

OLD MUTUAL NAMIBIA DYNAMIC FLOOR FUND

FUND INFORMATION

RISK RATING 1 2 3 4 5

FUND OBJECTIVE

The fund strives for long-term capital growth as well as some level of capital protection. Through the use of a quantitative risk model, the fund aims to profit from a rising share market and protect against capital losses in a weak market.

WHO IS THIS FUND FOR?

This fund is suited to investors who strive for long-term capital growth as well as some level of capital protection.

RECOMMENDED MINIMUM INVESTMENT TERM

1 year+ 3 years+ 5 years+

INVESTMENT MANDATE

The fund invests across Namibian and South African shares, bonds and cash – moving from shares into fixed interest investments when the fund's value drops below a predetermined "floor". When markets start to move up, the fund increases its holdings in shares, tapping into these growth opportunities. Derivatives may also be tactically used to manage and limit downside risk and to capture or lock in gains as and when they occur. The fund conforms to retirement fund legislation.

BENCHMARK: CPI

PERFORMANCE TARGET: CPI + 6% p.a. (gross of fees)

RISK OBJECTIVE:

The fund aims to protect at least 90% of the net investment over a 12-month period.

FUND CATEGORY: Namibia Managed Prudential Funds

FUND MANAGER(S):

Saul Burman & Hanno Niehaus (OMIGSA - Absolute Return Investments)

LAUNCH DATE: 01/02/2005

SIZE OF FUND: N\$82m

DISTRIBUTIONS (Half-yearly):

Date	Dividend	Interest	Total
31/12/2011	2.84c	1.60c	4.44c
30/06/2011	2.38c	1.52c	3.90c

OTHER INVESTMENT CONSIDERATIONS

MINIMUM INVESTMENTS:

Monthly: N\$500 • Lump sum: N\$5 000 • Ad hoc: N\$500

CHARGES:

The buying price of units includes the following charges:

- An initial charge of maximum 5%, which may include commission.

	Admin	Commission
< N\$100 000	2%	Max. 3%
≥ N\$100 000	0.25%	Max. 3%

- Compulsory charges of 0.48%.

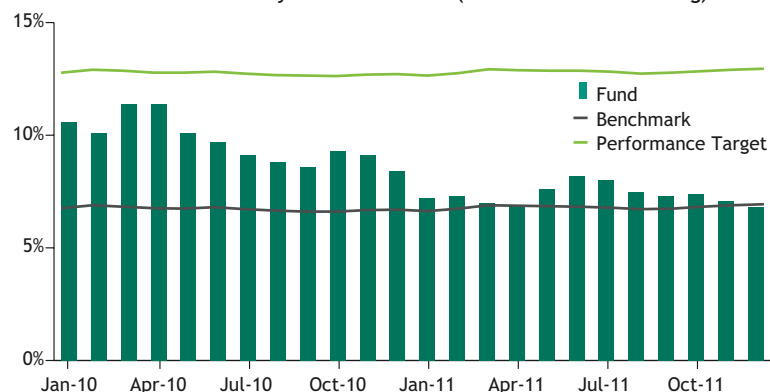
Total expense ratio (TER): 1.60%

- Service fee (included in TER): 1.50% p.a. This fee is accrued daily and paid to the management company on a monthly basis.
- Other charges incurred by the fund, and deducted from its portfolio, are included in the TER.

FUND PERFORMANCE as at 31/12/2011

	% PERFORMANCE (p.a.)					
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception
Fund	2.5	8.7	6.8	-	-	9.5
Benchmark	6.2	5.3	7.0	6.2	6.3	6.3

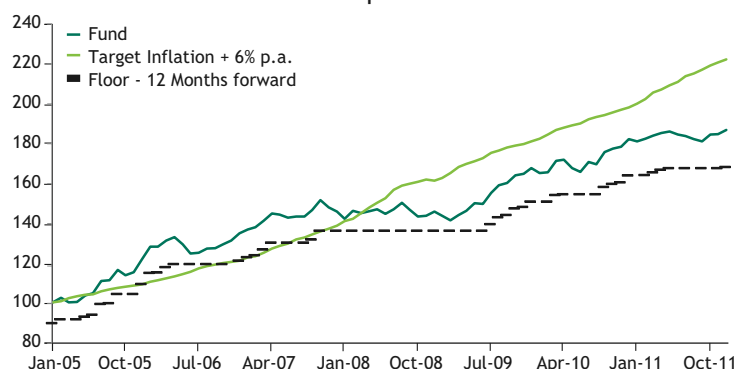
Old Mutual Namibia Dynamic Floor Fund (5-Year Annualised Rolling)



