NEDGROUP INVESTMENTS

Prospectus

Nedgroup Investments Entrepreneur Fund

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Contents

This Supplemental Prospectus forms part of, and must be read together with, the Prospectus of the Nedgroup Investments Collective Investment Scheme ("the Scheme"), the applicable Deed and Supplemental Deed of the Scheme, the relevant Minimum Disclosure Document ("MDD"), and the Investment Agreement entered into between the investor and the Manager.

This Supplemental Prospectus contains portfolio-specific information relating to the Nedgroup Investments Entrepreneur Fund ("the Portfolio"). In the event of any inconsistency between this Supplemental Prospectus and the main Prospectus, the provisions of the main Prospectus, applicable legislation and the Deed shall prevail unless otherwise required by law.

The information contained herein has been derived from the applicable Minimum Disclosure Document.

1. The portfolio

The Nedgroup Investments Entrepreneur Fund is a portfolio within the Nedgroup Investments Collective Investment Scheme and is classified by ASISA as a South African – Equity – Mid & Small Cap portfolio.

The benchmark of the Portfolio is the ASISA Category Average.

The Portfolio is suitable for investors seeking long-term capital growth through exposure to South African mid and small capitalisation companies and who are able to tolerate above average levels of investment risk and volatility. The recommended minimum investment horizon for the Portfolio is seven years.

2. Investment objective

The primary objective of the Portfolio is to achieve long-term capital growth through investment in South African companies with mid and small market capitalisations and above average growth potential.

The Portfolio may also invest in established companies with sound recovery prospects where attractive opportunities exist.

The Portfolio seeks to generate superior long-term returns through active stock selection and concentrated exposure to businesses with strong growth prospects.

3. Investment policy

The Portfolio is managed as a specialist mid and small capitalisation equity fund.

The Portfolio may invest in listed and unlisted financial instruments in accordance with applicable legislation.

The Portfolio may also invest in participatory interests in portfolios of collective investment schemes where considered appropriate by the Investment Manager.

The Portfolio is intended to provide focused exposure to South African entrepreneurial and growth-oriented businesses.

4. Risk profile

The Portfolio carries a high-risk profile and is intended for investors with a long-term investment horizon.

Equity investments are volatile by nature and subject to potential capital loss.

Due to its specialist focus on mid and small capitalisation companies, the Portfolio will typically display higher levels of volatility than a general equity portfolio.

The Portfolio may be affected by company-specific, sector-specific, economic and market risks which may result in significant fluctuations in capital value over shorter periods.

5. Distributions

The Portfolio distributes income on an annual basis.

Distributions may comprise dividends, interest and other distributable amounts generated by the underlying assets of the Portfolio.

Investors may elect to have distributions reinvested or paid out in accordance with the applicable Investment Agreement.

6. Investment manager

The appointed investment manager of the Portfolio is Abax Investments (Pty) Ltd.

Abax Investments was founded in 2003 and focuses exclusively on investment management. The company is majority owner-managed and all Abax employees are shareholders.

The investment team at Abax has managed the Entrepreneur Fund since 2004.

7. Investment philosophy

The Investment Manager believes that company earnings growth and dividend growth are the primary drivers of long-term share price appreciation.

Extensive research is undertaken to identify a concentrated portfolio of companies offering attractive growth prospects at compelling valuations.

Portfolio construction is based on the investment merits of individual companies and the Investment Manager's level of conviction.

Global and local macroeconomic and industry views inform security selection and portfolio construction decisions.

8. Fees and charges

The Portfolio is subject to management fees, operating expenses, transaction costs and other charges permitted in terms of applicable legislation and the Deed.

The annual management fee applicable to the Portfolio is disclosed in the applicable Minimum Disclosure Document.

The TER, TC and TIC applicable to the Portfolio are disclosed in the applicable Minimum Disclosure Document and updated regularly by the Manager.

9. Performance reporting

Performance information relating to the Portfolio is published in the applicable Minimum Disclosure Document and updated monthly.

Such information includes annualised returns, cumulative performance, benchmark comparisons, rolling performance periods, risk measures and portfolio composition.

The latest Minimum Disclosure Document is available from the Manager upon request and on the Manager's website.

10. Valuation and pricing

The Portfolio is valued daily at 15:00 South African time in accordance with CISCA, the Deed and the valuation policies adopted by the Manager.

Instructions received prior to the applicable cut-off time will generally be processed at the ruling price applicable to that business day.

Prices are published daily through approved publication channels and on the Manager's website.

11. Important disclosures

Collective investment schemes are generally medium to long-term investments. The value of participatory interests may go down as well as up and investors may not receive back the full amount originally invested.

The Manager does not guarantee the capital or performance of the Portfolio. Past performance is not necessarily indicative of future results.

The Portfolio may invest in unlisted instruments and may be exposed to liquidity, market and company-specific risks.

Investors should read the main Prospectus, this Supplemental Prospectus, the applicable Minimum Disclosure Document, the Investment Agreement and all supporting disclosure documentation prior to making an investment decision.

NEDGROUP INVESTMENTS

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