

OLD MUTUAL ENHANCED INCOME FUND

FUND INFORMATION

RISK RATING 1 2 3 4 5

FUND OBJECTIVE

The fund aims to outperform money market investments and produce a relatively high level of income. It aims not to lose money over any 6-month period.

WHO IS THIS FUND FOR?

This fund is suited to investors who want high income and returns in excess of those from money markets over time, but with limited risk of capital loss in the short term. The investor understands that inflation is likely to erode the value of their investment in the long term.

RECOMMENDED MINIMUM INVESTMENT TERM

1 year+ 3 years+ 5 years+

INVESTMENT MANDATE

The fund invests in the full spectrum of fixed interest investments as well as listed property shares when appropriate.

REGULATION 28 COMPLIANCE

This fund complies with retirement fund legislation. It is therefore suitable as a stand-alone fund in retirement products where Regulation 28 compliance is specifically required.

BENCHMARK: 110% STeFI Call Deposit Index

RISK OBJECTIVE:

The fund aims to protect capital over rolling 6-month periods.

ASISA CATEGORY: Domestic Portfolios - Fixed Interest - Varied Specialist Portfolios

FUND MANAGER(S):

Wikus Furstenberg (OMIGSA - Futuregrowth Asset Management)

LAUNCH DATE: 01/07/2004

SIZE OF FUND: R3.1bn

DISTRIBUTIONS (Quarterly)*:

Date	Dividend	Interest	Total	Yield
31/03/2012	0.00c	3.67c	3.67c	7.09%
31/12/2011	0.00c	3.51c	3.51c	6.47%
30/09/2011	0.00c	3.47c	3.47c	6.68%
30/06/2011	0.00c	3.57c	3.57c	6.71%

* Class A fund distributions

TAX REFERENCE NUMBER: 903/4707/17/5

OTHER INVESTMENT CONSIDERATIONS

MINIMUM INVESTMENTS:

Monthly: R500 • Lump sum: R10 000 • Ad hoc: R500

INITIAL CHARGES (All fees are VAT inclusive):

There is no initial administration charge for investment transactions of R500 and above. Initial adviser fee will be between 0% and 0.68%. Investment transactions below the R500 fund minimum incur a 0.46% administration charge.

ONGOING:

Annual service fee (min./max.): 1.14% 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. A portion of Old Mutual Unit Trusts' annual service fees may be paid to administration platforms.

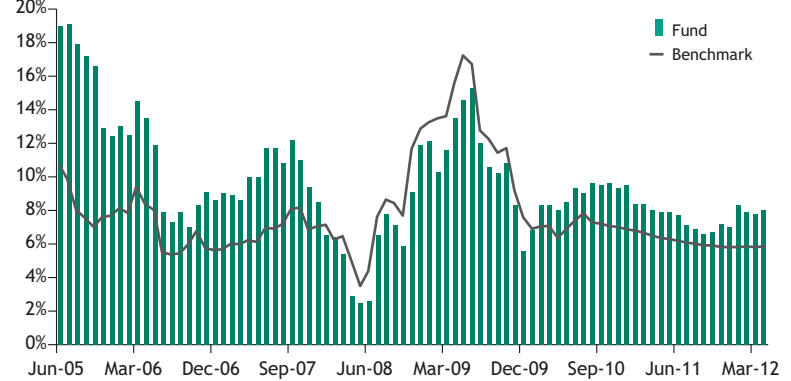
Total expense ratio (TER): 1.15%

TER is a historic measure and includes the annual service fee.

FUND PERFORMANCE as at 30/04/2012

	% PERFORMANCE (p.a.)					Since Inception
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	
Fund (Class A)	8.0	7.9	8.0	9.1	-	10.1
Benchmark	5.9	6.2	7.8	7.6	9.0	8.0
Tax-exempt Investor	8.0	7.9	8.0	9.1	-	10.1
Corporate Investor	6.2	6.0	5.8	6.9	-	7.9
Private Investor	6.1	5.9	5.7	6.8	-	7.8
Retirement Fund	8.0	7.9	8.0	8.8	-	9.7

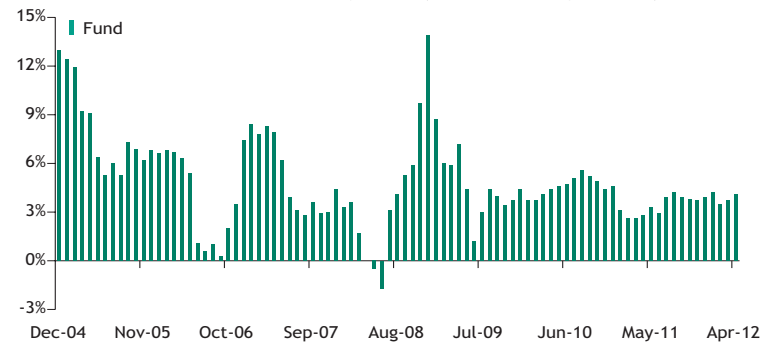
Old Mutual Enhanced Income Fund (1-Year Rolling)



