

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

Monthly Fund Report – For portfolio over rolling 60-month period as at 31 August 2010

INVESTMENT MANAGER

Absa Investment Management Services (AIMS)

LAUNCH DATE

26 June 2008

TOTAL EXPENSE RATIO

1.27%

STRATEGY BENCHMARK

Inflation (CPI) plus 6%-7%

STRATEGY OBJECTIVE

The objective of this strategy is to target an annual return of CPI 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

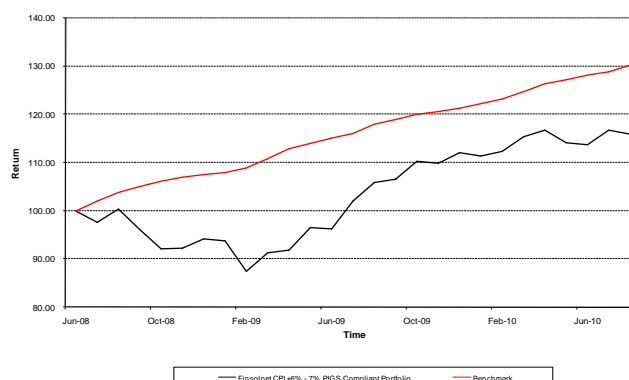
FUND COMMENT

The portfolio underperformed its benchmark during the 3-month period, returning 1.47% against the benchmark return of 2.41%. The portfolio continues to underperform its benchmark since inception.

Over the 3-month period to the end of August 2010, the FTSE/JSE All Share Index returned 0.88%, the All Bond Index returned 7.53%, cash returned 1.70% and the South African Property Index returned 10.95%. During the same period, international equities returned -3.73% and international fixed interest returned 3.15%. Local property was the best performing asset class followed by local bonds. The Rand appreciated by 3.81% 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 B		0.72%	6.68%	7.41%	4.59%	12.82%
Coronation Balanced Plus A		2.65%	11.46%	8.41%	6.26%	14.19%
Nedgroup Inv Managed A		0.89%	10.05%	11.81%	6.08%	11.73%
Investec Opportunity A		2.02%	10.77%	5.97%	6.21%	12.66%
ABSA Capital Gains Tax Fund		1.68%	7.07%	8.81%	9.50%	8.85%
Targeted Return Strategy CPI +6-7 PIGS Compliant (since inception)	15.85%	1.47%	9.47%	7.42%	-	-
Benchmark	30.30%	2.41%	10.44%	12.03%	-	-
CPI	13.68%	0.81%	3.70%	5.19%	7.39%	6.71%

PERFORMANCE GRAPH

EFFECTIVE ASSET ALLOCATION

Asset Class	%
Equities	48.21%
Protected Equities	0.29%
Bonds	9.30%
Property	1.62%
Cash	22.33%
International Equity	13.37%
International Fixed Interest	4.88%

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	10.40%

CPI ended the month at 3.70% and remained below the target range set by the SARB.