

INFLATION (CPIX) PLUS 6-7 PIGS COMPLIANT TARGETED RETURN STRATEGY

Monthly Fund Report – For portfolio over rolling 60-month period as at 31 December 2008

INVESTMENT MANAGER

Absa Investment Management Services (AIMS)

LAUNCH DATE

1 December 2003

TOTAL EXPENSE RATIO

1.27% - 3.32%

STRATEGY BENCHMARK

Inflation (CPIX) plus 6%-7%

STRATEGY OBJECTIVE

The objective of this strategy is to target an annual return of CPIX plus 6%-7% over a rolling 60-month period and not to lose capital over a rolling 36-month period, while at all times remaining within Prudential guidelines.

AIMS MULTI MANAGEMENT INVESTMENT METHODOLOGY

- The purposeful application of a sound investment philosophy
- Selection of the most appropriate underlying investment managers
- Strategic asset allocation based on the investment houseview
- Blending of the various investment styles in accordance with market circumstances
- Monthly portfolio and investment manager performance analysis

FUND COMMENT

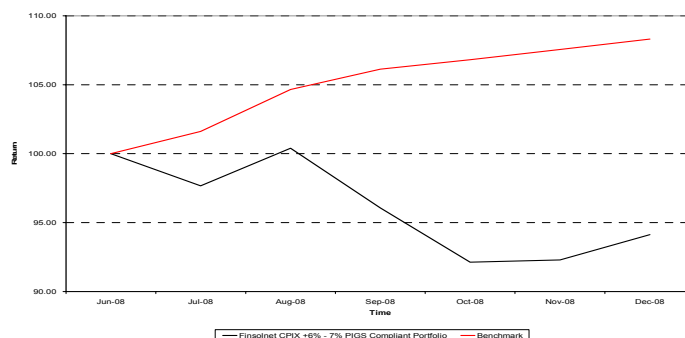
The portfolio underperformed its benchmark during the 3-month period, returning -2.02% against the benchmark return of 2.06%. The portfolio underperforms its benchmark since inception.

Over the 3-month period to the end of December 2008, the FTSE/JSE All Share Index returned -9.17%, the All Bond Index returned 11.35%, cash returned 2.95% and the South African Property Index returned 8.46%. During the same period, international equities returned -13.11% and international fixed interest returned 21.48%. International bonds were the best performing asset class followed by local bonds. The Rand depreciated by 15.60% against the US dollar over the period having a negative impact on the international equity exposure within the portfolio.

PERFORMANCE

Portfolio	Inception (26/06/2008)	3 Month	1 Year AGR	2 Year AGR	3 Year AGR	5 Year AGR
Allan Gray Balanced A		2.73%	-1.83%	5.40%	12.99%	19.42%
Coronation Balanced Plus A		-4.49%	-8.17%	1.89%	10.64%	19.27%
RMB Balanced A		-4.89%	-12.45%	-1.74%	8.21%	-
Investec Opportunity A		-4.52%	-5.34%	4.01%	10.09%	18.43%
ABSA Capital Gains Tax Fund		3.00%	11.64%	10.57%	9.50%	8.64%
Targeted Return Strategy CPIX +6-7 (since inception)	-5.87%	-2.02%	-	-	-	-
Benchmark	8.32%	2.06%	-	-	-	-
Inflation (CPIX)	38.94%	0.46%	12.09%	9.96%	8.28%	6.61%

PERFORMANCE GRAPH



EFFECTIVE ASSET ALLOCATION

Asset Class	%
Equities	56.06%
Bonds	1.93%
Property	1.17%
Cash	20.86%
International Equity	13.39%
International Fixed Interest	6.60%

UNDERLYING FUNDS

Portfolio	Weighting
Allan Gray Balanced A	24.25%
Coronation Balanced Plus A	24.25%
RMB Balanced A	24.25%
Investec Opportunity A	24.25%
ABSA Capital Gains Tax Fund	3.00%
Volatility	10.63%

Inflation as measured by CPIX ended the month at 12.09% and continues to increase at a rate significantly above the target range set by the SARB.