the book value and is tracked at a global, or total portfolio, level.

Policy benefits are paid at book value, but other exit benefits may be subject to a market value adjustment (MVA) when the funding level is below 100%, i.e. are paid at the lower of book or market value.

For institutional investors participating in pension or provident funds:

Policy benefits are benefits payable on death, disability, dismissal, resignation, retirement (early, normal, late, ill health), divorce order settlements and maintenance orders.

Retrenchments benefits, including involuntary early retirements, are paid at book value, subject to:

- If retrenchment benefit from an employer reduces the global funding level by more than 2%, or
  - If the employer has more than 1 retrenchment over 12-months
- the insurer may apply a MVA to ensure fairness to remaining policyholders.

Solitary pre-retirement withdrawals from in fund preserved members are paid at book value, but the insurer may request a one-month, irrevocable, written notification before benefits are paid.

Other exit benefits, that may be subject to MVA, are benefits payable on switches to other portfolios, S14 transfers out and terminations (full / partial terminations and liquidation). Such claims submitted during a calendar month will be processed in the next calendar month on a date as advised by the administrator. S14 transfers and terminations are subject to two months' written notification.

For individual investors participating in retirement annuity (RA) funds, preservation funds or living annuities:

Pre-retirement policy benefits (from preservation and RA funds) are benefits payable on death, disability, retirement (early, normal, late and on grounds of ill health), divorce order settlements or maintenance orders, commutations of RA lump sums if the balance is below the prescribed amount and emigration.

Solitary pre-retirement withdrawals from preservation funds are paid at book value, but the insurer may request a one-month, irrevocable, written notification before the benefit is paid.

Policy benefits after retirement (from living annuities) are death benefits, regular pension payments (drawdown payments), commutations of lump sums if the balance falls below the prescribed amount, divorce order settlements or maintenance orders. For drawdown payments, the portion funded from the portfolio should proportionally not be more than double the total investment in the portfolio. E.g. to fund 100% of the drawdown from the portfolio at least 50% of the assets must be invested in the portfolio.

Other exit benefits, that may be subject to MVA, are benefits payable on switches to other portfolios, S14 transfers out, S50 transfers out (previously Directive 135 transfers) and terminations (full / partial terminations and liquidation).

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## Notes

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3. Policy fees are payable directly to Alexander Forbes Investments. The institutional fee is based on a sliding fee scale and is dependent on the size of assets invested in the portfolio. Clients are referred to our website for more information.
4. All holdings information is based on latest available data.
5. There may be differences in totals due to rounding.