

# RE:CM MONEY MARKET Fund (Class A)

Period ended 30 November 2012

<b>Portfolio Manager</b>	Piet Viljoen
<b>Sector</b>	Domestic Fixed Interest Money Market
<b>Inception Date</b>	1 October 2010
<b>Total Fund Size</b>	R1.2 billion
<b>Fund Size (Class A)</b>	R142.1 million
<b>Benchmark</b>	SteFI Call Rate
<b>Min. Investment</b>	R150,000 initial investment
<b>Fund Status</b>	Open
<b>Initial Fee</b>	No initial fee
<b>Annual Fee (Class A)</b>	0.15% annual fee excl. VAT
<b>Total Expense Ratio</b>	0.19%
<b>Income Declarations</b>	Monthly distributions are paid in cents per unit
<b>Regulation 28</b>	Does not comply

## About the Fund

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

## Fund Objective

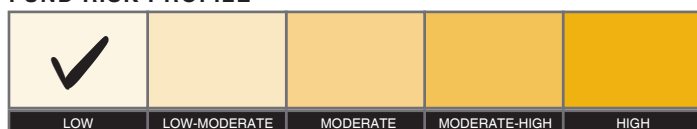
The Fund aims to maximise interest income, preserve capital and provide liquidity. This Fund is also suitable for risk averse investors seeking a temporary, safe holding vehicle in times of market uncertainty. Investors seeking capital preservation, requiring regular interest income and liquidity should 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 30 November 2012 (net of fees)	5.5
Fund duration (days)	61.0

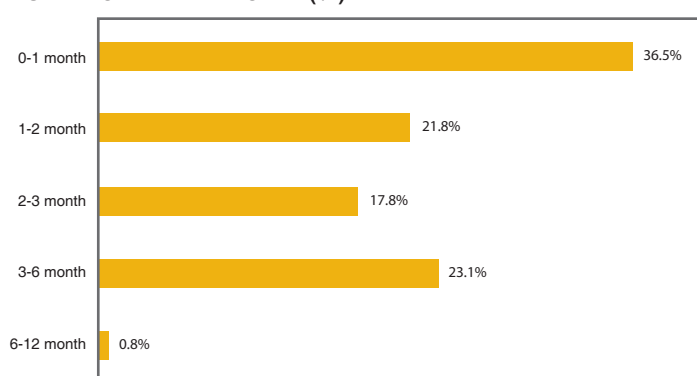
### CREDIT EXPOSURE (%)

November 2012	
Government & Parastatals	0.0
Corporates	1.0
Banks	99.0
<b>Total</b>	<b>100.0</b>

### COUNTERPARTY EXPOSURE (%)

November 2012	
ABSA	28.0
Standard Bank	8.0
Firststrand	16.0
Nedbank	28.0
Investec	19.0
MTN	1.0
South African Reserve Bank	0.0
<b>Total</b>	<b>100.0</b>

### DURATION BREAKDOWN (%)



## PERFORMANCE AND COMMENTARY

### INCOME DISTRIBUTIONS

Month	Cents Per Unit Class A
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
31 August 2012	0.42
30 September 2012	0.53
31 October 2012	0.51
30 November 2012	0.53

### RETURNS TO END NOVEMBER 2012

Term	Fund	Benchmark
1 Year	5.7%	5.1%
Since Inception	5.6%	5.3%

### INVESTMENT COMMENT

At the end of November, the RE:CM Money Market Fund generated an income yield of 5.48% against a benchmark yield of 5.24%. This relatively higher yield is primarily due to the fund having the lowest fee in the industry. The portfolio duration decreased slightly from 62 days to 61 days at the end of November. The reason for shortening the duration over the last 2 months is to provide the fund with adequate liquidity to purchase instruments in both the primary and secondary market. The South African Reserve Bank kept the repo rate unchanged at 5% at the November MPC meeting and October headline inflation came in marginally above consensus by increasing from 5.5% in September to 5.6% in October. There continues to be pressure on inflation from higher food prices, potentially higher wage settlements, and the reweighting of the CPI basket by Stats SA. The Rand also experienced increased selling pressure following a widening of the trade deficit from R13.8bn in September to a record high R21.2bn in October. Economic growth has been affected by recent strike actions within the mining and transport sectors and the domestic economy continues to be largely dependent on foreign inflows to fund growth - any sustained risk aversion for local assets may make it difficult for the Reserve Bank to further ease monetary policy. The fund however remains competitively positioned in the current interest rate cycle, having allocated capital to floating rate instruments which will benefit from any potential increase in benchmark rates.

Tel: +27 21 657 3440

Fax: +27 21 674 1088

Email: [info@reem.co.za](mailto:info@reem.co.za)

Website: [www.reem.co.za](http://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. 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 with the exception of the RE:CM Money Market Fund which is valued before 18h00. 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, uncertified 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.