RECM GLOBAL FLEXIBLE FUND (Class E)

Period ended 31 January 2015

RECM

The RECM Global Flexible Fund is a unit trust that may invest in equities, bonds, property, cash and offshore assets without any restrictions. The Fund's aim is to generate returns significantly greater than inflation over the long term while protecting capital against permanent loss through a rigorous adherence to a value-based philosophy. We consider risk as the possibility of losing money, not in terms of volatility. Our main risk management tool is our investment philosophy. As value investors, we aim to buy and hold good quality companies and do so with a margin of safety. Our ability to move between asset classes assists in reducing the risk in the fund.

Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	Worldwide Multi Asset Flexible
Inception Date (Class E)	2 January 2014
Total Fund Size	R2.0 billion
Fund Size (Class E)	R366.2 million
Benchmark	SA CPI + 6% p.a.
Min. Investment	Subject to the relevant platform

Initial Fee	No initial fee
Annual Fee	0.9% annual fee (excl. VAT)
Hurdle	SA CPI + 8% p.a.
Performance Fee	20% above hurdle subject to high watermark over rolling 5 years
Total Expense Ratio (Annualised)	0.92% for the period ending 31 December 2014
Income Declarations	31 March, 30 June, 30 September, 31 December

PORTFOLIO DETAIL

FUND RISK PROFILE

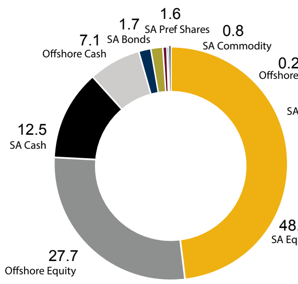
LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

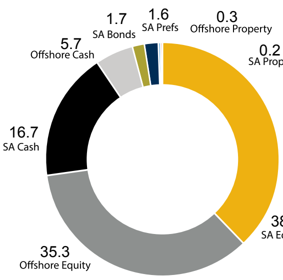
January 2015		January 2014	
Anglo Platinum Ltd	6.2	Anglo Platinum Ltd	5.3
Anglo American Plc	5.4	Anglo American Plc	4.7
Impala Platinum Holdings Ltd	4.2	Ultra Petroleum Corp	3.7
JD Group Ltd	3.4	BP Plc	3.3
Tesco Plc	3.0	Arcelormittal	3.3
Lonmin Plc	2.9	Arcelormittal South Africa Limited	3.1
Sun International Ltd	2.8	Microsoft Corp	2.9
Iliad Africa Ltd	2.3	Impala Platinum Holdings Ltd	2.9
Arcelormittal South Africa Limited	2.2	Lonmin Plc	2.7
Hosken Cons Investments Ltd	2.0	Sun International Ltd	2.4
Total	34.4	Total	34.3

ASSET ALLOCATION (%)

January 2015

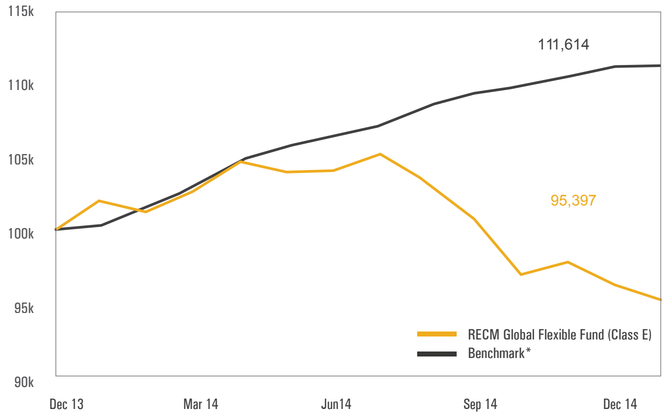


January 2014



PERFORMANCE NET OF ALL FEES AND EXPENSES

VALUE OF R100,000 INVESTED AT INCEPTION WITH ALL DISTRIBUTIONS REINVESTED



ANNUALISED RETURNS TO END JANUARY 2015

	Fund	Benchmark*
1 Year	-6.6%	8.3%
Since Inception	-4.3%	11.6%
Maximum Drawdown (Life of Fund)	-9.4%	-0.2%

