

RE:CM Global FLEXIBLE Fund (Class A)

Period ended 31 August 2013

RE·CM

YOUR CAPITAL FIRST

Portfolio Manager	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
Sector	Worldwide Multi Asset Flexible
Inception Date	3 April 2003
Total Fund Size	R1.7 billion
Fund Size (Class A)	R1.1 billion
Benchmark	Inflation (CPI) + 8%
Min. Investment	R150,000 initial investment
Fund Status	Open
Initial Fee	No initial fee
Annual Fee (Class A)	1% annual fee (excl. VAT)
Hurdle Rate	CPI + 8%
Performance Fee	20% above/below hurdle rate
Total Expense Ratio	2.20%
Income Declarations	31 March, 30 June, 30 September, 31 December
Regulation 28	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

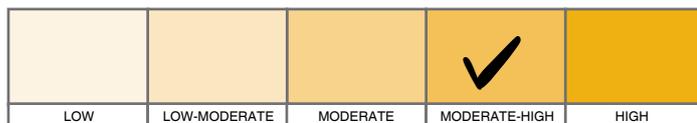
The primary objective of the portfolio is to generate returns greater than inflation over the long term with lower than average risk for investors.

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 RISK PROFILE



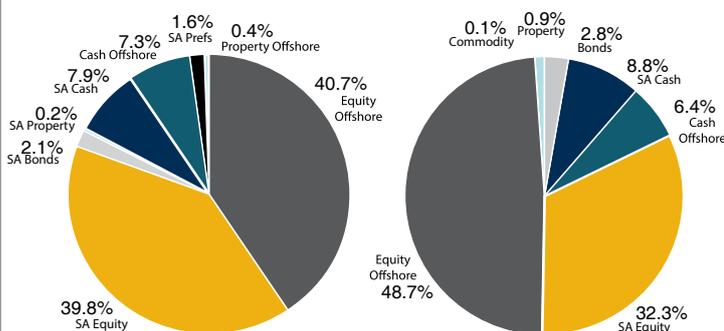
TOP HOLDINGS (%)

August 2013		August 2012	
Amplats	6.5	Carrefour	7.0
Anglo American	5.6	Sun International	5.4
Carrefour	3.8	Amplats	4.6
Microsoft	3.6	Microsoft	3.9
Impala Platinum	3.5	Anglo American	3.1
Lonmin	3.2	Berkshire Hathaway	2.9
Arcelor Mittal	3.1	BP	2.9
BP	2.5	Tokyo Gas	2.6
Sun International	2.5	Coca-Cola Hellenic	2.6
Ultra Petroleum	2.2	Lonmin	2.2

ASSET ALLOCATION

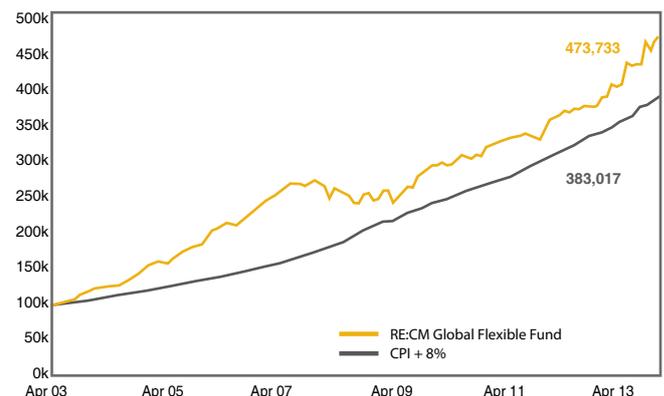
August 2013

August 2012



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END AUGUST 2013*

	Fund	Benchmark
1 Year	24.5%	14.4%
3 Years	16.1%	13.5%
5 Years	13.6%	13.4%
Since Inception	16.2%	13.9%
Maximum Drawdown**	-11.5%	0.0%

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

* The RE:CM Global Flexible Fund was reclassified to a fully flexible mandate at the end of June 2009. Prior to this date, the Fund was managed according to Reg.28 guidelines.

** Life of Fund

INVESTMENT COMMENT

We've written extensively about the fantastic opportunity we see in the South African platinum miners. The resources owned by these companies are truly unique assets and in time the market will again price them as such. While the platinum sector has probably been the worst affected by adverse developments and negative news flow in recent months, the same is true, if to a lesser degree, of the entire mining industry. Concerns about a slowdown in China, cost pressures and tricky political landscapes have all weighed on both commodity prices and the share prices of mining companies. As one of the major global miners (with substantial exposure to platinum as well), it's no surprise that Anglo American's share price has also suffered in recent months. Anglo American shares are now trading at price-to-book ratios in line with the lows reached in the depths of the Global Financial Crisis in early 2009. We consider the value on offer to be compelling.

Tel: +27 21 657 3440

Fax: +27 21 674 1088

Email: info@reem.co.za

Website: www.reem.co.za

Disclaimer: Collective Investment Schemes in Securities (Unit trusts) are generally medium to long term investments. The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to future performance. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. The manager may borrow up to 10% of the market value of the portfolio where insufficient liquidity exists. A schedule of fees and charges and maximum commissions is available on request from the management company, RE:CM Collective Investments (Pty) Ltd (RE:CM). Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. Funds are valued daily at 15h00. Instructions must reach RE:CM before 14h00 to ensure same day value. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Different classes of units apply to these portfolios and are subject to different fees and charges. Unit trust prices are calculated on a net asset value basis, defined as the total market value of all assets in the unit portfolio including any income accruals and less any permissible deductions (brokerage, uncertificated securities tax, VAT, auditors' fees, bank charges, custodian fees, trustee fees, annual management fee and performance fees) from the portfolio divided by the number of units in issue. These portfolios may be closed. RE:CM Collective Investments (Pty) Ltd, Company Registration Number: 2004/027540/07, is a member of the Association for Savings and Investment SA (ASISA). Trustees: The Standard Bank of SA Limited, PO Box 54, Cape Town, 8000. The RE:CM Global Flexible Fund Class A has a Total Expense Ratio of 2.20%. For the period from 1 July 2012 to 30 June 2013, 2.20% of the average Net Asset Value of the portfolio was incurred as charges, levies and fees related to the management of the portfolio. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER can not be regarded as an indication of future TER's. Inclusive of the TER of 2.20%, a performance fee of 0.86% of the Net Asset Value of the class of participatory interest in the portfolio was recovered.