OLD MUTUAL HIGH YIELD OPPORTUNITY FUND

FUND INFORMATION

RISK RATING 1 2 3 **4** 5

FUND OBJECTIVE
The fund aims to deliver a high level of dividend income coupled with long-term capital growth. It does this by investing in fundamentally sound companies that have high dividend yields and good prospects for long-term growth.

WHO IS THIS FUND FOR?
This fund is suited to investors seeking a dividend income stream and long-term capital growth. This investor can tolerate stock market volatility.

RECOMMENDED MINIMUM INVESTMENT TERM

1 year+ | 3 years+ | **5 years+**

INVESTMENT MANDATE
This portfolio is invested fully in shares. Derivatives may be used for risk management purposes.

REGULATION 28 COMPLIANCE
The fund aims to achieve long-term inflation-beating growth, and therefore may hold a higher allocation to equities than what is allowed in terms of Regulation 28 of the Pension Funds Act. This fund is therefore not Regulation 28 compliant.

BENCHMARK:
Dividend yield of 1.5 times that of the FTSE/JSE All Share Index (ALSI) on the initial net investment (Benchmark changed 1 December 2007)

FUND CATEGORY: Domestic Portfolios - Equity - General Portfolios

FUND MANAGER(S): Feroz Basa *(OMIGSA - ELECTUS)*

LAUNCH DATE: 04/11/1998

SIZE OF FUND: R2.3bn

DISTRIBUTIONS (Half-yearly)*:

Date	Dividend	Interest	Total
31/12/2011	21.59c	1.74c	23.33c
30/06/2011	27.55c	2.60c	30.15c

* Class A fund distributions

TAX REFERENCE NUMBER: 9687/006/60/2

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 3.42%. Investment transactions below the R500 fund minimum incur a 2.28% administration charge.

ONGOING:
Annual service fee (min./max.): 1.43% 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.

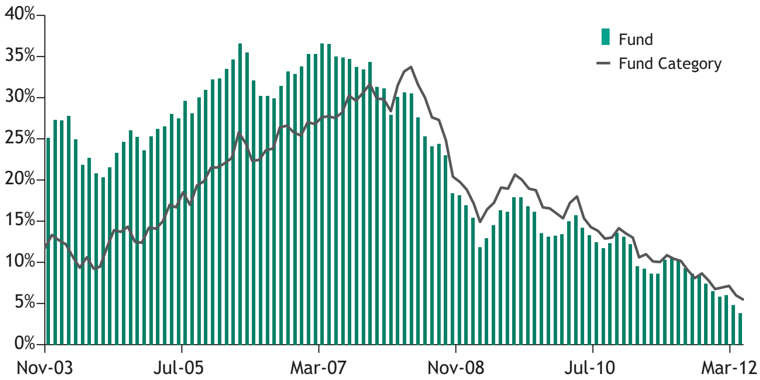
Total expense ratio (TER): 1.42%
TER is a historic measure and includes the annual service fee.

FUND PERFORMANCE as at 30/04/2012*

	% PERFORMANCE (p.a.)					
	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception
Fund (Class A)	5.6	21.9	3.8	14.4	19.0	20.9
ASISA Category	9.5	19.8	5.4	16.3	16.1	16.0
Tax-exempt Investor	5.6	21.9	3.8	14.4	19.0	20.9
Corporate Investor	5.5	21.8	3.7	14.3	18.9	20.7
Private Investor	5.5	21.8	3.7	14.3	18.9	20.7
Retirement Fund	5.6	21.9	3.8	14.4	19.0	20.8

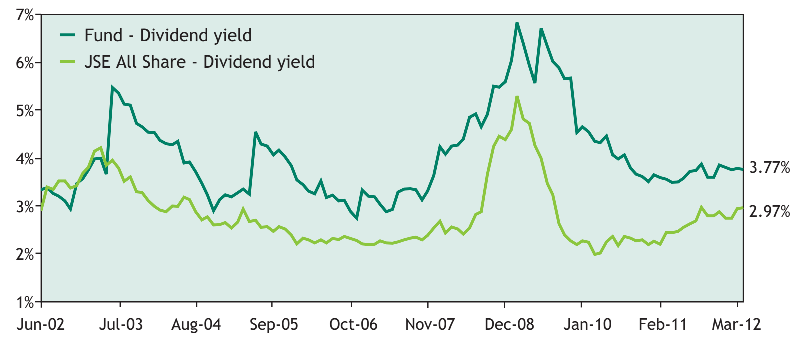
* Based on Old Mutual High Yield Opportunity Fund (unit trust) performance.

