

PPS Enhanced Yield Fund



In partnership with
Taquanta Asset Managers

About the PPS Enhanced Yield Fund

The PPS Enhanced Yield Fund is focused on delivering the best possible yield while maintaining a diversified portfolio.

It's designed to provide investors with income in excess of its benchmark, while providing capital protection with a short duration and maintaining a high degree of liquidity. The fund is suitable as a standalone vehicle for retirement savings.

About the PPS Partnership Fund manager

The investment management is outsourced to Taquanta Asset Managers, which is the sole underlying manager in the PPS Enhanced Yield Fund.

Most of the assets under management are in money market and enhanced cash mandates. The focus and expertise of the team is on low risk, low duration, cash-like portfolios, which is arguably unrivalled in the South African market. Taquanta has delivered a consistent return profile by managing portfolios with a diversified maturity profile, a high issuer ratings profile and an ability to trade into and out of fixed interest securities, where required, due to their size. With the bulk of the fund invested in floating rate securities the fund is expected to continue to deliver return in excess of cash over time.

Investment approach of the manager

The fund is diversified across issuers, maturities and credit but exclusively invests in investment-grade South African variable rate securities, short term NCD's and cash.

The fund employs the appropriate risk profile in an attempt to provide no negative returns over any period, providing investors with a regular income through monthly distributions, which are directly linked to short-term interest rates.

The fund has a maximum 12-month duration allowance, but due to the conservative approach, the duration has averaged less than 3 months since inception. The duration of the fund is currently about 0.1 years, highlighting the conservative approach and the insensitivity to interest rate moves. All underlying securities with a maturity greater than 3 months are variable in nature, meaning that their yields are reset at most every 90 days.

How this manager creates wealth

Underlying securities with a final maturity greater than one year are held in the form of variable rate bonds, and not traditional fixed rate bonds. Variable rate bonds have a yield adjustment as interest rates change so that there is little to no capital movement. This greatly reduces the volatility associated to traditional fixed rate bonds but allows the fund to hold a longer and more diversified maturity structure.

*We partner with managers
whose investment style
ensures more consistent
returns over the investment
horizon.*



Why choose PPS Investments

At PPS Investments, we offer a suite of flexible investment solutions for pre-retirement, post-retirement and wealth creation. We create opportunities for optimal diversification through our fund range that caters to various risk appetites and time horizons. Our offering is geared to meet the investment needs of PPS members, their family and other discerning investors, too.

We're part of PPS, a holistic financial services company specialising in bespoke financial solutions exclusively to graduate professionals. Operating under the ethos of mutuality, PPS shares 100% of its profits among its qualifying members.

When investing with us, you could get even more.

- Earn more profit-share allocation via [Linking](#) and the [PPS Profit-Share Cross-Holdings Booster](#).
- Save on administration fees by creating a [Family Network](#).

The information, opinions and any communication from PPS Investments Group, whether written, oral or implied are expressed in good faith and not intended as investment advice, neither does it constitute an offer or solicitation in any manner. Furthermore, all information provided is of a general nature with no regard to the specific investment objectives, financial situation or particular needs of any person. It is recommended that investors first obtain appropriate legal, tax, investment or other professional advice prior to acting upon such information.

Collective Investment Schemes in Securities (CIS) are generally medium-to long-term investments. The value of participatory interests (units) may go down as well as up, and past performance is not necessarily a guide to future performance. CIS are traded at ruling prices and can engage in borrowing and scrip lending up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees and charges and maximum commissions is available on request from the manager. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. The manager does not provide any guarantee either in respect of the capital or the return of a portfolio. Certain funds may be exposed to foreign securities and as such, may be subject to additional risks brought about by this exposure.

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The PPS Profit-Share Account and PPS Profit-Share Cross-Holdings Booster are benefits available to PPS members only and are not financial services regulated by the FAIS Act, but are Insurance obligations in terms of the Insurance Act 18 of 2017.

PPS Multi-Managers has appointed the Taquanta Asset Managers, an authorised Financial Services Provider, as the Investment Manager of the PPS Enhanced Yield Fund.

Get in touch

Speak to your accredited PPS Investments Financial Adviser.

Alternatively, feel free to contact us directly

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