

Inflation (CPI) Plus 6-7 Pigs Compliant Targeted Return Strategy

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.

LAUNCH DATE

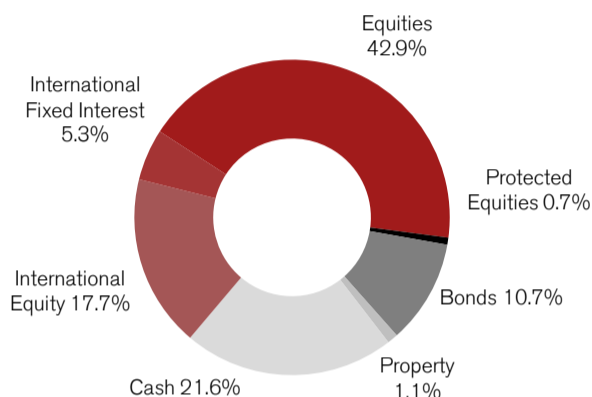
26 June 2008

TOTAL EXPENSE RATIO

1.81%

* includes a rebate to FSP of 0.61% (incl. VAT)

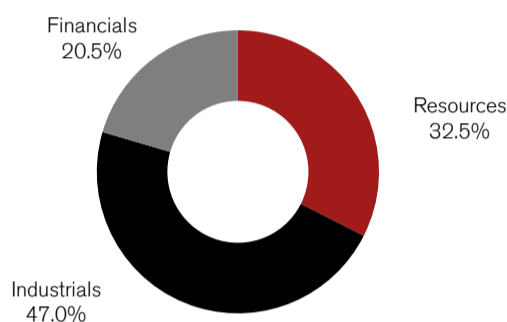
ASSET ALLOCATION



TOP 10 EQUITY HOLDINGS

Sasol Ltd	3.9%
SABMiller plc	2.6%
MTN Group Ltd	2.2%
Standard Bank Group	2.0%
New Gold Issuer Limited	1.5%
Remgro Ltd	1.2%
British American Tobacco	1.2%
Tiger Brands Ltd	1.2%
Sun International Ltd	1.2%
Assore Ltd	1.2%

EQUITY SECTORS



PERFORMANCE ANALYSIS

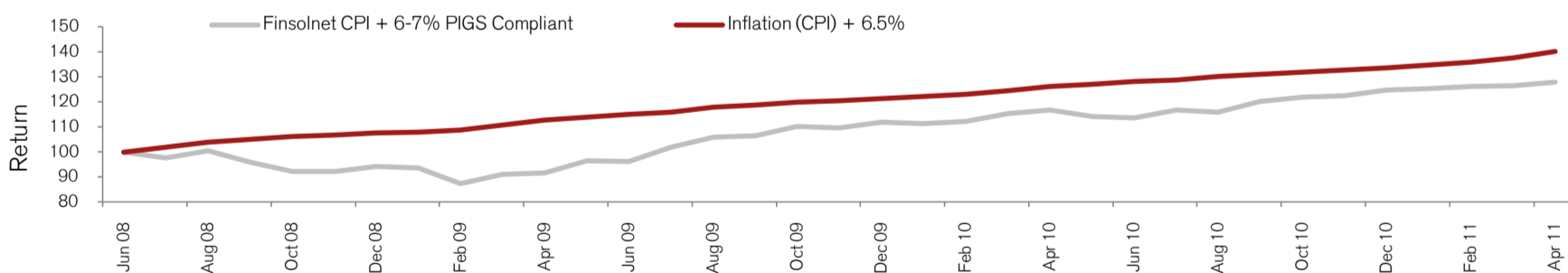
YEAR	FUND	CPI + 6.5%	DIFF
2008 (July - Dec)	-5.9%	7.5%	-13.4%
2009	19.0%	12.3%	6.7%
2010	11.3%	10.1%	1.2%

RISK ANALYSIS

	FUND	ALSI
% Positive Months	67.6%	61.8%
% Negative Months	32.4%	38.2%
Best Month	6.1%	11.0%
Worst Month	-6.7%	-13.2%
Average Negative Month	-2.1%	-5.3%
Max Drawdown	-12.9%	-37.7%
Standard Deviation	9.3%	21.1%
Downside Deviation	7.4%	14.6%