- Returns in ZAR net of fees with distributions reinvested. Source: RECM Analyst.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

Some of the current positions in our portfolios derive their attractive valuations from common fears in the market. We own more than one position in Platinum, Commodities and Gaming for instance. Apart from similarities in terms of their reasons for cheapness, our entire portfolio of stocks has something more important in common – they are all cheap relative to their conservatively calculated intrinsic values. If the fears relating to these companies don't subside - the bad news is already priced in, and losses will be limited. However, we know the far likelier outcome is substantial upside when the fears subside and rationality returns.

Tel: +27 21 657 3440 **Fax:** +27 21 674 1088 **Email:** info@recm.co.za **Website:** www.recm.co.za

RECM EQUITY FUND (Class F)

Period ended 31 January 2015

RECM

The RECM Equity Fund is a unit trust which invests exclusively in South African equities. The Fund's aim is to outperform the South African equity market over the long term by selecting shares based on a value philosophy. We consider risk as the possibility of losing money, not in terms of volatility. Our main risk management tool is our investment philosophy. As value investors, we aim to buy and hold good quality companies and do so with a margin of safety.

Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	South Africa Equity General*
Inception Date (Class F)	2 January 2014
Total Fund Size	R367.0 million
Fund Size (Class F)	R5.3 million
Benchmark	FTSE/JSE All Share Index
Min. Investment	Subject to the relevant platform
Initial Fee	No initial fee

Annual Fee	0.9% annual fee (excl. VAT)
Hurdle	FTSE/JSE All Share Index + 2.5% p.a.
Performance Fee	The performance fees have been suspended in the F class until the performance of the B class matches that of it's benchmark since its inception
Total Expense Ratio (Annualised)	1.08% for the period ending 31 December 2014
Income Declarations	31 March & 30 September

PORTFOLIO DETAIL

*The RECM Equity Fund was classified as South Africa Equity General with effect from 28 February 2014. From inception in March 2005 to June 2009, the Fund was classified as South Africa Equity General and from June 2009 to February 2014 as South Africa Multi Asset Flexible.

FUND RISK PROFILE

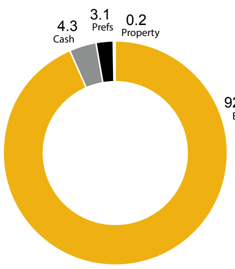
LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

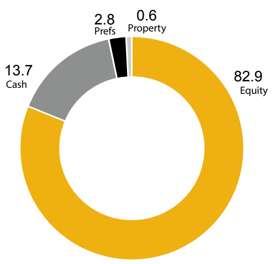
January 2015		January 2014	
Anglo Platinum Ltd	7.6	Anglo American Plc	8.3
JD Group Ltd	6.3	Anglo Platinum Ltd	7.5
Anglo American Plc	5.8	Arcelormittal South Africa	5.4
Impala Platinum Holdings Ltd	5.8	Sun International Ltd	5.0
Sun International Ltd	4.2	Impala Platinum Holdings Ltd	4.7
Iliad Africa Ltd	4.0	Lonmin Plc	4.5
Lonmin Plc	4.0	Hosken Cons Investments Ltd	4.3
Standard Bank Group Ltd	3.9	JD Group Ltd	3.8
Arcelormittal South Africa Limited	3.7	Standard Bank Group Ltd	3.7
Aveng Ltd	3.3	Blue Label	3.4
Total	48.6	Total	50.6

ASSET ALLOCATION (%)

