

International Sharia Equity Note (UMMIES)

- Quarterly

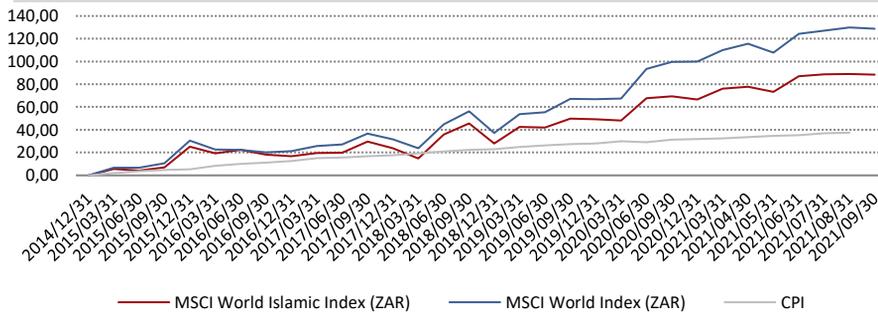
Investment Objective

The exchange traded note (ETN) invests in Momentum Securities' International Sharia Aligned Equity Portfolio. This portfolio has a global focus determined to maximise risk adjusted returns to investors over the medium to long-term by investing in concentrated listed equity positions. The returns of this portfolio are reliant on the ability of our portfolio management team to identify and take positions in both undervalued and growth orientated shares in a consistent manner that will in time deliver returns in excess of the portfolio benchmark.

Investment Profile

- Investors with local JSE trading accounts looking for easy to access global equity exposure.
- Investors with ZAR portfolios that want access to the Momentum Securities investment capabilities directly from their existing stockbroking account.
- Investors looking to allocate a portion of their portfolio to an actively managed Sharia aligned global equity allocation in ZAR.

Cumulative Performance (ZAR)



Performance (ZAR)

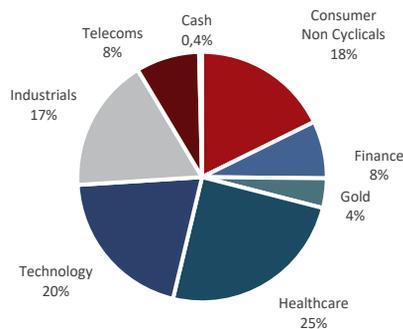
	3 Months	6 Months	YTD	12 Months	2 Year	Since Inception
Global Sharia ETN Portfolio	3,0%	6,8%	7,6%	-0,7%	13,2%	12,7%
Benchmark	4,4%	7,1%	13,1%	11,3%	13,6%	13,0%

Returns for periods longer than 12 months have been annualised.

Top 5 Share Holdings

Danaher Corp. (DHR)	4,88%
Salesforce (CRM)	4,62%
Medtronic (MDT)	4,57%
Samsung Electronics (005930)	4,55%
Trane Tech. (TT)	4,44%
TOTAL	23,06%

Sector Allocation



* The Momentum Securities International Equity ETN references the portfolio holdings of the Momentum International Sharia aligned Equity Portfolio that was launched in October 2019. Official ETN listing date 2 October 2019. No shares outside of the MSCI World Islamic Index may be included in the portfolio. Momentum Securities will not be conducting dividend purification.

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Momentum Securities is an authorized financial services and registered credit provider and a subsidiary of Momentum Metropolitan Holdings Ltd. Reg no 1974/000041/07.

Momentum Securities is a member of the JSE Ltd. (FSP29547) (NCRCP2518)

September 2021

Risk profile



Investment information

Inception date
2 October 2019

Investment manager
Momentum Securities

Stockbroker/custodian
Your selected stockbroker

Management fee
Momentum Securities 0.75% (annual)
UBS ETN Issuance & Administration
0.50% (annual)
Total Fee 1.25% VAT inclusive (annual)

Minimum lump sum
R 5 000

Redemption periods
3 business days

Benchmark
MSCI World Islamic Index (ZAR)

Issuer Details
UBS AG
Credit rating by S&P A+
Moody's AA3

Portfolio Managers:
Francois Strydom, CFA

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Economic Overview

Although the recent pick-up in inflation has been seen, by many, as transitory the US Fed has turned more hawkish and has started indicating that they will reduce Quantitative Easing (QE). Low interest rates and liquidity (QE) has supported US financial markets. The US recovery has progressed as the economy unlocked and we have now seen US consumer demand pick up, product shortages and inflation increase.

As QE is reduced there will be less support for financial markets, and this together with high US equity valuations will be a headwind to US equity returns. We now expect one year US equity returns to be below average. We have also seen a slowdown in Chinese manufacturing which has weighed on industrial metal

prices. This will impact commodity producing economies growth.

The SA economy is likely to lag the global recovery due to a slower vaccine rollout and unlocking of the economy, however, the pace of economic growth in SA is expected to improve in Q4 2021. In the short-term slower growth in China will impact the prices received for SA commodity exports, we however, remain positive on Platinum Group Metals given the projected future deficits. Overall we remain positive on SA equity on a valuation basis.

Market Overview

The third quarter of 2021 saw global risk asset prices peaking and retreating sharply over the month of September. Inflation concerns which have been driven by supply chain bottlenecks coupled with wage and energy price increases, have caused concern around the implications for Central Bank stimulus and interest rates. The unfolding collapse of the largest property development company in China, Evergrande, has brought to the fore concerns around potential contagion effects in the Chinese and global financial system.

During the third quarter global equity markets retreated a modest -1% in USD, emerging market equities retreated -8% in USD and SA Equity -0.80% in ZAR. In the SA equity market, we saw small-cap and mid-cap equities rallying 11.7% and 7.2% respectively, outperforming large caps by a significant margin. The resources

sector in SA came under pressure over the quarter, retreating -3.6% having been impacted by the collapse of iron ore prices by over 50% during the quarter. The industrial sector also came under pressure as Naspers and Prosus retreated on the back of negative investor sentiment caused by a raft of regulation introduced in China which impacted the valuations of Tencent. Health care and telcos were the best performing sub-sectors over the quarter while precious metals and basic materials were the laggards.

SA Bonds returned a modest 0.40%, underperforming SA cash by 0.60%. The rand depreciated by -5.1% to the US dollar over the past quarter.

Portfolio Activity

The portfolio increased 3,0% for the quarter with the last month of the quarter down 1,8%. For the past 12 months the portfolio

decreased 0,7% with the MSCI World Islamic Index (ZAR) up 11,3%.