



OLD MUTUAL BOND LIFE FUND

DECEMBER 2025

FUND INFORMATION

RISK PROFILE



RECOMMENDED MINIMUM INVESTMENT TERM



FUND OBJECTIVE

The fund aims to offer a combination of capital growth and high income yields. Capital growth is primarily achieved by actively taking advantage of interest rate cycles.

WHO IS THIS FUND FOR?

This fund is suited to astute investors who have a particular view on relative asset class performance. The investor understands the impact of the interest rate cycle and accepts this risk in exchange for moderate long-term growth potential.

INVESTMENT MANDATE

The fund invests across the full spectrum of the yield curve. It invests in public and private sector bonds and deposits, with at least 50% invested in bonds with an effective government guarantee. Derivatives may be used for risk management purposes. In order to achieve the fund objective the portfolio manager may choose to gain exposure to the described assets and asset classes by investing through OMLACSA pooled portfolios, collective investment schemes or a combination thereof.

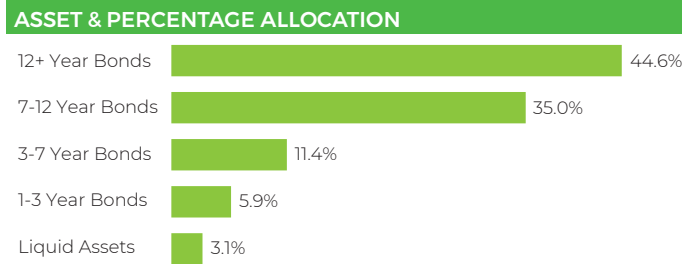
BENCHMARK: All Bond Index

FUND MANAGER(S): Rhandzo Mukansi (Futuregrowth Asset Management)

LAUNCH DATE: 01/09/1998

SIZE OF FUND: R197m

FUND COMPOSITION



PRINCIPAL HOLDINGS

HOLDING	% OF FUND
R2040 9.00% 31/01/2040	18.9%
R2037 8.50% 31/01/2037	17.5%
R2044 8.75% 31/01/2044	14.2%
R2035 8.875% 28/02/2035	12.0%
Eskom Holdings Ltd 8.5% 25/04/2042	6.2%
R213 7.00% 28/02/2031	5.4%
TNFG35 FRN 07/06/2034	4.8%
FGR SWAP 7.825% 21/05/2031	4.5%
FGR Swap 7.18% 28/09/2026	4.4%
R2048 8.75% 28/02/2048	3.1%

PRODUCT AVAILABILITY	Old Mutual Wealth	MAX
Investment Plan (LIFE)		•
Investment Plan (LISP)		
Retirement Annuity		
Preservation Fund		
Living Annuity		•

FUND PERFORMANCE AS AT 31/12/2025

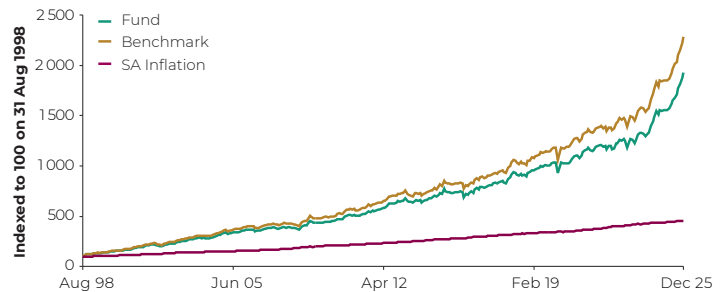
	% PERF.		% PERF. (P.A.)					
	3-Mth	6-Mth	1-Yr	3-Yr	5-Yr	7-Yr	10-Yr	Since Inception
Tax-exempt Investor	8.8%	16.7%	24.5%	16.2%	11.9%	10.9%	10.8%	11.4%
Benchmark	9.0%	16.5%	24.2%	16.9%	12.5%	11.7%	11.5%	12.1%
Retirement Fund	8.8%	16.7%	24.5%	16.2%	11.9%	10.9%	10.8%	10.6%
Private Investor	8.1%	14.3%	20.1%	12.6%	8.7%	7.8%	7.9%	8.4%
Corporate Investor	12.0%	22.7%	33.7%	22.6%	12.8%	13.1%	11.5%	9.6%

Performance measurements over periods shorter than the recommended investment term may not be appropriate. Past performance is no indication of future performance. Fund returns are net of fees and measured against the benchmark.

