

INFLATION (CPI) PLUS 2-3 TARGETED RETURN STRATEGY

Monthly Fund Report – For portfolio over rolling 24-month period as at 28 February 2010

INVESTMENT MANAGER

Absa Investment Management Services (AIMS)

LAUNCH DATE

22 September 2003

TOTAL EXPENSE RATIO

0.86%

STRATEGY BENCHMARK

Inflation (CPI) plus 2%-3%

STRATEGY OBJECTIVE

The objective of this strategy is to target an annual return of CPI plus 2%-3% over a rolling 24-month period and not to lose capital over a rolling 12-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

COMMENTARY

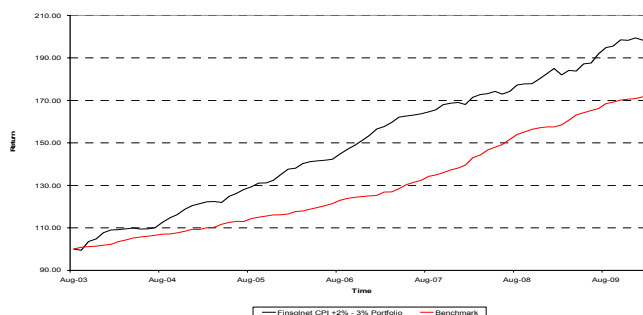
The portfolio underperformed its benchmark during the 3-month period, returning 0.71% against the benchmark return of 1.17%. The portfolio, however, continues to outperform its benchmark since inception.

Over the 3-month period to the end of February 2010, the FTSE/JSE All Share Index returned -0.31%, the All Bond Index returned 3.52%, cash returned 1.79% and the South African Property Index returned 7.14%. During the same period, international equities returned 2.47% and international fixed interest returned -0.92%. Local property was the best performing asset class followed by local bonds. The Rand depreciated by 3.89% against the US dollar over the period having a positive impact on the international equity exposure within the portfolio.

PERFORMANCE

Portfolio	Inception (22/09/2003)	3 Month	1 Year AGR	2 Year AGR	3 Year AGR	5 Year AGR
Allan Gray Stable B		1.33%	9.11%	7.96%	8.10%	11.78%
Coronation Capital Plus B2		2.88%	22.14%	8.74%	7.23%	13.64%
Investec Absolute Income A		2.17%	8.56%	10.79%	9.75%	9.21%
Nedgroup Inv Flexible Inc R		1.41%	7.57%	10.06%	10.70%	9.99%
Absa Capital Gains Tax Fund		1.70%	8.07%	9.93%	9.89%	8.85%
Targeted Return Strategy CPI +2-3 (since inception)	99.71%	0.71%	9.73%	7.93%	8.19%	10.32%
Benchmark		1.17%	8.86%	9.81%	10.80%	9.42%
CPI		0.55%	6.21%	7.14%	8.10%	6.75%

PERFORMANCE GRAPH



EFFECTIVE ASSET ALLOCATION

Asset Class	%
Equities	10.95%
Protected Equities	3.26%
Bonds	21.30%
Property	1.71%
Cash	50.08%
International Equity	4.34%
International Fixed Interest	8.35%

UNDERLYING FUNDS

Portfolio	Weighting
Allan Gray Stable B	24.25%
Coronation Capital Plus B2	24.25%
Investec Absolute Income A	24.25%
Nedgroup Inv Flexible Inc R	24.25%
Absa Capital Gains Tax Fund	3.00%
Volatility	3.22%

CPI ended the month at 6.21% and remained above the target range set by the SARB. The portfolio is currently underperforming its performance objective over the 24 month period due to the rapid short term increase in inflation but has managed to maintain capital over the 12 month period.