



OLD MUTUAL LIHAWU UMBRELLA PENSION AND PROVIDENT FUND INVESTMENT GUIDE

A guide to helping you **make the right investment decisions**

INVESTMENTS | SAVINGS | INSURANCE

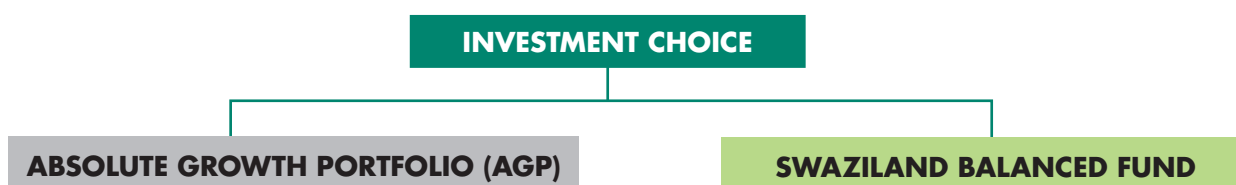


INVESTMENT PACKAGES

A GUIDE TO HELPING YOU MAKE THE RIGHT INVESTMENT DECISION

The information in this document is provided to give you all the information you need to be able to make the right Old Mutual Lihawu Fund investment decisions.

OLD MUTUAL LIHAWU FUND – AN INVESTMENT OVERVIEW



NB: Choice is at EMPLOYER selection level only, not at EMPLOYEE level.

The Old Mutual Lihawu Fund provides the employer with the following investment choices:

INVESTMENT CHOICES		
Portfolio name	OLD MUTUAL SWAZILAND ABSOLUTE STABLE GROWTH PORTFOLIO	OLD MUTUAL SWAZILAND BALANCED FUND
Type of returns	Smoothed Bonus Returns	Market Linked Returns
Description	The smoothed bonus investment portfolio holds some of the returns back during years of better-than-average performance to support returns in years of worse-than-average performance. This investment portfolio aims to provide long-term returns similar to those earned on the market-linked investment portfolio, except that a charge is levied for the capital guarantee.	The returns on this investment portfolio are directly related to returns achieved on the stock and bond exchanges. Therefore returns will be more variable than those of the smoothed bonus investment portfolio.
Investment mix	Equities, bonds and cash with a bias towards equities (shares) offering long term value rather than those with more cyclical returns.	Equities, bonds and cash with a bias towards equities (shares) offering long term value rather than those with more cyclical returns.
Performance target	CPI+3.5% Over the medium to long term Net of capital charges, Gross of investment fees	CPI+5% Over the medium to long term Gross of investment fees
Volatility	Low to Medium (Smoothing reduces volatility)	Medium to High
Capital guarantee	80% of the highest value achieved	None
Investment fees	0.75% per annum	0.75% per annum
Capital charges	0.7% per annum	Not applicable

Each participating employer can choose either of the options, but not a combination.

INVESTING SINCE 1845

**Contact your Old Mutual Employee Benefits Consultant on tel 2411 7800
or visit www.oldmutual.co.sz**

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