NEDGROUP INVESTMENTS

Prospectus

Nedgroup Investments Financials 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 Financials 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 Financials Fund is a portfolio within the Nedgroup Investments Collective Investment Scheme and is classified by ASISA as a South African – Equity – Financial portfolio.

The benchmark of the Portfolio is the FTSE/JSE SA Financials Index.

The Portfolio is suitable for investors seeking medium- to long-term capital growth and who are comfortable with high levels of investment risk. The recommended minimum investment horizon for the Portfolio is seven years.

The Portfolio is not Regulation 28 compliant.

2. Investment objective

The primary objective of the Portfolio is to achieve medium- to long-term capital growth through exposure to domestic and offshore equities in the financial sector.

The Portfolio seeks to provide investors with focused exposure to companies operating within the banking, insurance and broader financial services sectors.

3. Investment policy

The Portfolio primarily invests in listed financial shares in South Africa and offshore markets.

The Portfolio aims to remain substantially invested at all times and will generally maintain limited cash holdings.

Offshore exposure will be maintained within the limits prescribed by applicable South African legislation and exchange control regulations.

The Portfolio may also invest in local and offshore collective investment schemes where appropriate.

4. Risk profile

The Portfolio carries a high risk profile.

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

Due to its specialist sector focus, the Portfolio is likely to experience greater volatility than a broadly diversified general equity portfolio.

The Portfolio may also be exposed to foreign currency fluctuations arising from its international investments.

5. Distributions

The Portfolio distributes income on an annual basis.

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

Investors may elect for distributions to be reinvested or paid out in accordance with the administrative processes of the Manager and the terms of the applicable Investment Agreement.

6. Investment manager

The appointed investment manager of the Portfolio is Denker Capital.

Denker Capital is an independent asset management business with extensive experience in South African and global equity markets. The investment team has developed a strong reputation in the Financials sector and has managed the Portfolio since 2004.

7. Investment philosophy

The Investment Manager follows an unconstrained valuation-based investment approach combined with a comprehensive understanding of downside risk.

Investment opportunities are evaluated based on expected returns, conviction levels, liquidity considerations and the probability of capital loss.

Portfolio construction is undertaken with careful consideration of the allocation and weighting of each investment.

The Investment Manager believes that patience is essential in unlocking underlying value and places significant emphasis on corporate governance as part of its investment evaluation process.

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 Total Expense Ratio (TER), Transaction Costs (TC) and Total Investment Charges (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, volatility statistics 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 equities and collective investment schemes and may therefore be exposed to market, concentration, liquidity, currency and economic 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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