

RE:CM Global FLEXIBLE Fund (Class C)

Period ended 30 September 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 | R1.8 billion |
| Fund Size (Class C) | R646.7 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 | 2.82% |
| 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

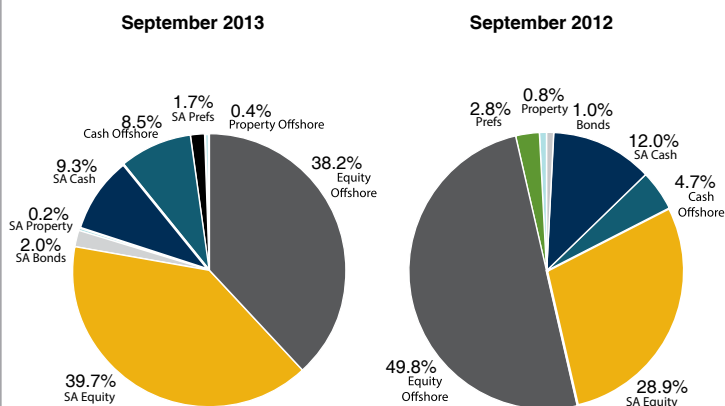
FUND RISK PROFILE

| | | | | |
|-----|--------------|----------|----------------------|------|
| LOW | LOW-MODERATE | MODERATE | MODERATE-HIGH | HIGH |
|-----|--------------|----------|----------------------|------|

TOP TEN HOLDINGS (%)

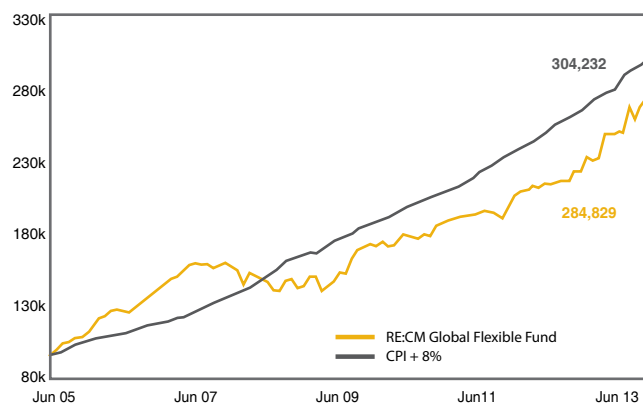
| September 2013 | | September 2012 | |
|-------------------|-------------|--------------------|-------------|
| Amplats | 6.5 | Carrefour | 6.8 |
| Anglo American | 5.4 | Sun International | 5.2 |
| Carrefour | 4.0 | Amplats | 4.9 |
| Impala Platinum | 3.7 | Microsoft | 4.0 |
| Microsoft | 3.3 | Dell | 4.0 |
| Arcelor Mittal | 3.1 | Anglo American | 3.2 |
| Lonmin | 2.9 | Arcelor Mittal | 3.0 |
| BP | 2.4 | BP | 2.9 |
| Sun International | 2.4 | Tokyo Gas | 2.6 |
| JD Group | 2.3 | Berkshire Hathaway | 2.6 |
| Total | 36.0 | Total | 39.2 |

ASSET ALLOCATION



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END SEPTEMBER 2013*

| | Fund | Benchmark |
|--------------------|--------|-----------|
| 1 Year | 26.4% | 14.4% |
| 3 Years | 14.9% | 13.6% |
| 5 Years | 13.5% | 13.3% |
| Since Inception | 13.4% | 14.3% |
| Maximum Drawdown** | -12.0% | 0.0% |

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

* 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

The market clearly took notice of the latest set of interim results for Carrefour. This is another terrific example of something very small but positive happening at a formerly disliked business that results in a disproportionately positive share price change. The results implied that their market share is stabilising in their key home market of France, which was a key concern. The key management change to date was the greater decentralisation of store management, which to date appears to have been the right thing to do. In other words they've moved from the corporate store mentality to be better placed to compete with the independent franchise owned business models. Carrefour remains cheap and a top holding in the fund.

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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 2.82%. For the period from 1 July 2012 to 30 June 2013, 2.82% 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 2.82%, a performance fee of 0.90% of the Net Asset Value of the class of participatory interest in the portfolio was recovered.