RE:CM MONEY MARKET Fund (Class A)

Period ended 31 December 2012

RE·CM

YOUR CAPITAL FIRST

Portfolio Manager	Piet Viljoen
Sector	South African Interest Bearing Money Market
Inception Date	1 October 2010
Total Fund Size	R1.4 billion
Fund Size (Class A)	R238.8 million
Benchmark	SteFI Call Rate
Min. Investment	R150,000 initial investment
Fund Status	Open
Initial Fee	No initial fee
Annual Fee (Class A)	0.15% annual fee excl. VAT
Total Expense Ratio	0.18%
Income Declarations	Monthly distributions are paid in cents per unit
Regulation 28	Does not comply

About the Fund

The RE:CM Money Market Fund comprises a diversified combination of money market instruments.

Fund Objective

The Fund aims to maximise interest income, preserve capital and provide liquidity. This Fund is also suitable for risk averse investors seeking a temporary, safe holding vehicle in times of market uncertainty. Investors seeking capital preservation, requiring regular interest income and liquidity should invest in this fund.

Risk Measures

Capital losses are unlikely but can occur. For example, should one of the issuers of an asset held within the underlying Fund default and a loss occur, this loss will be borne by the Fund and the investors

RISK STATISTICS AND PORTFOLIO DETAIL

FUND RISK PROFILE

Effective yield (%) as at 31 December 2012 (net of fees)	5.5
Fund duration (days)	51.9

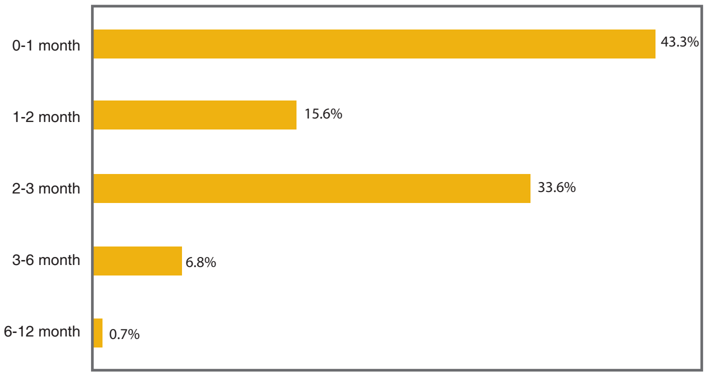
CREDIT EXPOSURE (%)

December 2012	
Government & Parastatals	0.0
Corporates	1.0
Banks	99.0
Total	100.0

COUNTERPARTY EXPOSURE (%)

December 2012	
ABSA	28.0
Standard Bank	8.0
Firstrand	19.0
Nedbank	29.0
Investec	15.0
MTN	1.0
South African Reserve Bank	0.0
Total	100.0

DURATION BREAKDOWN (%)



PERFORMANCE AND COMMENTARY

INCOME DISTRIBUTIONS

Month	Cents Per Unit Class A
31 January 2012	0.49
29 February 2012	0.45
31 March 2012	0.46
30 April 2012	0.48
31 May 2012	0.48
30 June 2012	0.45
31 July 2012	0.50
31 August 2012	0.45
30 September 2012	0.44
31 October 2012	0.45
30 November 2012	0.44
31 December 2012	0.44

RETURNS TO END DECEMBER 2012

Term	Fund	Benchmark
1 Year	5.7%	5.1%
Since Inception	5.6%	5.2%

INVESTMENT COMMENT

The RE:CM Money Market Fund generated an income yield of 5.5% against the benchmark yield of 5.1% as at 31 December 2012. Portfolio duration decreased from 61 days in November to 52 days at the end of December. The shorter duration provides the fund with adequate liquidity as yields at the longer end of the curve remained relatively low during the month of December. November's CPI inflation rate came out in line with consensus expectations and unchanged from October at 5.6%. Food prices are expected to remain under pressure however, as higher grain prices at the agricultural level feed into increased bread, cereal and meat prices. The reweighting of the CPI basket from January 2013 will also push CPI inflation towards the upper end of the Reserve Bank's 3% - 6% inflation target. Domestic growth remains subdued with the SARB expecting the economy to grow by 2.5% in 2012 and 2.9% in 2013. This weaker growth outlook is primarily attributable to a loss of production from the recent strikes in the mining industry, lower household consumption expenditure and softer trading conditions in the Eurozone. The consensus view is that the upside risks to inflation will largely be balanced by weaker growth fundamentals, leaving little scope for any short term adjustment to the repo rate by the SARB. The Fund remains competitively positioned in the current interest rate cycle with a 60% weighting in floating rate instruments. Investors are currently not compensated by fixed exposure at the long end of the money market curve and floating rate instruments provide good yield uptick on the market.

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