



Metal Industries Benefit Funds Administrators

Association Incorporated Under Section 21: Reg. No 94 01481/08

ENGINEERING INDUSTRIES PENSION FUND / METAL INDUSTRIES PROVIDENT FUND

4 August 2020

To: Whom it may concern

MEMBER/EMPLOYER QUERIES: FUND CREDIT GROWTH 31 MARCH 2020 vs 31 MARCH 2019

Please find below explanation obtained from the Funds Actuary.

The experience in respect of the investment returns for the period 1 April 2019 to 31 March 2020 was as follows:

1. EIPF (Engineering Industries Pension Fund)

☐ 1 April 2019 to 31 January 2020: The investment return over the 10 months was 6.8%.

☐ February 2020: The investment return for the month of February was -5.4% which resulted in the return over the 11 months to decrease to 1.1%.

☐ March 2020: The investment return for the month of March was -8.6% which resulted in the return over the full year to decrease to -7.65%.

The final fund interest declared was as a result 0%.

There was therefore no investment growth on either the Fund Credit as at 31 March 2019 or the contributions added during the year. The Fund achieved a negative return for the year due to the impact of Covid 19 and other factors on the economy. However, the Fund managed to cushion members, by utilizing part of the investment reserves, and not declare negative fund interest which would have reduced member benefits.

2. MIPF (Metal Industries Provident Fund)

☐ 1 April 2019 to 31 January 2020: The investment return over the 10 months was 6.7%.

☐ February 2020: The investment return for the month of February was -5.6% which resulted in the return over the 11 months to decrease to 0.8%.

☐ March 2020: The investment return for the month of March was -9% which resulted in the return over the full year to decrease to -8.22%.



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Yours faithfully

MIBFA