

RE:CM Global FLEXIBLE Fund (Class C)

Period ended 31 May 2013

RE:CM

YOUR CAPITAL FIRST

Portfolio Manager	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
Sector	Worldwide Multi Asset Flexible
Inception Date	1 June 2005
Total Fund Size	R1.6 billion
Fund Size (Class C)	R555.0 million
Benchmark	Inflation (CPI) + 8%
Fund Status	Open
Initial Fee	No initial fee
Annual Fee (Class C)	1.5% annual fee (excl. VAT)
Hurdle Rate	CPI + 8%
Performance Fee	20% above/below hurdle rate
Total Expense Ratio	3.31%
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

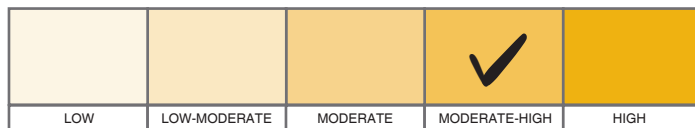
The primary objective of the portfolio is to generate returns greater than inflation over the long term with lower than average risk for investors.

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

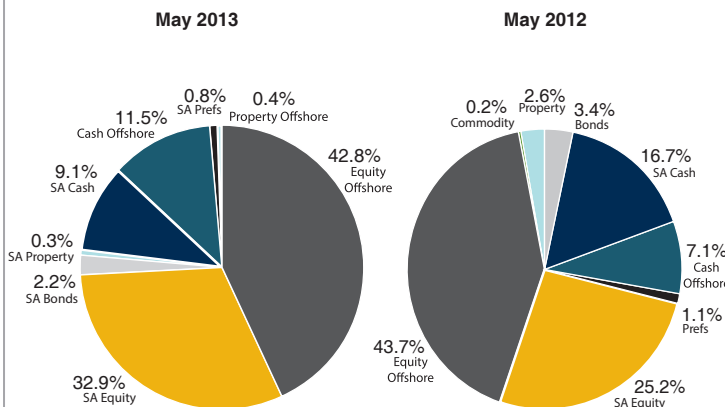
FUND RISK PROFILE



TOP HOLDINGS (%)

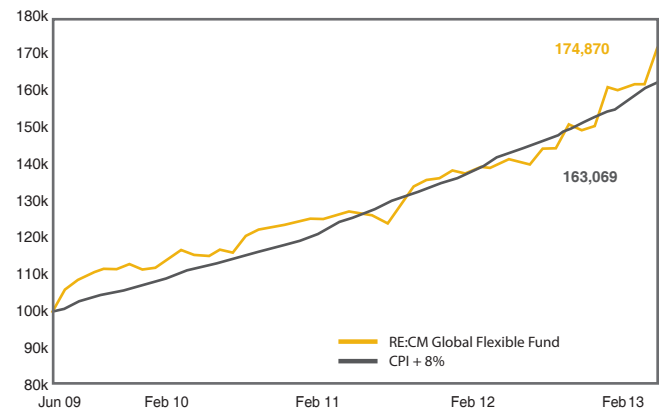
May 2013	May 2012		
Amplats	4.7	Sun International	5.5
Microsoft	4.2	Microsoft	4.0
Carrefour	3.8	Amplats	3.9
Anglo American	3.4	Johnson & Johnson	3.8
Lonmin	3.0	Carrefour	3.5
Arcelor Mittal	3.0	Berkshire Hathaway	3.2
Sun International	2.9	BP	2.8
BP	2.7	Coca-Cola Hellenic	2.7
Ultra Petroleum	2.6	Discovery	2.4
Impala Platinum	2.4	Tokyo Gas	2.0

ASSET ALLOCATION



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END MAY 2013

	Fund	Benchmark
1 Year	23.6%	13.9%
3 Years	14.6%	13.4%
Since Inception*	15.3%	13.3%
Maximum Drawdown**	-2.6%	0.0%

* Returns in ZAR net of fees with distributions re-invested. Source: RE:CM Analyst.
 • Periods greater than 1 year are annualised

* Returns since inception : returns for the C Class are only available from 30 June 2009 due to the reclassification of the Fund at that time.

** Life of Fund

INVESTMENT COMMENT

Other than our investment in JD Group, the RE:CM Global Flexible Fund carries very little investment exposure to the potential risks of a breaking bubble in unsecured lending practices. In JD Group's case their lending business accounts for about 70% of our valuation appraisal following their business restructuring in 2012. As with any other unfolding problem that could turn into a crisis, we find ourselves drawn to the significant recent price declines in this area of the SA equity market. If there are any investment opportunities we will act on them. We are also keeping a close eye on the price to value developments in the property and bond sectors of the market following recent price declines. But one or two poor months following a very long bull market does not imply or guarantee cheap asset prices. We are ready to act if and when acceptable margins of safety are offered. The Japanese equity market rallied very strongly year to date, coupled with significant Yen currency weakness against the US Dollar. Interestingly it has been a broad based rally across the small, mid and large cap spectrum, fuelled by speculative day-trading activities. We continue to calculate and expect decent prospective investment returns from the quality small and mid-cap equity segments in Japan; more specifically from the Fund's investments in those segments.

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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 C has a Total Expense Ratio of 3.31%. For the period from 01 April 2012 to 31 March 2013, 3.31% 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 3.31%, a performance fee of 1.42% of the Net Asset Value of the class of participatory interest in the portfolio was recovered.