Old Mutual High Yield Opportunity Fund (5-Year Annualised Rolling)



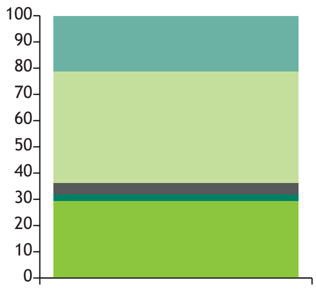
RISK STATISTICS (5 YEARS ANNUALISED)	FUND	JSE ALL SHARE
Annual Standard Deviation	15.8%	18.6%

12-month Dividend Yield



Source: I-Net

FUND COMPOSITION



Financials	21.2%
Industrials	42.7%
Liquid Assets	4.3%
Preference Shares	2.6%
Resources	29.2%

CURRENT PRINCIPAL HOLDINGS as at 31/03/2012

HOLDING	SECTOR	% OF FUND
MTN Group Limited	Telecommunications	9.1
Sasol Ltd	Oil & Gas	8.4
Anglo American plc	Basic Resources	6.6
Old Mutual plc	Life Insurance	5.2
Lonmin plc	Basic Resources	3.5
Astral Foods Limited	Food & Beverage	3.3
Pick n Pay Stores Ltd	Retail	3.3
Standard Bank Group Ltd	Banks	3.2
Mondi plc	Basic Resources	3.1
Trencor Ltd	Industrials	3.1

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FUND MANAGER INFORMATION

FEROZ BASA

QUALIFICATIONS:

BCom (Hons)

CURRENT RESPONSIBILITY:

Feroz joined the ELECTUS boutique in April 2012. He is the fund manager of the Old Mutual Value Equity Fund and Old Mutual High Yield Opportunity Fund. In addition to portfolio management duties, he has stock analysis responsibilities.

PREVIOUS EXPERIENCE:

While completing his studies, Feroz joined Old Mutual Unit Trusts in 1998. In 2004, he moved to Old Mutual Investment Group South Africa (OMIGSA) as a trainee analyst. With a passion for investments, together with his flair for numbers, he excelled in both private and listed equities and became an equity analyst responsible for the building & construction, electronics and diversified transport companies.

In 2007, Feroz became a portfolio manager in the Old Mutual Value Equity Investments boutique, and assisted in implementing a philosophy and process for the Old Mutual High Yield Opportunity Fund, which at the time was last in its category. Since then, the fund has generated performance in the top quartile of the general equity unit trust category over three years.

Feroz has nine years of work experience in the asset management industry.

FUND COMMENTARY as at 30/04/2012

The FTSE/JSE All Share Index (ALSI) rebounded in April, delivering a total return of 2.8%, after recording a loss of 1.4% in March. It handsomely outperformed the MSCI Emerging Markets Index by 2.5%. Resources were again the laggard, while industrial and consumer shares continue to be in vogue. The huge differential between these clusters is creating exciting long-term opportunities for your fund.

Consumer services (4.9%) was the best performing cluster, followed closely by health care (4.6%) and consumer goods (3.8%). Technology (3.0%), basic materials (2.7%) and financials (2.6%) closely mirrored the index, while industrials, oil & gas and telecoms produced smaller total returns of 1.5%, 1.3% and 0.5% respectively.

We believe that high-yielding shares will remain in demand, as the search for yield looks likely to continue in the foreseeable future. Developed markets' cash yields are close to zero, due to a combination of aggressive central bank policy and a flight to safety, which have helped push cash yields down. Real interest rates are negative in many countries, including South Africa, and core government bond yields are almost at multi-decade lows. As a result, equity yields are looking attractive relative to these other asset classes. They are also above their long-term average at the moment, which makes equities as an asset class an increasingly obvious choice for income-seeking investors.

Your fund is finding reasonable opportunities in the telecoms sector and, in particular, MTN. The share has sold off post the recent sanctions on Iran, coupled with allegations of bribery and corruption brought forward by Turkcell on the awarding of its Iranian licence way back in 2004. We believe the share has over-reacted to the bad news and provides an opportunity for long-term investors. MTN currently trades at a 24% discount to other financial and industrial shares, with a dividend yield close to 6%. We have reduced out British American Tobacco investment to fund the purchase of MTN.