

RE·CM Global FLEXIBLE Fund

Period ended 30 November 2010

Portfolio Manager	Daniel Malan, Piet Viljoen, Wilhelm Hertzog
Sector	Worldwide Asset Allocation Flexible
Inception Date	3 April 2003
Fund Size	R1.1 billion
Benchmark	Inflation (CPI) + 8%
Min. Investment	R250,000 initial investment, R2,500 for debit orders after 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	4.11%
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

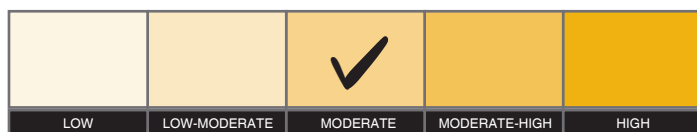
The primary objective of the portfolio is to generate returns greater than inflation over the long term with lower than average risk for investors.

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 PROFILE

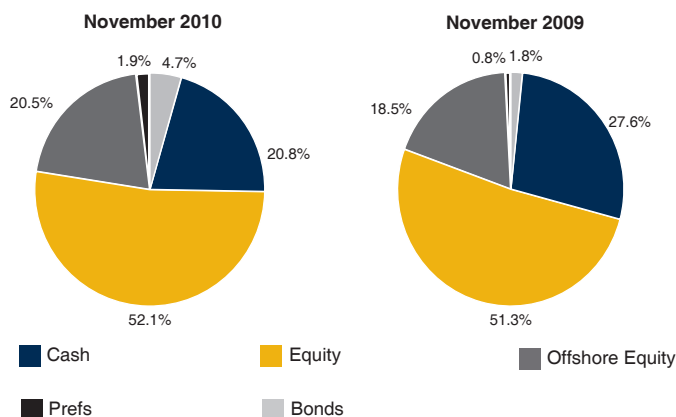


• This fund has a moderate risk profile

TOP HOLDINGS (%)

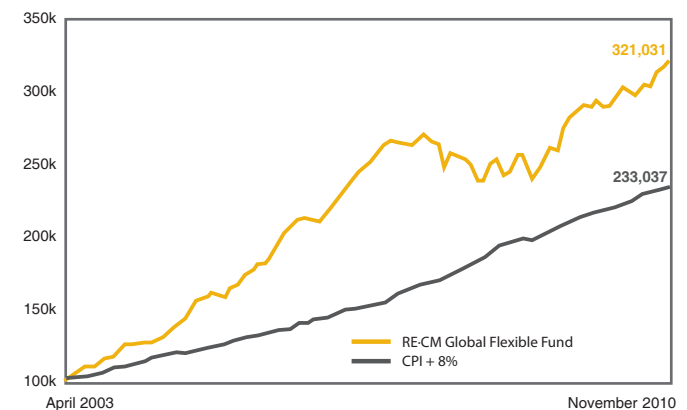
November 2010		November 2009	
Sun International	5.6	Discovery	4.4
Discovery	4.0	Sun International	4.2
Telkom	3.2	Imperial	3.3
Tiger Brands	2.7	Adcock Ingram	3.2
Brait	2.5	Telkom	2.9
Old Mutual	2.4	Harmony Gold	2.9
Harmony Gold	2.4	Pick n Pay	2.9
FirstRand	2.4	FirstRand	2.6
Omnia	2.3	Metropolitan	2.5
Pick n Pay	2.1	Brait	2.3

ASSET ALLOCATION



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END NOVEMBER 2010 (%)

	Fund	Benchmark
1 Year	10.0	11.5
3 Years	5.8	15.3
5 Years	12.2	14.6
Since Inception	16.6	13.8

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

INVESTMENT COMMENT

Our largest capital allocation in November was participating in the primary capital raising of the South African listed Vividend Income Fund, a property investment vehicle that aims to take advantage of the sales of so-called non-core property assets at attractive yields by banks and large listed property funds. We do not typically entertain the notion of supplying capital to unproven ventures, but in this instance a strong track record of the key people, a sensible investment philosophy and a market opportunity only available to an investor with a reasonably small pool of capital made sense to us. Despite being our largest capital allocation by value in this month, it is a very small exposure in the context of the total fund.

We remain net sellers of equities through November and our largest sales by value were in Vodacom, Pick 'n Pay, Imperial and JD Group. In all four cases margins of safety have now all but disappeared. We have sold sizeable portions of these holdings, but not everything. Our investment process drives our capital allocation decisions, and as you know position sizing is largely determined by popularity and the business cycle. In our experience fair value can be a confusing term. We find that it helps to think of fair value in terms of a range of outcomes, including what we call a 'margin of error' of about 10% either side of a single point of fair value. Please refer to previous RE·VIEWS for historical information.

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 4.11%. For the period from 01 October 2009 to 30 September 2010, 4.11% 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 may not be regarded as an indication of future TER's. Inclusive of the TER of 4.11%, a performance fee of 2.84% of the Net Asset Value of the class of participatory interest in the portfolio was recovered.