

RE:CM MONEY MARKET Fund (Class A)

Period ended 31 July 2012

Portfolio Manager	Piet Viljoen
Sector	Domestic Fixed Interest Money Market
Inception Date	1 October 2010
Total Fund Size	R1.28 billion
Fund Size (Class A)	R243.7 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	0.19%
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

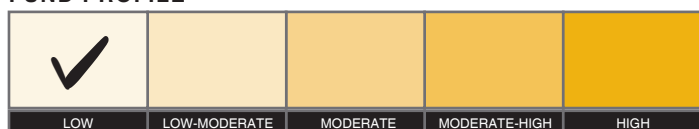
The Fund aims to maximise interest income, preserve capital and provide liquidity. This Fund is also suitable for risk averse investors seeking a temporary, safe holding vehicle in times of market uncertainty. Investors seeking capital preservation, requiring regular interest income and liquidity should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



• This fund has a low risk profile

Effective yield (%) as at 31 July 2012 (net of fees)	5.9
Fund duration (days)	81.0

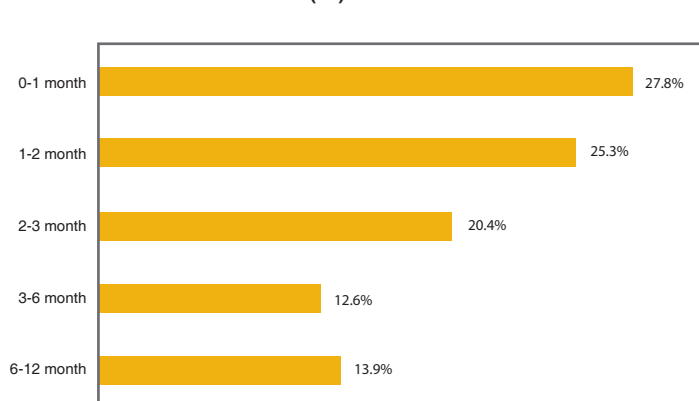
CREDIT EXPOSURE (%)

July 2012	
Government & Parastatals	0.0
Corporates	0.0
Banks	100.0
Total	100.0

COUNTERPARTY EXPOSURE (%)

July 2012	
ABSA	29.0
Standard Bank	10.0
Firstrand	13.0
Nedbank	30.0
Investec	18.0
National Treasury	1.0
Total	100.0

DURATION BREAKDOWN (%)



PERFORMANCE AND COMMENTARY

INCOME DISTRIBUTIONS

Month	Cents Per Unit Class A
31 August 2011	0.42
30 September 2011	0.51
31 October 2011	0.47
30 November 2011	0.54
31 December 2011	0.45
31 January 2012	0.48
29 February 2012	0.46
31 March 2012	0.35
30 April 2012	0.46
31 May 2012	0.47
30 June 2012	0.47
31 July 2012	0.55

RETURNS TO END JULY 2012

Term	Fund	Benchmark
1 Year	5.8%	5.3%
Since Inception	5.6%	5.3%

INVESTMENT COMMENT

The headline news this month was the Reserve Bank's decision to unexpectedly reduce the repo rate by 0.5% to a record low 5%. The Reserve Bank cited slowing economic growth and an improved local inflation outlook as the primary drivers behind the move. The rate cut follows similar monetary easing by international central banks and is intended to stimulate domestic demand. Inflation dropped to its lowest level since August last year with June CPI figures coming in below expectations at 5.5% from 5.7% in May. Inflation is forecast to remain within the target 3% – 6% band to 2014, but rising commodity prices pose the main upside risk to this forecast through increased food costs. Local maize prices have increased by about 30% since the start of the year due to increased demand, as US crop prices remain elevated from severe drought in the country. The possibility of a significantly weaker rand will also present additional inflationary pressure as the Eurozone crisis continues to trigger global risk aversion for emerging market currencies. The RE:CM Money Market Fund generated a yield of 5.9% against the benchmark yield of 5.4%. The portfolio duration of the fund decreased this month from 90 days to 81 days due to the fund investing in shorter maturity instruments as investors are not adequately compensated for allocating capital at the longer end of the yield curve in the existing interest rate environment. The fund has however benefitted from previous investment in longer term fixed deposits and NCD's which are yielding above current market rates. The relative effect of the rate cut on the fund was therefore positive.

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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. The price of each unit in the RE:CM Money Market Fund is aimed at a constant value. The total return to the investor is primarily made up of interest received but, may also include any gain or loss made on any particular instrument. In most cases this will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of reducing the capital value of the Fund. Forward pricing is used. Funds are valued daily at 15h00. Instructions must reach RE:CM before 14h00 to ensure same day value (11h00 for the RE:CM Money Market Fund). 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, unclassified 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.