

OLD MUTUAL SUPERFUND



New Old Mutual SuperFund Choice/Preserver Investment guide

One thing that nobody can control is what financial markets and stock exchanges around the world will do in the future. It is simply impossible to accurately know what kind of future performance one can expect from these markets.

However staying in control of the things you can control when setting up your investment plan can help simplify the rather complicated investment universe and ensure that you are invested in funds that are right for you.

Investing has powerful long-term benefits **if you stick to your original plan and carefully control the things that you can right from the start.**

Our aim is to always educate and empower our members, we are so pleased to present the **new Old Mutual SuperFund Choice/Preserver Investment guide**. The aim of this investment guide is to share some background information on investment related matters. We hope that doing it will assist you to explore the impact of different choices that you can make and most importantly, make sure that **your personal investment strategy is the most suitable** to put you on track to meet your retirement needs.

Making the right choices and decisions today means security and peace of mind in the future for you and your loved ones. This guide will provide you with information to better understand:

- the investment packages,
- the investment portfolios available within each of these packages, and
- provide guidance on choosing an investment portfolio

your financial needs may change and so too your appetite for risk and return. While reading the guide, bear in mind that how you select your investment options depends **on your attitude towards risk, the number of years of service you have left until you retire and your own financial planning**. Remember that as you approach your retirement age

[Click here](#) to read the Old Mutual SuperFund Choice/Preserver Investment guide

Change to Protection Phase of Lifestage Default Option

The protection portfolio under the Old Mutual Multi-Managers (OMMM) Lifestage and Old Mutual Index tracking lifestage default option will be changed from the OMMM 1-3 to the OMMM 3-5 and Old Mutual Nucleus Conservative Index Life to Old Mutual Nucleus Moderate Index Life portfolio respectively. These changes align the protection portfolios with the new default annuity strategy which was launched 1 July 2017.

Please note, these changes will only come into effect during quarter two of 2018

Market Value Adjusters on The Old Mutual Absolute Growth Portfolios

Volatile market performance may cause the value of the assets underlying the Old Mutual Absolute Growth Portfolios (AGP) to fall below their investment account values at times. At the times when this is the case, the Bonus Smoothing Reserves of the portfolios will be negative.

In such instances, Old Mutual applies a Market Value Adjustment (MVA) to voluntary market value switches out of the OM Absolute Smooth Growth Portfolio or the OM Absolute Secure Growth Portfolio.

The MVA does NOT apply to certain defined benefit payments (such as payments on resignation, termination of employment, retrenchment, retirement or death), or to Book Value Switches. The MVA will also NOT apply to investors who remain invested in their chosen investment portfolios.

The MVA is temporary and only applies when the Bonus Smoothing Reserve is negative.

The reason a MVA is applied is to protect the interests of those members who remain invested in the particular AGP investment portfolio. At the same time a MVA ensures that members who are voluntarily switching out of an AGP investment portfolio receive a fair share of the value of the investment portfolio's assets, as the MVA brings their Investment Account value in line with the value of the assets underlying their investment. It is important to note that a MVA is not a charge and that Old Mutual's shareholders do not benefit from applying or removing it.

[Click here](#), to read more about the Absolute Growth Portfolios and how Market Value Adjusters work.

Kind Regards
The Old Mutual SuperFund