

# RE:CM Global FLEXIBLE Fund

Period ended 30 April 2012

# RE:CM

YOUR CAPITAL FIRST

<b>Portfolio Manager</b>	Daniel Malan, Piet Viljoen, Wilhelm Hertzog
<b>Sector</b>	Worldwide Asset Allocation Flexible
<b>Inception Date</b>	3 April 2003
<b>Fund Size</b>	R1.15 billion
<b>Benchmark</b>	Inflation (CPI) + 8%
<b>Min. Investment</b>	R150,000 initial investment
<b>Fund Status</b>	Open
<b>Initial Fee</b>	No initial fee
<b>Annual Fee (Class A)</b>	1% annual fee excl. VAT
<b>Hurdle Rate</b>	CPI + 8%
<b>Performance Fee</b>	20% above/below hurdle rate
<b>Total Expense Ratio</b>	1.34%
<b>Income Declarations</b>	31 March ,30 June, 30 September, 31 December
<b>Regulation 28</b>	Does not comply

## About the Fund

The RE:CM Global Flexible Fund is a rand denominated worldwide balanced fund that may invest in equities, bonds, property, cash and offshore assets. Funds are shifted between various asset classes to take advantage of areas of value.

## Fund Objective

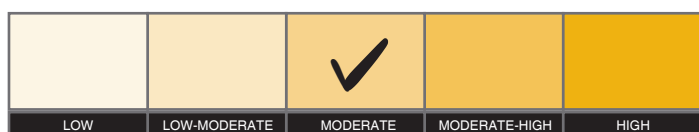
The primary objective of the portfolio is to generate returns greater than inflation over the long term with lower than average risk for investors.

## Risk Measures

We look at risk in terms 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.

## RISK STATISTICS AND PORTFOLIO DETAIL

### FUND PROFILE

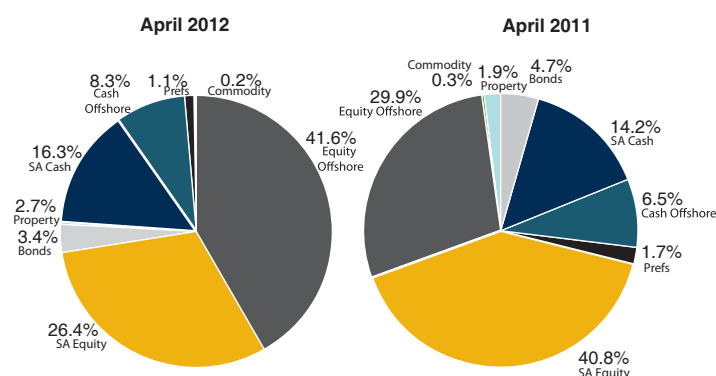


• This fund has a moderate risk profile

### TOP HOLDINGS (%)

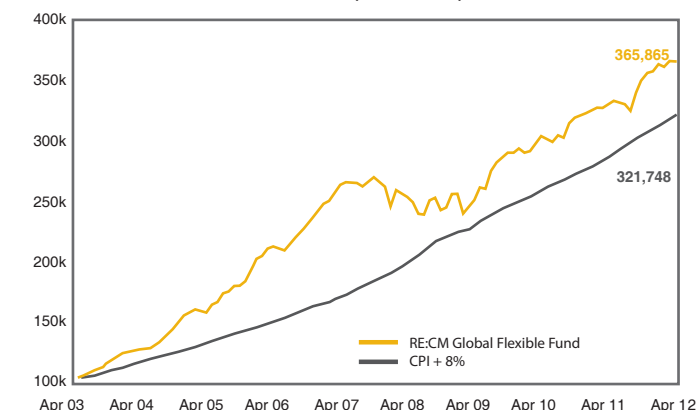
April 2012		April 2011	
Sun International	5.5	Sun International	5.7
Microsoft	4.0	Harmony Gold	3.9
Amplats	3.9	Johnson & Johnson	3.8
Johnson & Johnson	3.7	Discovery	3.5
Carrefour	3.4	Tiger Brands	3.4
BP	3.0	Telkom	3.4
Berkshire Hathaway	2.9	Wellpoint	2.6
Discovery	2.6	Old Mutual	2.5
Tokyo Gas	1.9	Tokyo Gas	2.2
Wellpoint	1.8	Adcock Ingram	2.1

### ASSET ALLOCATION



## PERFORMANCE AND COMMENTARY

### RETURNS SINCE INCEPTION (after fees)



### RETURNS TO END APRIL 2012 (%)

	Fund	Benchmark
1 Year	11.0%	14.0%
3 Years	13.4%	13.1%
5 Years	6.8%	15.0%
Since Inception	15.5%	13.8%

- Returns in ZAR net of fees with distributions re-invested. Source: RE:CM Analyst, Datastream.
- Periods greater than 1 year are annualised
- Inception Date, 3 April 2003

### INVESTMENT COMMENT

Our largest sales by value in April were in Omnia and Pick 'n Pay. However, following several months of net selling activity, we were actually net buyers in April, allocating capital to newer ideas Amplats, Arcelor Mittal and the French listed food retailer Carrefour. We also added to existing positions Tsogo Sun, Sun International and Harmony following favorable (i.e. negative) price movements. In Harmony's case the latest share price of R76 is down substantially from its recent highs of R115 in December 2011. We were in fact large sellers of Harmony towards the end of 2011 and just a few months later at R40 per share lower, it is offering good value again. As long term investors we dislike transactional activity, but a price change of this magnitude, without a commensurate valuation decline, is quite simply too large to ignore.

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