* Risk statistics are calculated since inception of the fund

CUMULATIVE PERFORMANCE GRAPH



Portfolio	Allocation	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Allan Gray Balanced Fund - B	24.25%	0.8%	1.9%	8.6%	6.4%	10.2%	
Coronation Balanced Plus Fund	24.25%	1.5%	2.5%	13.2%	9.6%	12.1%	
Nedgroup Investments Managed Fund - A	24.25%	0.6%	1.0%	8.2%	10.5%	9.2%	
Investec Opportunity Fund - A	24.25%	1.6%	2.6%	9.5%	7.0%	10.4%	
Absa Money Market Fund	3.00%	0.5%	1.4%	6.3%	8.5%	8.7%	
Finsolnet CPI + 6-7% PIGS Compliant		1.1%	2.0%	9.6%			9.1%
CPI + 6.5%		1.8%	4.0%	10.6%	12.4%	13.0%	11.0%
CPI		1.2%	2.4%	4.1%	5.9%	6.5%	4.5%

Unit trusts are medium to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to the future. Unit trust prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accrual and less any permissible deductions from the portfolio. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commission is available from the management company / scheme. Different classes of units apply to this fund and are subject to different fees and charges. Commission and incentives may be paid and if so, would be included in the overall costs. It should also be noted that as a result of the nature of wrap fund portfolios, an investor's underlying portfolio holdings and/or portfolio performance may differ slightly from the information reflected above. Therefore, performance figures presented on the fact sheet are approximate figures and may differ from actual performances of client



This scatter plot indicates the sensitivity of the fund returns to those of the equity market. This analysis shows that the fund exhibits little sensitivity to the direction of the equity market.

COMMENTARY

The first week of April saw attention focused on the prospects for global economic recovery, the second on disparate interest rate policies, the third on credit downgrades and the final week on surplus liquidity. Debt woes raised their heads again in Europe as Portugal formally requested a bail-out estimated at €80 billion, Greece faced prospects of a debt repayment restructuring and Ireland saw its credit rating cut once again. However, all concerns were forgotten after the US Federal Reserve promised to maintain low interest rates for longer.

April's strength in equity markets came almost entirely at the expense of the US dollar which was already reeling after S&P revised its outlook for the US's sovereign credit rating to negative citing a "material risk" that policymakers may not agree on a plan to trim the huge budget deficit. The oil price rose as conflicts in the Middle East and Africa intensified, with unrests in Yemen and Syria adding to the uncertainty. The gold price hit record highs above US\$1 500 an ounce and silver rallied to its strongest levels since 1980, as the US dollar slid to a three-year low against a basket of major currencies. The ECB raised its benchmark interest rate for the first time since July 2008, by 0.25% to 1.25%, as the eurozone's inflation figure came in at 2.6% in March.

The regulatory environment in South Africa is changing once again with the new Companies Act signed into law and effective from 1 May 2011, and the focus of black empowerment policy shifting from equity deals to enterprise development and procurement with amendments to the BBE Code due to be tabled in July. On the economic front CPI rose to 4.1% year-on-year in March, up from 3.7% in

February. Food and transport prices were the main culprits. Input prices continue to increase due to higher global commodity prices. This was reflected in the PPI which increased by 7.3% year-on-year in March. The Reserve Bank indicated, however, that higher interest rates could threaten a recovery in company borrowing, and worsen the creditworthiness of consumers. This seems to imply that interest rate increases will only come towards the end of the year, despite the acceleration in inflation.

The JSE/All Share Index delivered a healthy 2.2% return, with the Industrial sector contributing 4.3%, Financials 2.9% and Resources remaining flat. The BESA All Bond Index matched that performance with a return on 2.3%, while the Rand appreciated by 2.9% against the US dollar.

The aggregated strategy resulted in a portfolio predominantly invested in local and international equity (61.3%). Despite the positive returns in the domestic and international equity markets, the strengthening rand and disappointing, below benchmark performance by all of the fund managers resulted in a return for the month of 1.1%, in comparison to the benchmark return of 1.8%.

HISTORICAL PERFORMANCE

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2008							-2.3%	2.8%	-4.3%	-4.1%	0.2%	2.0%	-5.9%
2009	-0.4%	-6.7%	4.3%	0.6%	5.2%	-0.4%	6.1%	3.7%	0.6%	3.5%	-0.4%	2.0%	19.0%
2010	-0.6%	0.9%	2.6%	1.2%	-2.2%	-0.4%	2.7%	-0.8%	3.8%	1.3%	0.5%	1.8%	11.3%
2011	0.6%	0.7%	0.2%	1.1%									2.6%