



OLD MUTUAL

Investment Group

**Absolute Return
Investments**



Portfolio Manager |
Ivy Asset Management and
Tom Connell

Global Absolute Return Fund

INVESTMENT DESCRIPTION

The Global Absolute Return Fund is a dollar-based fund, targeting consistent positive returns which are generated by the extraordinary 'alpha' or skill of the underlying managers, whilst maintaining a low risk profile. The fund aims to preserve capital in all market environments, providing good diversification from traditional equity and bond investments.

INVESTMENT OBJECTIVE

The performance objective of the fund is to outperform the performance benchmark (1 month USD LIBOR) by a skill based return 'alpha' of 3-5% p.a. over a rolling 3 year period (in US\$ and net of fees) with negligible directional market exposure (a beta of ≤ 0.2 compared to the S&P 500). Guarantees on returns or against capital losses are not provided.

INVESTMENT COMPOSITION

The fund is structured using a 'fund of funds' approach, investing in a number of underlying hedge funds categorised into four main hedge fund strategies, namely, Relative Value, Event Driven, Long/Short Equity and Credit. Various global hedge fund managers manage these underlying funds. The selection of underlying hedge fund managers is subcontracted to Ivy Asset Management, a specialist New York-based fund of hedge funds advisor.

SUITABLE INVESTORS

The Global Absolute Return Fund is suitable for investors who seek consistent positive returns with low volatility and want capital preservation in all market environments.

INVESTMENT TEAM

Funds are selected by Ivy Asset Management in conjunction with Tom Connell, Head of the Absolute Return Investments Boutique. Tom has 21 years experience in finance and investment banking. Before joining, he was the Head of Corporate Finance at Old Mutual. In Tom's current position, he is responsible for the commercial development of the Absolute Return Investments Boutique as well as the development of products offered by this unit.

Ivy Asset Management was established in 1984 and is one of the top Global specialist fund-of-funds advisors, with over \$15bn assets under management.

Launch Date

September 2001

Fund Category

Global Fund of Funds

Product Vehicle

The fund is listed on the Dublin exchange set up as a Variable Capital Company and is tailored to meet the needs of South African investors.

Benchmark

1 month USD LIBOR

Minimum Investment

€125 000

Liquidity

Investments monthly with 7 days notice

Disinvestments quarterly with 45 days notice

Contact details: Old Mutual Investment Group (South Africa) (Pty) Limited, P.O. Box 878, Cape Town 8000. Tel: +27 21 509 5022 Fax: +27 21 509 4663 www.omigsa.com

Regulatory Information: Old Mutual Investment Group (South Africa) (Pty) Limited is a licensed financial services provider, FSP 604, approved by the Registrar of Financial Services Providers (www.fsb.co.za) to provide intermediary services and advice in terms of the Financial Advisory and Intermediary Services Act 37 of 2002. Old Mutual Investment Group is a wholly owned subsidiary of Old Mutual South Africa Limited. Reg No 1993/003023/07. Products do not provide any guarantees against capital losses. Market fluctuations and changes in rates of exchange or taxation may have an effect on the value, price or income of investments. Since the performance of financial markets fluctuates, an investor may not get back the full amount invested. Past performance is not necessarily a guide to future investment performance.