

Portfolio Manager	Daniel Malan, Piet Viljoen, Wilhelm Hertzog
Sector	Global Equity
Inception Date	31 March 2006
Fund Size	US \$171.1 million
Benchmark	MSCI World Index
Min. Investment	\$50,000 initial investment
Fund Status	Open
Initial Fee	No initial fee
Annual Fee (Class B)	0.5% annual fee excl. VAT
Hurdle Rate	MSCI World + 2.5%
Performance Fee	20% above/below hurdle rate
Pricing Frequency	Weekly
Administrators	Close Fund Services Limited
Domicile	Guernsey
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 but may also invest in bonds, cash and money market instruments.

Fund Objective

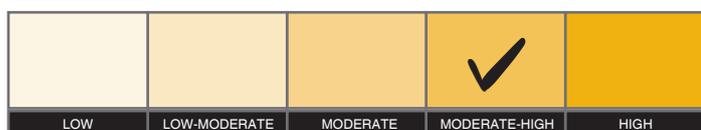
The portfolio aims to outperform the MSCI World Index in USD (including income) over the long term with lower than average risk of capital loss and with less volatility than the index.

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

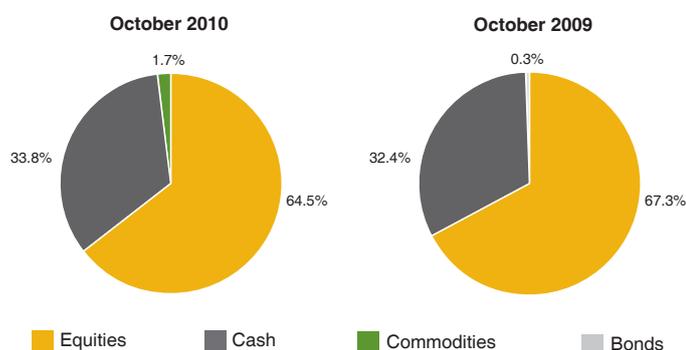


• This fund has a moderate-high risk profile

TOP HOLDINGS (%)

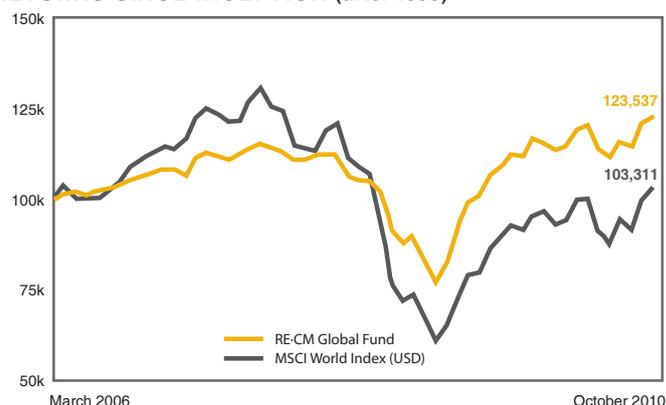
October 2010		October 2009	
Vodafone Group Plc	4.9	Wal-Mart Stores Inc	5.1
Wellpoint Inc	4.8	Johnson & Johnson	4.5
Johnson & Johnson	4.0	Berkshire Hathaway Inc	4.2
Wal-Mart Stores Inc	3.6	Coca Cola	4.1
Oracle Corp	3.6	Vodafone Group Plc	4.0
Dell Computer Corporation	3.6	Harmony Gold	3.8
Harmony Gold	3.5	Ebay Inc	3.3
Ebay Inc	2.8	SPDR Gold Trust Gold Share	3.2
Dish Network CLA Com	2.8	Dish Network CLA Com	3.1
Harley-Davidson Inc	2.3	Family Mart Co Ltd	2.5

ASSET ALLOCATION



PERFORMANCE AND COMMENTARY

RETURNS SINCE INCEPTION (after fees)



RETURNS TO END OCTOBER 2010 (%)

	Fund	Benchmark
1 Year	11.0	13.3
3 Years	2.4	-7.6
Since Inception	4.7	0.7

- in USD net of fees with distributions re-invested.
- Periods greater than 1 year are annualised
- Inception Date, 31 March 2006

INVESTMENT COMMENT

During October, we continued to allocate a portion of fund capital to a group of global pharmaceutical businesses with strong balance sheets that offered a starting dividend yield of over 4% in USD, on a single-digit earnings multiple and a double-digit free cash flow yield. The market appears to believe these businesses cannot grow very fast, especially when compared with social networking, infrastructure, commodities and the conversion of peasants to big spending consumers in China and India. In an investment world once again apparently besotted with growth and accepting risk at any rate of return we can understand why this segment of the markets would become so unloved. Regardless of our or anyone else's future worldview, a starting yield of 4% that can grow in real terms is a very attractive investment proposition.

We also allocated fund capital to Titan Cement, a predominantly regionally focused cement producer in Greece. Characteristics of the business that appealed to us were advantaged returns on capital, a simple business model, an aligned management team with a significant shareholding, focusing on their core competencies and with a track record of sensible capital allocation decisions. We were happy to allocate capital to such a business especially given the margin of safety currently provided to us by the market. It should not be surprising to our clients that we took a closer look at the Greek market in the midst of the most recent crisis in that area of the world. Please refer to previous RE-VIEWS for historical information.