January 2015

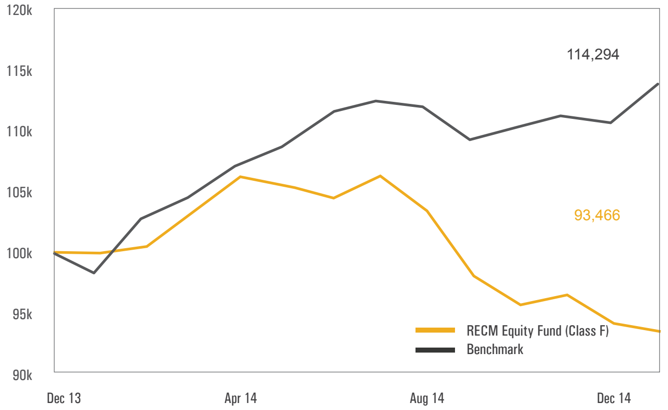


January 2014



PERFORMANCE NET OF ALL FEES AND EXPENSES

VALUE OF R100,000 INVESTED AT INCEPTION WITH ALL DISTRIBUTIONS REINVESTED



ANNUALISED RETURNS TO END JANUARY 2015

	Fund	Benchmark
1 Year	-6.5%	17.1%
Since Inception	-6.0%	13.1%
Maximum Drawdown (Life of Fund)	-12.1%	-3.0%

- Returns in ZAR net of fees with distributions reinvested. Source: RECM Analyst.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

Some of the current positions in our portfolios derive their attractive valuations from common fears in the market. We own more than one position in Platinum, Commodities and Gaming for instance. Apart from similarities in terms of their reasons for cheapness, our entire portfolio of stocks has something more important in common – they are all cheap relative to their conservatively calculated intrinsic values. If the fears relating to these companies don't subside - the bad news is already priced in, and losses will be limited. However, we know the far likelier outcome is substantial upside when the fears subside and rationality returns.

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RECM GLOBAL FEEDER FUND (Class E)

Period ended 31 January 2015

RECM

The RECM Global Feeder Fund is a Rand denominated fund that provides local investors with access to the RECM Global Fund. The RECM Global Fund is a US dollar denominated global fund that may invest in a wide array of assets without any restrictions. The Fund's aim is to generate returns significantly greater than US inflation and commensurate with equities over the long term. The fund invests mainly in large global companies at a significant discount to intrinsic value, while using the flexibility of the mandate to protect capital and enhance returns by investing in other mispriced global assets from time to time. We consider risk as the possibility of losing money, not in terms of volatility. Our main risk management tool is our investment philosophy. As value investors, we aim to buy and hold good quality companies and do so with a margin of safety. Our ability to move between asset classes assists in reducing the risk in the fund.

Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	Global Multi Asset Flexible
Inception Date (Class E)	2 January 2014
Total Fund Size (All Classes)	R1.0 billion
Fund Size (Class E)	R344.0 million
Benchmark	US CPI + 6% p.a. measured in ZAR
Min. Investment	Subject to the relevant platform

Initial Fee	No initial fee
Annual Fee	0.15% annual fee (excl. VAT)
Total Expense Ratio (Annualised)	1.22% (includes the RECM Global Fund fee)
Pricing Frequency	Daily
Income Declarations	None
Fund Status	Closed to retail investors

PORTFOLIO DETAIL

FUND RISK PROFILE

LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

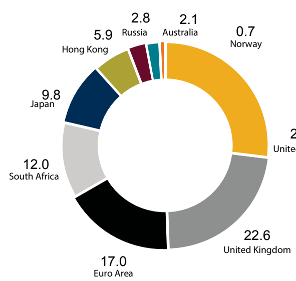
January 2015		January 2014	
Tesco Plc	6.6	Ichirizuka Master Fund	5.5
BP Plc	4.8	Arcelormittal	5.3
Anglo Platinum Ltd	4.7	BP Plc	4.6
Anglo American Plc	4.4	Ultra Petroleum Corp	5.0
Inpex Corp	4.1	Anglo Platinum Ltd	4.5
Arcelormittal	4.0	Intel Corp	3.9
Ultra Petroleum Corp	3.7	Microsoft Corp	3.4
Impala Platinum Holdings Ltd	3.5	Wells Fargo and Co	3.0
American Int'l Group	3.2	NTT Docomo	2.9
Ichirizuka Master Fund	2.8	Vivendi	2.9
Total	41.8	Total	41.0

