

Resources Portfolio

Sector Head |
Anwaar Wagner



INVESTMENT DESCRIPTION

This fund is a specialist equity portfolio that aims to derive significant investment returns from superior stock selection of the resources shares of the Johannesburg Stock Exchange (JSE). The portfolio seeks to produce long-term performance through achieving a balance between risk and reward. It is based on the output of bottom-up research carried out by Old Mutual Investment Group's well experienced team of resources analysts. Stock selection includes all companies involved in the production of raw materials and in the extraction of minerals. In particular, these are precious metals, base metals, oil & gas, coal, iron ore, pulp & paper, steel and many more.

INVESTMENT OBJECTIVE

Typically the investment objective of the portfolio is to outperform the FTSE/JSE Resources Index. However, upon the clients request, another specific benchmark can be used as the internal benchmark against which the portfolio will be managed, taking into account the risk constraints and the expected performance targets.

INVESTMENT COMPOSITION

The portfolio covers shares that are quoted within the resources sector but at times, the fund also holds cash deposits, derivatives and money market instruments. The fund may invest up to 15% in offshore assets.

SUITABLE INVESTORS

This portfolio is suitable for investors who are seeking selected access to the resources sector, which makes up nearly half of the total market capitalization of the JSE. Due to the relatively high volatility of these shares, investors should be willing to accept a somewhat higher level of risk in pursuit of high returns over the longer.

INVESTMENT TEAM

Anwaar Wagner, who has 8 years asset management experience and joined in 2004, heads up the Resources portfolio. He recently took over the management of the Old Mutual Mining and Resources Unit Trust Fund, after being co-manager for the past year.

Mandla Mapondera manages the Old Mutual Gold Unit Trust Fund. He has 8 years experience in asset management, five of which has been with Old Mutual Investment Group. Mandla's responsibilities include analysis of the gold and oil sectors of the Johannesburg Stock Exchange (JSE).

Heye Daun joined from Nedbank Capital's mining project finance division where he was responsible for deal origination, structuring and execution. Prior to this, he worked as a mining project manager in a variety of West African countries. His last job in the industry was as mine manager on Goldfields' Tarkwa Mine in Ghana. With more than 8 years experience in the mining industry, he has worked for some of the top mining companies in the world. Heye is primarily responsible for the platinum sector.

The Resources team is supported by the resources sector analyst team, economic research unit and Macro Strategy Investments Boutique.

Fund Category

Specialist Domestic Equity

Product Vehicle

The client is the beneficial owner of the assets held in the portfolio.

Minimum Investment

R50 million

Benchmark

Typically based on FTSE/JSE Resources Index.

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