RE:CM GLOBAL Fund

Period ended 29 February 2012

RE·CM
YOUR CAPITAL FIRST

Portfolio Manager	Daniel Malan, Piet Viljoen, Wilhelm Hertzog
Sector	Global Equity
Inception Date	31 March 2006
Fund Size	US $301.2 million
Benchmark	MSCI World Index
Min. Investment	$50,000 initial investment
Fund Status	Open
Initial Fee	No initial fee
Annual Fee (Class A)	0.5% annual fee
Hurdle Rate	MSCI World + 2.5%
Performance Fee	20% above/below hurdle rate
Pricing Frequency	Weekly
Administrators	Kleinwort Benson
Domicile	Guernsey
Total Expense Ratio	0.72%
Income Declarations	None
Regulation 28	Does not comply

About the Fund

The RE:CM Global Fund is a US dollar denominated equity-centric fund domiciled in Guernsey. It invests predominantly in large global companies listed on recognised exchanges across all markets.

Fund Objective

The portfolio aims to outperform the MSCI World Index in USD (including income) over the long term with lower than average risk of capital loss and with less volatility than the index.

Risk Measures

Whilst the risk is higher than that of a global balanced fund, our investment process is designed to minimise the risk of losing money over the long term.

RISK STATISTICS AND PORTFOLIO DETAIL

FUND PROFILE

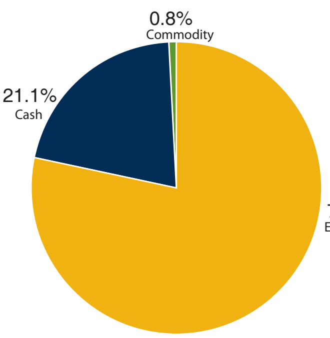
- This fund has a moderate-high risk profile

TOP HOLDINGS (%)

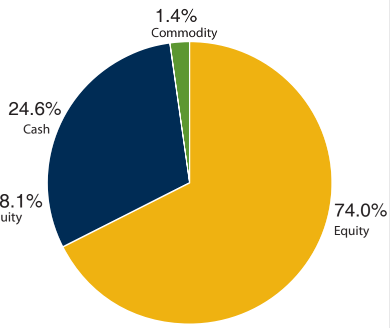
February 2012		February 2011	
Johnson & Johnson	5.3	Johnson & Johnson	6.2
BP	4.9	Wellpoint Inc	5.3
Microsoft	4.7	Dell Computer Corporation	4.7
Berkshire Hathaway	4.7	Block (H&R) Inc	4.1
Wellpoint	4.0	Vodafone Group Plc	4.1
FamilyMart	3.4	Tokyo Gas	4.1
Carrefour	3.4	Titan Cement	3.9
Coca-Cola Hellenic	3.2	BP	3.7
Dell Computer Corporation	3.1	Sonic Healthcare	3.4
Titan Cement	3.1	Harmony Gold	2.9

ASSET ALLOCATION

February 2012

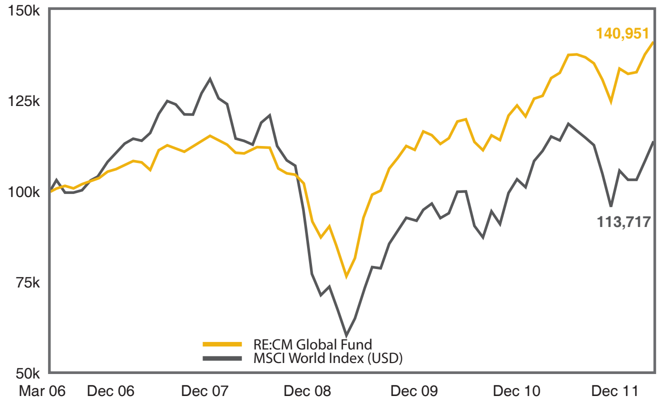


February 2011



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END FEBRUARY 2012

	Fund	Benchmark
1 Year	7.6%	-1.1%
3 Years	22.4%	23.3%
5 Years	5.5%	0.0%
Since Inception	6.0%	2.2%

- Returns are in USD net of fees with distributions re-invested. Source: RE:CM Analyst, Bloomberg.
- Periods greater than 1 year are annualised
- Inception Date, 31 March 2006

INVESTMENT COMMENT

A net result of our actions over recent months has been an increase in exposure to European, UK and Japanese assets, and a reduction in exposure to US assets. Direct exposure to emerging markets remains at negligible levels, although many of our investee companies have large businesses in the emerging markets. Again, this has not happened due to a macroeconomic view or forecast; it is simply due to price/value relationships. The undervalued assets happened to be domiciled in the developed markets. The cash portion of the Fund has remained at around the 20% level. Although cash has very low returns these days due to the monetary policies being followed by most central banks, we regard the main value of cash to lie in the optionality it conveys upon the holder thereof. If and when asset prices decline, holders of cash can generally deploy the cash on favourable terms. In our view, risks in markets remain elevated, and we feel reasonably confident that such opportunities will present themselves from time to time.

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