ASSET ALLOCATION (%)

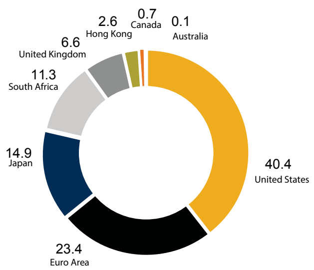
January 2015		January 2014	
Offshore Equity	61.0	Offshore Equity	66.2
Offshore Cash	26.3	Offshore Cash	21.4
SA Equity	8.9	SA Equity	11.1
SA Cash	3.0	Offshore Property	1.1
Offshore Property	0.8	SA Cash	0.2
Total	100.0	Total	100.0

GEOGRAPHICAL ALLOCATION (%)

January 2015

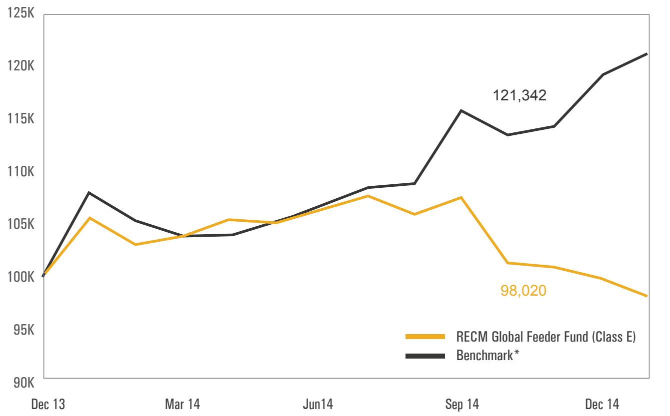


January 2014



PERFORMANCE NET OF ALL FEES AND EXPENSES

VALUE OF R100,000 INVESTED AT INCEPTION



ANNUALISED RETURNS TO END JANUARY 2015

	Fund	Benchmark*
1 Year	-7.2%	12.4%
Since Inception	-1.8%	19.6%
Maximum Drawdown (Life of Fund)	-8.9%	-3.9%

- Returns are in ZAR net of fees. Source: RECM Analyst,Bloomberg.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

Some of the current positions in our portfolios derive their attractive valuations from common fears in the market. We own more than one position in Platinum, Global Energy, Aluminium and UK Retail for instance. Apart from similarities in terms of their reasons for cheapness, our entire portfolio of stocks has something more important in common – they are all cheap relative to their conservatively calculated intrinsic values. If the fears relating to these companies don't subside - the bad news is already priced in, and losses will be limited. However, we know the far likelier outcome is substantial upside when the fears subside and rationality returns.

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PRESCIENT RECM GLOBAL FEEDER FUND (Class D)

Period ended 31 January 2015

RECM

The Prescient RECM Global Feeder Fund is a Rand denominated fund that provides local investors with access to the RECM Global Fund. The RECM Global Fund is a US dollar denominated global fund that may invest in a wide array of assets without any restrictions. The Fund's aim is to generate returns significantly greater than US inflation and commensurate with equities over the long term. The fund invests mainly in large global companies at a significant discount to intrinsic value, while using the flexibility of the mandate to protect capital and enhance returns by investing in other mispriced global assets from time to time. We consider risk as the possibility of losing money, not in terms of volatility. Our main risk management tool is our investment philosophy. As value investors, we aim to buy and hold good quality companies and do so with a margin of safety. Our ability to move between asset classes assists in reducing the risk in the fund.

Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	Global Multi Asset Flexible
Inception Date (Class D)	24 July 2014
Total Fund Size	R39.8 million
Fund Size (Class D)	R16.6 million
Master Fund Size (RECM Global Fund)	US $567.4 million
Benchmark	US CPI + 6% p.a. measured in ZAR

Min. Investment	R10,000 initial investment
Initial Fee	No initial fee
Annual Fee	0.15% annual fee (excl. VAT)
Total Expense Ratio	TBA (includes the RECM Global Fund fee)
Pricing Frequency	Daily
Income Declarations	None

PORTFOLIO DETAIL

FUND RISK PROFILE

LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

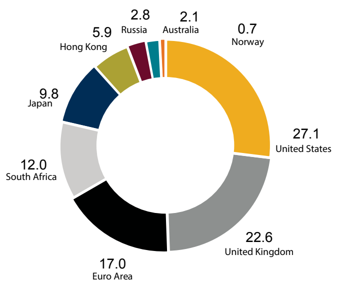
January 2015	
Tesco Plc	6.6
BP Plc	4.8
Anglo Platinum Ltd	4.7
Anglo American Plc	4.4
Inpex Corp	4.1
Arcelormittal	4.0
Ultra Petroleum Corp	3.7
Impala Platinum Holdings Ltd	3.5
American Int'l Group	3.2
Ichirizuka Master Fund	2.8
Total	41.8

ASSET ALLOCATION (%)

January 2015	
Offshore Equity	61.0
Offshore Cash	26.3
SA Equity	8.9
SA Cash	3.0
Offshore Property	0.8
Total	100.0

GEOGRAPHICAL ALLOCATION (%)

January 2015



PERFORMANCE NET OF ALL FEES AND EXPENSES

This Fund Class was launched on 24 July 2014. The performance history is provided as monthly returns, compared to those of the benchmark, until the first year of the Fund's life.

MONTHLY RETURNS

Month	Fund	Benchmark
Aug '14	-0.6%	0.4%
Sep '14	1.6%	6.4%
Oct '14	-4.8%	-2.0%
Nov '14	-1.0%	0.7%
Dec '14	-0.9%	4.3%
Jan '15	-2.1%	1.8%
Since Inception	-7.7%	11.9%

- Returns are in ZAR net of fees. Source: RECM Analyst,Bloomberg.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

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RECM GLOBAL EQUITY FEEDER FUND (Class D)

Period ended 31 January 2015

RECM

The RECM Global Equity Feeder Fund is a Rand denominated fund that provides local investors with access to the RECM Global Equity Fund. The RECM Global Equity Fund is a US dollar denominated offshore fund which invests exclusively in Global Equities. It aims to generate better returns than the MSCI World All Countries TR Index over the long term by selecting shares based on a value philosophy. Investors in this fund would seek long term outperformance of the passive alternatives which are derived from our stock picking skills, rather than protection against short term market volatility. We consider risk as the possibility of losing money, not in terms of volatility. Our main risk management tool is our investment philosophy. As value investors, we aim to buy and hold good quality companies and do so with a margin of safety.

Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	Global Equity General
Inception Date	1 August 2014
Total Fund Size	R876.3 thousand
Fund Size (Class D)	R8.8 thousand
Benchmark	MSCI World All Countries Total Return measured in ZAR
Min. Investment	R150,000 initial investment
Initial Fee	No initial fee
Annual Fee (Class D)	0.15% annual fee
Hurdle	MSCI World AC TR + 2.5% measured in ZAR
Performance Fee	20% above hurdle subject to high watermark since inception of the Fund
Total Expense Ratio	TBA (includes the RECM Global Equity Fund fee)
Pricing Frequency	Daily
Income Declarations	None

PORTFOLIO DETAIL

FUND RISK PROFILE

LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

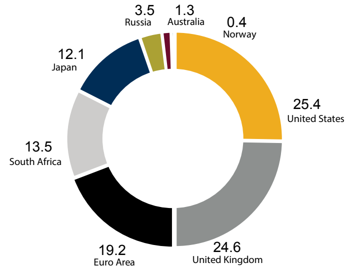
January 2015	
Tesco Plc	8.7
Ultra Petroleum Corp	5.4
Anglo Platinum Ltd	5.4
BP Plc	5.2
Anglo American Plc	4.9
Arcelormittal	4.7
Ichirizuka Master Fund	4.4
Inpex Corp	4.3
American Int'l Group	4.2
Impala Platinum Holdings Ltd	4.0
Total	51.2