Sources: Old Mutual & Morningstar as at 31/12/2025

Rolling 12-Month Return	Highest	Average	Lowest
Fund (Since Inception)	39.3%	10.6%	-7.3%

Cumulative Performance Since Inception

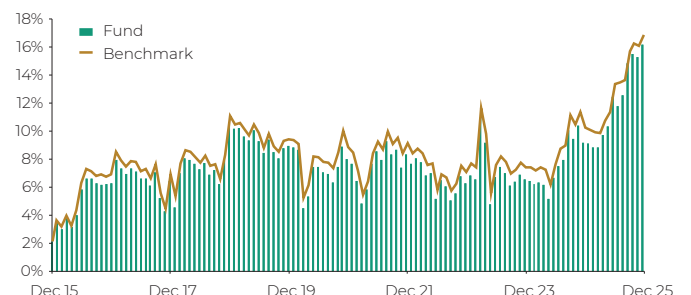


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Risk Statistics (Since Inception)	
Maximum Drawdown	-10.8%
Months to Recover	8
% Positive Months	69.5%
Annual Standard Deviation	7.8%

Risk statistics are calculated based on monthly performance data from inception of the fund.

3-Year Annualised Rolling Returns (Fund vs Benchmark)





FUND MANAGER INFORMATION



RHANDZO MUKANSI |
PORTFOLIO MANAGER

- BA (Hons)
- 14 years of investment experience

FUND COMMENTARY

Global long-dated government bond yields remained under pressure as fiscal sustainability concerns intensified across developed markets. Persistent inflation, partly driven by US tariff policy and deteriorating fiscal positions, kept central banks cautious, reinforcing a 'higher for longer' narrative.

Unlike the supply-side constraints of the post-COVID period, the current regime is increasingly defined by fiscal expansion and mounting debt burdens.

The US Federal Reserve cut rates by 25 basis points (bps) at both its October and December meetings, prioritising labour market support over residual inflation concerns. Long-term unemployment rose to its highest share since early 2022, while job creation data were revised sharply lower. This pivot steepened the Treasury curve materially, as front-end yields compressed while longer-dated bonds remained anchored by fiscal concerns.

South African bonds diverged sharply, rallying on multiple positive catalysts. The country's removal from the Financial Action Task Force grey list, a well-received Medium Term Budget Policy Statement incorporating the South African Reserve Bank's (SARB) lower 3% inflation target, and an S&P credit rating upgrade reignited investor appetite for local currency debt. The benchmark 10-year R2035 yield declined 97bps over the period. The SARB reinforced this momentum with a 25bps November rate cut, citing lower oil prices and rand strength supporting a benign medium-term inflation outlook.

The domestic bond market continued to deliver exceptional returns over the period. The combination of a supportive investment theme, hinged primarily on receding domestic fiscal risk and inflation expectations, contributed to our overweight interest rate position over the period.

The domestic nominal bond market has enjoyed a period of sustained elevated return, supported by a myriad of structural tailwinds, including the adoption of a lower inflation target by the SARB and the stabilisation of South Africa's fiscal position. While sovereign yields have meaningfully adjusted to reflect this backdrop, the carry offered by the yield curve remains attractive and continues to anchor our investment strategy.

OTHER INVESTMENT CONSIDERATIONS

INITIAL CHARGES:

There is no initial administration charge on the fund.

ONGOING	
Annual service fee	0.75% p.a.

Total Expenses	
Total Expense Ratio (TER)	0.78%
Transaction Cost (TC)	0.03%
Total Investment Charge	0.81%

TER is a historic measure of the impact the deduction of management and operating costs has on a fund's value. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER, which includes the annual service fee, may not necessarily be an accurate indication of future TERs. Transaction Cost (TC) is a necessary cost in administering the fund and impacts fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER.

Funds are available via:

Max Investments: Tel +27 (0)860 605 500 | Fax +27 (0)860 60 7500/9500

Email MaxInvestments@oldmutual.com | Internet www.oldmutual.co.za/personal/investments-and-savings/max-investments

Max Income: Tel +27 (0)860 605 500 | Fax +27 (0)860 60 7500/9500

Email maxincome@oldmutual.com | Internet www.oldmutual.co.za/personal/investments-and-savings/max-income

FUTUREGROWTH
/ ASSET MANAGEMENT

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