

RE:CM Global FLEXIBLE Fund (Class A)

Period ended 31 March 2013

Portfolio Manager	Daniel Malan, Wilhelm Hertzog, Paul Whitburn
Sector	Worldwide Multi Asset Flexible
Inception Date	3 April 2003
Total Fund Size	R1.4 billion
Fund Size (Class A)	R946.7 million
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	1.31%
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

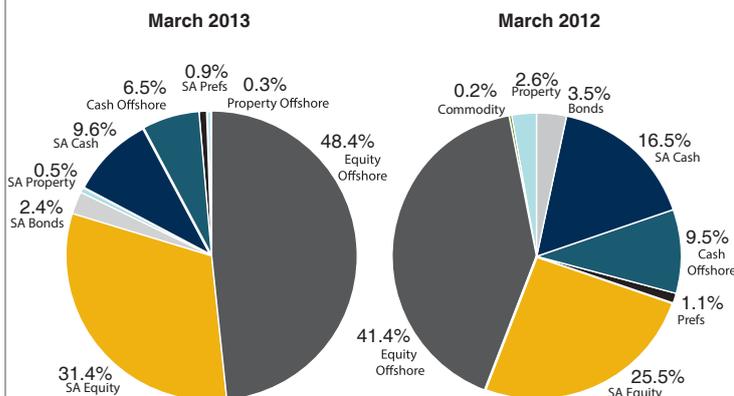
FUND RISK PROFILE



TOP HOLDINGS (%)

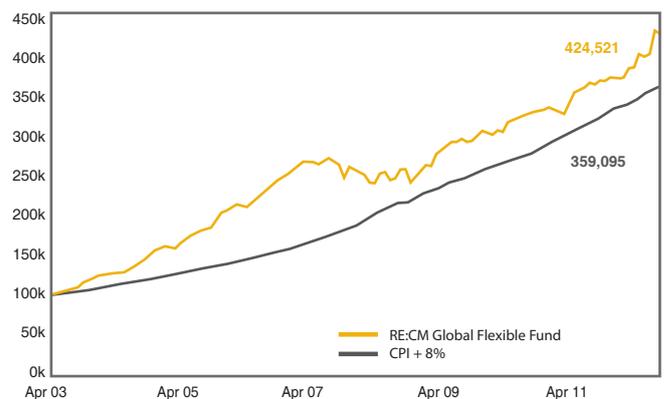
March 2013		March 2012	
Carrefour	6.7	Sun International	5.1
Amplats	4.4	Microsoft	4.1
Sun International	3.9	Johnson & Johnson	3.8
Microsoft	3.5	Carrefour	3.7
Anglo American	3.4	Amplats	3.1
Dell	3.0	BP	3.1
Berkshire Hathaway	2.9	Berkshire Hathaway	3.0
Lonmin	2.7	Discovery	2.5
BP	2.7	Wellpoint	2.0
Tokyo Gas	2.6	Vividend Income Fund	1.8

ASSET ALLOCATION



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END MARCH 2013

	Fund	Benchmark
1 Year	17.2%	13.8%
3 Years	13.0%	13.2%
5 Years	10.9%	14.3%
Since Inception	15.8%	13.8%

- 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

INVESTMENT COMMENT

Value investing requires patience and discipline, but also the ability to move quickly if an opportunity arises. Our purchase of a substantial interest in the shares of Petmin during the past month was a good example of this. Petmin is a company we have followed for some time now, but with its share price caught up in the excitement of the commodity boom for a long time, we could never justify purchasing the shares. With thermal coal prices globally contracting markedly over the past two years, sentiment at last shifted to an extent that we could justify investing in the company's shares. When the opportunity came to purchase a large percentage of the company's shares in one transaction, we were able to move quickly, having performed all our due diligence on the company well in advance. While Petmin is a small investment for RE:CM clients, it serves as a useful example of opportunity coming to the prepared. We have also been purchasing shares in that rarest of birds: an attractively priced South African industrial share. The share in question is JD Group, which is now trading at less than net asset value. While there are valid concerns about the state of the unsecured lending market, this is not the first credit cycle that JD Group's management are seeing through. On the disposals front, South African industrials and financials continue to feature prominently. Globally, we have sold shares in Carrefour and H&R Block, both as a result of very rapid share price increases over recent months.

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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 A has a Total Expense Ratio of 1.31%. For the period from 01 January 2012 to 31 December 2012, 1.31% 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 1.31%, a performance fee of 0.0% of the Net Asset Value of the class of participatory interest in the portfolio was recovered.