ASSET ALLOCATION (%)

January 2015	
Equity	91.1
Cash	8.5
Property	0.4
Total	100.0

GEOGRAPHICAL ALLOCATION (%)

January 2015



PERFORMANCE NET OF ALL FEES AND EXPENSES

This Fund was launched on 1 August 2014. The performance history is provided as monthly returns, compared to those of the benchmark, until the first year of the Fund's life.

MONTHLY RETURNS

Month	Fund	Benchmark
Aug '14	1.6%	1.8%
Sep '14	-0.2%	2.4%
Oct '14	-7.7%	-1.6%
Nov '14	-0.9%	1.8%
Dec '14	-2.8%	1.7%
Jan '15	-2.9%	0.0%
Since Inception	-12.3%	6.2%

- Returns are in ZAR net of fees. Source: RECM Analyst,Bloomberg.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

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RECM GLOBAL FUND (Class D)

Period ended 31 January 2015

RECM

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Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	Global Multi Asset Flexible
Fund Currency	US dollars
Inception Date (Class D)	13 August 2014
Total Fund Size	US $446.7 million
Fund Size (Class D)	US $52.8 million
Benchmark*	US CPI + 6% p.a.
Min. Investment	US $50,000 initial investment
Initial Fee	No initial fee
Annual Fee	0.9% annual fee
Hurdle	US CPI + 8% p.a.
Performance Fee	20% above hurdle subject to high watermark since inception of the Fund
Pricing Frequency	Daily
Total Expense Ratio (Annualised)	0.51% for the period ending 31 December 2014
Income Declarations	None
Domicile	Guernsey
ISIN Code	GG00BP8YH636
SEDOL Code	BP8YH63

PORTFOLIO DETAIL

FUND RISK PROFILE

LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

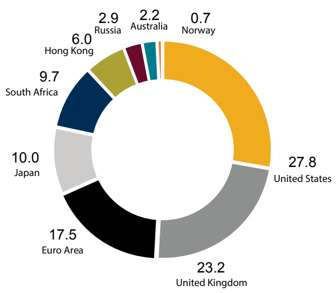
January 2015	
Tesco Plc	6.8
BP Plc	4.9
Anglo Platinum Ltd	4.8
Anglo American Plc	4.5
Inpex Corp	4.2
Arcelormittal	4.1
Ultra Petroleum Corp	3.8
Impala Platinum Holdings Ltd	3.6
American Int'l Group	3.2
Ichirizuka Master Fund	2.9
Total	42.8

ASSET ALLOCATION (%)

January 2015	
Equity	71.7
Cash	27.5
Property	0.8
Total	100.0

GEOGRAPHICAL ALLOCATION (%)

January 2015



PERFORMANCE NET OF ALL FEES AND EXPENSES

This Fund Class was launched on 13 August 2014. The performance history is provided as monthly returns, compared to those of the benchmark, until the first year of the class' life.

MONTHLY RETURNS

Month	Fund	Benchmark
Aug '14	1.1%	0.7%
Sep '14	-4.5%	0.6%
Oct '14	-2.7%	0.3%
Nov '14	2.4%	0.6%
Dec '14	-4.8%	0.5%
Jan '15	-2.2%	-1.6%
Since Inception	-14.5%	1.1%

- Returns are in USD net of fees. Source: RECM Analyst,Bloomberg.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

Some of the current positions in our portfolios derive their attractive valuations from common fears in the market. We own more than one position in Platinum, Global Energy, Aluminium and UK Retail for instance. Apart from similarities in terms of their reasons for cheapness, our entire portfolio of stocks has something more important in common – they are all cheap relative to their conservatively calculated intrinsic values. If the fears relating to these companies don't subside - the bad news is already priced in, and losses will be limited. However, we know the far likelier outcome is substantial upside when the fears subside and rationality returns.

