

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

Monthly Fund Report – For portfolio over rolling 60-month period as at 31 October 2009

INVESTMENT MANAGER

Absa Investment Management Services (AIMS)

LAUNCH DATE

26 June 2008

TOTAL EXPENSE RATIO

1.26%

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

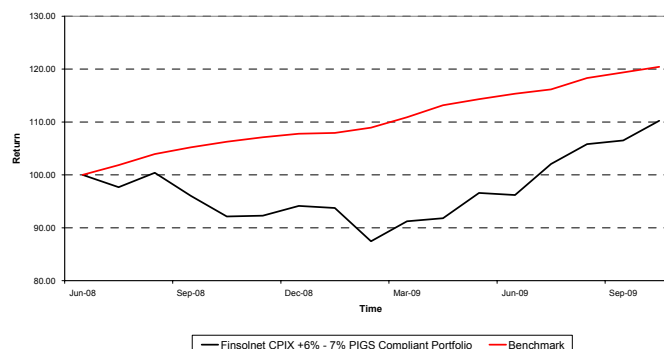
The portfolio outperformed its benchmark during the 3-month period, returning 8.03% against the benchmark return of 3.67%. The portfolio, however, continues to underperform its benchmark since inception.

Over the 3-month period to the end of October 2009, the FTSE/JSE All Share Index returned 9.68%, the All Bond Index returned 1.43%, cash returned 1.92% and the South African Property Index returned 6.14%. During the same period, international equities returned 6.38% and international fixed interest returned 5.51%. Local equity was the best performing asset class followed by global equity. The Rand depreciated by 0.47% against the US dollar over the period having a positive 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 B		6.82%	15.96%	4.05%	9.31%	17.69%
Coronation Balanced Plus A		7.32%	22.60%	2.21%	10.08%	19.09%
Nedgroup Inv Managed A		7.36%	23.48%	5.12%	8.84%	15.79%
Investec Opportunity A		6.80%	15.99%	3.88%	9.80%	16.93%
ABSA Capital Gains Tax Fund		1.76%	9.75%	10.49%	10.07%	8.87%
Targeted Return Strategy CPIX +6-7 PIGS Compliant (since inception)	10.25%	8.03%	19.67%	-	-	-
Benchmark	20.44%	3.67%	13.34%	-	-	-
CPIX	10.74%	2.05%	6.43%	9.41%	8.49%	7.04%

PERFORMANCE GRAPH



EFFECTIVE ASSET ALLOCATION

Asset Class	%
Equities	51.06%
Protected Equities	0.32%
Bonds	6.09%
Property	1.13%
Cash	22.71%
International Equity	13.93%
International Fixed Interest	4.75%

UNDERLYING FUNDS

Portfolio	Weighting
Allan Gray Balanced B	24.25%
Coronation Balanced Plus A	24.25%
Nedgroup Inv Managed A	24.25%
Investec Opportunity A	24.25%
ABSA Capital Gains Tax Fund	3.00%
Volatility	12.69%

CPIX ended the month at 6.43% and remains above the target range set by the SARB.