

### 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

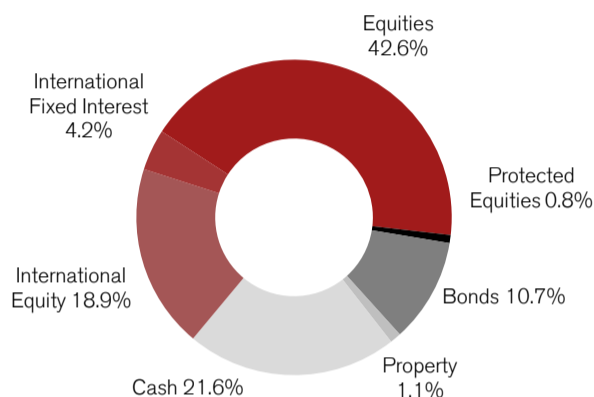
26 June 2008

### TOTAL EXPENSE RATIO

1.80%

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

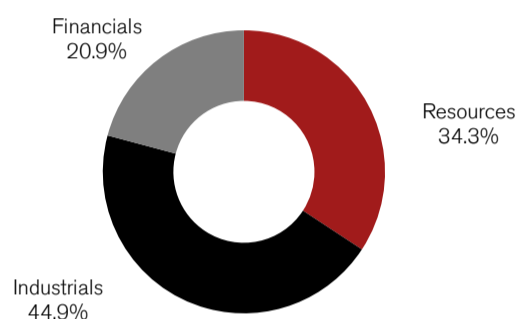
### ASSET ALLOCATION



### TOP 10 EQUITY HOLDINGS

Sasol Ltd	3.3%
SABMiller plc	2.4%
MTN Group Ltd	2.2%
Standard Bank Group	1.9%
New Gold Issuer Limited	1.5%
Tiger Brands Ltd	1.3%
British American Tobacco	1.2%
Sun International Ltd	1.2%
Remgro Ltd	1.2%
Assore Ltd	1.2%

### EQUITY SECTORS



### PERFORMANCE ANALYSIS

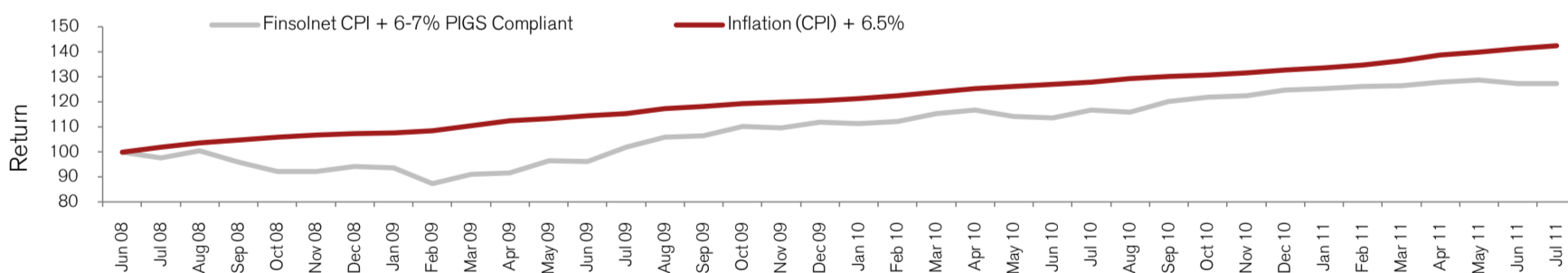
YEAR	FUND	CPI + 6.5%	DIFF
2008 (July - Dec)	-5.9%	7.5%	-13.4%
2009	19.0%	12.3%	6.7%
2010	11.3%	10.1%	1.2%

### RISK ANALYSIS

	FUND	ALSI
% Positive Months	64.9%	56.8%
% Negative Months	35.1%	43.2%
Best Month	6.1%	11.0%
Worst Month	-6.7%	-13.2%
Average Negative Month	-1.8%	-4.6%
Max Drawdown	-12.9%	-37.7%
Standard Deviation	9.0%	20.3%
Downside Deviation	7.1%	14.1%

\* 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%	-0.1%	-0.9%	8.1%	8.3%	9.9%	
Coronation Balanced Plus Fund	24.25%	-0.9%	-1.5%	10.5%	10.8%	12.2%	
Nedgroup Investments Managed Fund - A	24.25%	0.0%	0.3%	8.5%	12.7%	9.6%	
Investec Opportunity Fund - A	24.25%	0.6%	0.1%	9.8%	8.8%	10.9%	
Absa Money Market Fund	3.00%	0.5%	1.3%	5.9%	8.0%	8.6%	
<b>Finsolnet CPI + 6-7% PIGS Compliant</b>		<b>-0.1%</b>	<b>-0.4%</b>	<b>9.1%</b>	<b>9.3%</b>		<b>8.2%</b>
CPI + 6.5%		1.0%	2.8%	11.5%	11.9%	13.0%	11.0%
CPI		0.4%	1.2%	5.0%	5.4%	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 markets ended July in the red with the FTSE/JSE All Share Index down -2.0%. Resources bore the brunt of the sell off, falling by 4.6%. Financials returned -2.3% and Industrials -0.1%. The bond market benefited from strong inflows with a return of 1.5%. The rand strengthened by 1.1% as the US dollar weakened.

“Default” dominated headlines throughout July. The first half of the month was taken up with debates over how much the private sector should contribute to a second Greek bailout. The second half of July focussed on the stalemate between the Republican and the Democratic Parties over raising the US debt ceiling.

July brought some patchy economic data. US manufacturing surprised on the upside, on a rebound from supply chain disruptions triggered by the Japanese tsunami, while both China and the euro zone visibly slowed down. US unemployment rose to 9.2% in June and the economy grew at an anaemic 1.3% in the second quarter of 2011. China’s GDP, on the other hand, expanded by 9.5% from a year earlier.

Both the ECB and China increased interest rates on the back of rising inflation. As concerns intensified the gold price breached US\$1 600 an ounce for the first time in history. Amidst warnings that a failure to reach a European agreement would be catastrophic, Germany and France finally reached common ground on a second bailout of Greece.

At month end attention shifted to the US as both Moody’s and S&P put the country under review for a credit-rating downgrade on concerns that the debt limit will not be raised in time to prevent some bond repayment default. A compromise deal was reached at the eleventh hour.

In South Africa July brought more strikes as trade unions prioritised wage increases over job creation. The economic data painted a picture of a slowdown with a weak pace of manufacturing expansion, flat retail sales and a lagging housing market. The unemployment rate rose to 25.7% in the second quarter. Inflation quickened to 5.0% in June, year-on-year, up from 4.6% in May. The Reserve Bank left its repo rate unchanged as expected, forecasting that inflation would breach its upper target level of 6.0% by year-end.

The aggregated strategy resulted in a portfolio predominantly invested in local and international equity (62.3%). Negative domestic and international equity market returns were exacerbated by a strengthening rand. This resulted in all of the managers contributing below target returns culminating in a fund return of -0.1% in comparison to the target return of 1.0%. The fund’s high exposure to equity has left it vulnerable to negative returns, in a volatile equity market over recent months, impacting on the fund’s overall performance since inception.

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%	<b>-5.9%</b>
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%	<b>19.0%</b>
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%	<b>11.3%</b>
2011	0.6%	0.7%	0.2%	1.1%	0.6%	-1.0%	-0.1%						<b>2.2%</b>