



Dear Member,

Executive Summary: The Old Mutual Investment Group (OMIG) Balanced Index Tracker managed by Old Mutual Investment Group (OMIG) will be replaced by the Old Mutual Multi-Managers (OMMM) Balanced Tracker managed by OMMM. No action is required from members.

The OMEGS Joint Management Committee (JMC) is switching the assets currently invested in the Old Mutual Investment Group (OMIG) Balanced Index Fund to the Old Mutual Multi-Managers (OMMM) Balanced Tracker. The two portfolios have a very similar construct in that they both use asset class tracking funds as the building blocks and are Regulation 28 compliant. OMIG will still manage the local asset class tracking funds but OMMM will determine the strategic asset allocation. OMMM can also change the asset allocation dynamically, in a process called 'Tactical Asset Allocation' (TAA), to take advantage of opportunities or mispricing in the markets to enhance return and/or reduce risks.

There is evidence that TAA can add value over time, and this is an additional component of the OMMM Balanced Tracker that is not available in the OMIG Balanced Index Tracker. While TAA may add to returns over the longer term, there is also a risk that it could detract from performance. The fee remains the same at 0.3%.

The JMC is of the opinion that the benefits of the change outweigh the risks and will proceed with the transfer of assets into the OMMM Balanced Tracker on **01 July 2024**.

Affected members (which includes all active, paid-up/preserver and deferred retirees) will be switched automatically. Should you wish to change your selection, i.e., opt out of being invested in the new OMMM Balanced Tracker portfolio, you will need to complete a member switch form available on [Old Mutual Secure Services](#). You will have until **23 June 2024** to opt out.

Kind Regards

Karen Quinlan
Fund Executive Officer

OLDMUTUAL

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