



Resources Portfolio

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 client's 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 term.

INVESTMENT TEAM

Anwaar Wagner, who has 10 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 Mpondera manages the Old Mutual Gold Unit Trust Fund. He has 10 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).

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

Launch Date

January 1993

Portfolio Category

Specialist Domestic
Equity

Product Vehicle

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

Benchmark

Typically based on
FTSE/JSE
Resources Index

Minimum Investment

R50 million

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