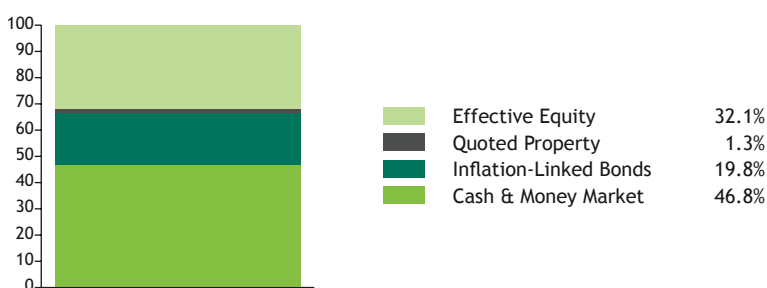
RISK STATISTICS (5 YEARS P.A.)	FUND	JSE ALL SHARE	ALL BOND
Annual Standard Deviation	5.5%	17.5%	5.6%
Maximum 12-Month Loss since Inception*	-5.4%	-37.6%	-3.0%

* Calculated based on monthly performance data.

Fund Floors since inception to 31 December 2011



FUND COMPOSITION



CURRENT PRINCIPAL HOLDINGS

HOLDING	SECTOR	% OF FUND
Money Market	0 - 3 Year NCD	24.3
RSA 5.5% 07/12/2023	7 - 12 Year Bonds	11.8
Sasol Ltd	Oil & Gas	3.8
MTN Group Limited	Telecommunications	2.8
Dvf12 13/10/2012	1 - 3 Year Bonds	2.1
BHP Billiton Plc	Basic Resources	1.9
Old Mutual plc (NSE)	Financials	1.8
Anglo American Plc (Nam)	Basic Resources	1.8
Sbn20 CPI Linked 31/03/2013	1 - 3 Year Bonds	1.8
The Bidvest Group Ltd	Industrials	1.7

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FUND MANAGER INFORMATION



SAUL BURMAN

QUALIFICATIONS:

BBusSc (Hons in Actuarial Science)

FIA

CFA

CURRENT RESPONSIBILITY:

Saul is responsible for the portfolio management of a range of products that target inflation-beating returns in the Absolute Return Investments boutique. In addition, he is responsible for the business and portfolio management of the offshore fund of hedge fund products.

Saul's wide range of experience gives him a good insight into the full gamut of asset classes and investment offerings in the market. His actuarial background is vital in understanding the liability side of the equation and is of great benefit in designing and running products for the benefit of clients.

PREVIOUS EXPERIENCE:

Saul has been with OMIGSA (previously OMAM) since 2000. Although he has been a portfolio manager since 2003, he has had a number of roles in OMIGSA. These include heading up OMIGSA Product Development, providing a technical interface for the management of asset consultant relationships as well as managing the relationship and joint investment initiatives between OMIGSA and Old Mutual Life Assurance Company (OMLACSA).



HANNO NIEHAUS

QUALIFICATIONS:

BEcon (Hons)

CFA Charterholder

CURRENT RESPONSIBILITY:

Hanno is currently part of the portfolio management team responsible for the managing of Old Mutual Investment Group (SA)'s absolute return product offering. His training as an economist and experience in equity derivatives are key assets in the risk framework we use to offer our clients targeted real returns.

PREVIOUS EXPERIENCE:

Since joining Old Mutual in 1998, Hanno has been involved in structured products, equity derivatives and absolute return solutions. He was appointed as investment structuring analyst in 2004 and portfolio manager in 2006.

FUND COMMENTARY as at 31/12/2011

December provided no respite for a market which spent most of 2011 burdened by the overwhelming weight of European fiscal concerns. Despite a minor rally towards month-end, the FTSE/JSE All Share Index (ALSI) was down by 2.5% in December, although the return for the quarter was still a healthy 8.4%. The strong fourth quarter ensured that the ALSI ended the year in positive territory, despite numerous periods of uncertainty. Inflation-linked bonds were the best performing local asset class for the month and year, delivering returns of 2.0% and 13.0% respectively.

Despite a reasonable equity holding in the month, the portfolio was still positive in these negative markets. This was largely on the back of good equity selection as well as the excellent performance of inflation-linked bonds, which are a core component of the portfolio.

The portfolio maintains a moderate holding in equities. We will continue to hold inflation-linked bonds as a hedge against inflation, particularly in light of the increased risk of inflation as a result of current monetary policy. The portfolio is still well positioned to participate in any equity rallies, yet we remain cautious and well placed to protect capital if markets retrace.

Figures as at 31 December 2011, based on a lump sum investment excluding charges (bid-bid prices). Source: Morningstar. To ensure that the portfolio is always managed in accordance with its mandate, Old Mutual Unit Trusts Namibia reserves the right to close the fund to new investors. Unit trusts are generally medium- to long-term investments. Past performance is no indication of future growth. It is important that you are prepared for some shorter term fluctuations as your investment moves in line with the markets. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. The daily price is the current value of the fund's assets plus interest income (minus expenses) divided by the number of units in issue. Unit trusts can engage in borrowing and scrip lending. The fund's TER reflects the percentage of the average Net Asset Value of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs. You can easily sell your investment at the ruling price of the day (calculated at 15h00 on a forward pricing basis).