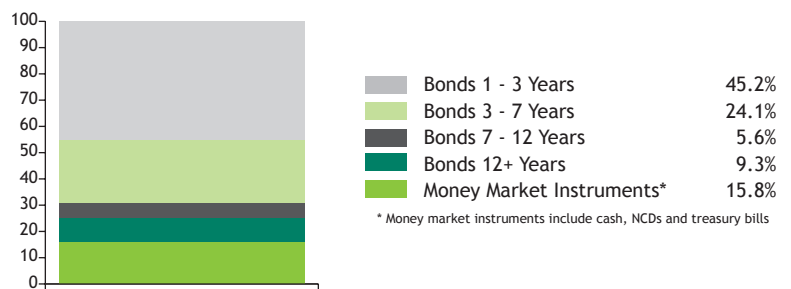
RISK STATISTICS	FUND	ALL BOND
Modified Duration	1.89	5.76
Annual Standard Deviation (3 Years Annualised)	1.2%	5.0%
% Positive 6-Month Returns	97.8%	83.1%

CURRENT YIELD: 7.06%

Performance vs Risk Objective (6-Month Rolling Returns)



FUND COMPOSITION



* Money market instruments include cash, NCDs and treasury bills

CURRENT PRINCIPAL HOLDINGS as at 31/03/2012

HOLDING	SECTOR	% OF FUND
Money Market	0 - 3 Year NCD	12.4
R204 8.00% 21/12/2018	3 - 7 Year Bonds	6.1
R186 10.5% 21/12/2026	7 - 12 Year Bonds	5.9
R203 8.25% 15/09/2017	3 - 7 Year Bonds	3.9
R212 2.75% 31/01/2022	7 - 12 Year Bonds	3.3
DVF12 13/10/2012	1 - 3 Year Bonds	3.2
R197 5.5% 07/12/2023	7 - 12 Year Bonds	3.0
R213 7.00% 28/02/2031	12+ Year Bonds	2.4
FRJ14 20/07/2014	1 - 3 Year Bonds	2.3
ABSA 8.75% Callable 01/09/2012	1 - 3 Year Bonds	2.0

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FUND MANAGER INFORMATION



WIKUS FURSTENBERG

QUALIFICATIONS:

MCom (Economics)

CURRENT RESPONSIBILITY:

Wikus manages a range of fixed interest portfolios, which include the Enhanced Income Fund, Namibia Enhanced Income Fund and the fixed interest component of the Real Income Fund.

PREVIOUS EXPERIENCE:

Wikus joined Old Mutual Investment Group South Africa (OMIGSA) in August 1999 as a fixed interest portfolio manager from ABN AMRO Securities. He started his career in the Economics department of the South African Reserve Bank. In 1995, he joined ABSA Bank Treasury as a treasury economist and pursued this position until 1997.

FUND COMMENTARY as at 30/04/2012

During April 2012, fixed rate bonds (JSE All Bond Index) rendered a return of +1.8%, beating the JSE Inflation-linked Bond Index by 0.3% and cash by an even bigger margin. The market movements benefited the fund as we have been reducing our holdings of cash (more aggressively) and inflation-linked bonds (more gradually) over the last few months in order to have a bigger exposure to higher yielding fixed rate bonds.

Our 12-month investment view still anticipates positive but sub-trend economic growth, lower inflation and an unchanged repo rate. This investment theme and the steep positive slope of the bond yield curve combine to favour long-dated fixed rate bonds over cash and, to a lesser extent, inflation-linked bonds. However, the strong bull rally following the WGBI announcement calls for some caution as the risk of a yield retracement in the short term has increased. The cash holding in the fund increased towards the end of April, mainly as a result of redemptions. We will continue to purchase longer dated fixed rate bonds, funded by surplus cash and proceeds from the sale of inflation-linked bonds, but only into bouts of market weakness.

Unit trusts are generally medium- to long-term investments. Past performance is no indication of future performance. Shorter term fluctuations can occur 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. 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. A schedule of fees, charges and maximum adviser fees is available from Old Mutual Unit Trust Managers Ltd (OMUT). You may sell your investment at the ruling price of the day (calculated at 15h00 on a forward pricing basis and 17h00 at month-end for Old Mutual RAFI® 40 Tracker Fund, Old Mutual Top 40 Fund and SYm|metry Equity Fund of Funds). The Old Mutual Money Market Fund unit price aims to be static but investment capital is not guaranteed. The total return is primarily made up of interest (declared daily at 13h00), but may also include any gain/loss on any particular instrument. In most cases this will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of reducing the capital value of the fund. Specialist equity funds may hold a greater risk as exposure limits to a single security may be higher. A feeder fund is a portfolio that, apart from assets in liquid form, consists solely of participatory interests in a single portfolio of a collective investment scheme. A fund of funds unit trust invests only in other collective investment schemes, which may levy their own charges. Certain funds may be capped to be managed in accordance with their mandates. Different classes of units apply to these portfolios and are subject to different fees and charges.

The portfolio performance is calculated on a NAV-NAV basis and does not take any initial fees into account. Income is reinvested on the ex-dividend date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Lump sum basis. Performances are in ZAR and as at 30 April 2012. Sources: Morningstar and OMIGSA (estimated inflation figure for month of April 2012). Past performance is not necessarily an indication of future performance.

Old Mutual is a member of the Association for Savings and Investment South Africa (ASISA).