NEDGROUP INVESTMENTS

Prospectus

Nedgroup Investments Select Income Fund of Funds

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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 Select Income Fund of Funds ("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 Select Income Fund of Funds is a portfolio within the Nedgroup Investments Collective Investment Scheme and is classified by ASISA as a South African – Multi Asset – Income portfolio.

The benchmark of the Portfolio is 110% STeFI Call Deposit.

The Portfolio is suitable for investors seeking to maximise income with a focus on capital preservation and who are able to tolerate a low level of investment risk. The recommended minimum investment horizon for the Portfolio is six months.

2. Investment objective

The primary objective of the Portfolio is to maximise income with a focus on capital preservation.

Returns are expected to be generated through a diversified blend of multi-asset income funds.

The Portfolio seeks to provide investors with diversified exposure to multiple asset classes and investment styles through an equally weighted blend of three multi-asset income funds.

The Portfolio is rebalanced quarterly.

3. Investment policy

The Portfolio is managed as a Regulation 28 compliant multiple asset class fund of funds portfolio.

The Portfolio invests primarily in cash, bonds, equity and listed property in South Africa and offshore markets.

The Portfolio may maintain a maximum equity exposure of 10%.

Offshore exposure is limited to 45%.

Derivative financial instruments may be utilised for efficient portfolio management, risk reduction and investment exposure purposes.

The Portfolio may also invest in underlying collective investment schemes where considered appropriate by the Investment Manager.

4. Risk profile

The Portfolio carries a low risk profile and may be exposed to market fluctuations arising from changes in interest rates, credit spreads, foreign exchange movements and macroeconomic conditions.

Equity and property investments are volatile by nature and may be subject to potential capital loss during adverse market conditions.

Fixed income instruments, including corporate and government bonds, may experience capital loss in the event that an issuer defaults on interest or principal repayment obligations.

The Portfolio may also be affected by currency fluctuations arising from its international exposure.

5. Distributions

The Portfolio distributes income on a quarterly basis.

Distributions may comprise interest income, dividends, rental income and other distributable amounts generated by the underlying assets 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 Nedgroup Investments Multi-Manager.

Nedgroup Investments Multi-Manager is a dedicated asset management division within Nedgroup Investments that consists of a diverse team of investment professionals based in Cape Town and London.

The investment team specialises in asset allocation and fund manager research and bases investment decisions on fundamentally driven research.

7. Investment philosophy

The Investment Manager seeks to provide investors with a simple and cost-efficient investment solution.

The Portfolio is diversified across asset classes and investment styles.

The Portfolio combines passive and active investments.

The Portfolio is rebalanced quarterly.

The Portfolio is managed in a tax-efficient manner.

Ongoing manager due diligence is performed to ensure that underlying managers continue to meet the required standards.

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, bonds, property and collective investment schemes and may therefore be exposed to market, credit, liquidity 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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