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RECM GLOBAL EQUITY FUND (Class D)

Period ended 31 January 2015

RECM

The RECM Global Equity Fund is a US dollar denominated offshore fund which invests exclusively in Global Equities. It aims to generate better returns than the MSCI World All Countries TR Index over the long term by selecting shares based on a value philosophy. Investors in this fund would seek long term outperformance of the passive alternatives which are derived from our stock picking skills, rather than protection against short term market volatility. We consider risk as the possibility of losing money, not in terms of volatility. Our main risk management tool is our investment philosophy. As value investors, we aim to buy and hold good quality companies and do so with a margin of safety.

Portfolio Managers	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
ASISA Sector	Global Equity General
Fund Currency	US dollars
Inception Date (Class D)	13 August 2014
Total Fund Size	US $56.8 million
Fund Size (Class D)	US $151.4 thousand
Benchmark	MSCI World All Countries Total Return
Min. Investment	US $50,000 initial investment
Initial Fee	No initial fee
Annual Fee (Class D)	0.9% annual fee

Hurdle	MSCI World AC TR + 2.5%
Performance Fee	20% above hurdle subject to high watermark since inception of the Fund
Total Expense Ratio (Annualised)	0.56% for the period ending 31 December 2014
Pricing Frequency	Daily
Domicile	Guernsey
Income Declarations	None
ISIN Code	GG00BP8YHC96
SEDOL Code	BP8YHC9

PORTFOLIO DETAIL

FUND RISK PROFILE

LOW	LOW-MODERATE	MODERATE	MODERATE-HIGH	HIGH

TOP TEN HOLDINGS (%)

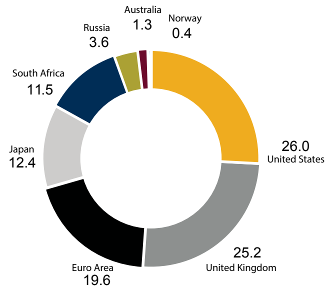
January 2015	
Tesco Plc	8.9
Ultra Petroleum Corp	5.5
Anglo Platinum Ltd	5.5
BP Plc	5.3
Anglo American Plc	5.0
Arcelormittal	4.8
Ichirizuka Master Fund	4.5
Inpex Corp	4.4
American Int'l Group	4.3
Impala Platinum Holdings Ltd	4.1
Total	52.3

ASSET ALLOCATION (%)

January 2015	
Equity	93.2
Cash	6.4
Property	0.4
Total	100.0

GEOGRAPHICAL ALLOCATION (%)

January 2015



PERFORMANCE NET OF ALL FEES AND EXPENSES

This Fund Class was launched on 13 August 2014. The performance history is provided as monthly returns, compared to those of the benchmark, until the first year of the Fund's life.

MONTHLY RETURNS

Month	Fund	Benchmark
Aug '14	1.6%	2.2%
Sep '14	-5.7%	-3.2%
Oct '14	-3.2%	0.7%
Nov '14	-2.6%	1.7%
Dec '14	-5.6%	-1.9%
Jan '15	-1.8%	0.2%
Since Inception	-16.3%	-0.5%

- Returns are in USD net of fees. Source: RECM Analyst,Bloomberg.

INVESTMENT COMMENT

When we consider the contents of equity indices in general, and the stocks that one would have had to own in the last few years to have earned high returns, we think that a broad majority suffer from exposure to a single dangerous factor – being a high quality business where the assumed stable cash flows are being discounted into perpetuity using interest rates which are assumed to stay extremely low forever. Needless to say, one is able to justify almost any valuation using such assumptions - and the market is doing exactly that. When something does go wrong with these businesses (not unlikely) or interest rates increase earlier than expected (not unlikely), the end result will be permanent losses of capital. And if you say decision-makers will timeously recognize when interest rates are about to levitate, ask them one question: how many saw the recent collapse in the oil price coming?

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