BOND FUND

FUND DETAILS AT 31 MAY 2009

Sector:	Domestic - Fixed Interest - Bond
Inception date:	1 October 2004
Fund managers:	Sandy McGregor, Andrew Lapping

Fund objective:
The objective of the Fund is to provide investors with a return superior to the All Bond Index, at no greater risk, over an interest rate cycle. The Fund will seek to preserve at least the nominal value of investors' capital.

Suitable for those investors who:
- Are looking for returns in excess of that provided by money market or cash investments.
- Seek a bond 'building block' for a diversified multi-asset class portfolio.
- Are prepared to accept some risk of capital depreciation in exchange for the prospect of earning increased returns.
- Want to draw a regular income stream without consuming capital.

Compliance with Prudential Investment Guidelines:
Retirement funds: The Portfolio is managed to comply with Regulation 28 of the Pension Funds Act.

Price:	R 10.44
Size:	R 106 m
Minimum lump sum per investor account:	R 20 000
Minimum lump sum per fund:	R 5 000
Additional lump sum per fund:	R 500
No. of bond holdings:	22
Fund duration:	3.1
Yield:	9.70
Income distribution: 01/04/08 - 31/03/09 (cents per unit)	Total 97.05

Distributes quarterly.

Annual management fee:
The annual management fee rate is dependent on the return of the Fund relative to its benchmark, the BEASSA Total Return All Bond Index (adjusted for fund expenses and cash flows) over a rolling one-year period. The fee hurdle (above which a fee greater than the minimum fee of 0.25% is charged) is performance equal to the benchmark. The manager's sharing rate is 25% of the outperformance of the benchmark over a rolling one-year period with a maximum fee of 0.75% (excl. VAT) per annum.

COMMENTARY

In recent months inflation has remained obstinately high, which reduces the Reserve Bank's freedom to cut rates. We are approaching the end of the rate cutting cycle. Increasingly the large funding requirements of government and the parastatals are determining the shape of the yield curve and the level of interest rates. These requirements continue to rise. Accordingly, the Portfolio remains biased towards short- to medium-term maturities.

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TOP 10 FUND HOLDINGS[1]

JSE code	Maturity date	% of portfolio	Yield to Maturity[2] 31 May 2009
R201	21/12/2014	22.6	8.350
R203	15/09/2017	10.0	8.745
TN17	14/11/2017	4.1	10.605
ND11	17/09/2015	3.8	11.185
R157	15/09/2015	3.6	8.235
FRB3	15/09/2014	1.8	10.635
FRB1	31/08/2010	1.5	9.200
MTN1	13/07/2010	1.5	9.500
IPB2	30/12/2010	1.3	9.950
SMF2	14/10/2011	1.0	9.200

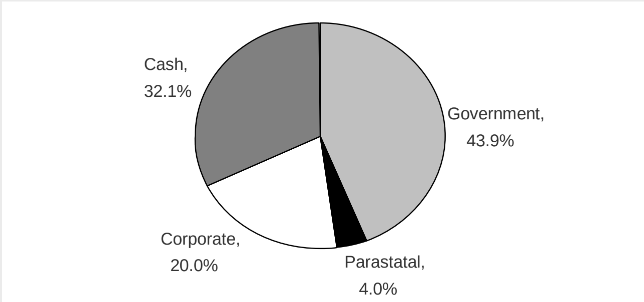
[1] Top 10 Fund Holdings at 31 March 2009. Updated quarterly.
[2] Updated monthly.

TOTAL EXPENSE RATIO FOR THE YEAR ENDED 31 MARCH 2009[3]

Total expense ratio	Included in TER			
	Trading costs	Performance component	Fee at benchmark	Other expenses
0.74%	0.00%	0.34%	0.29%	0.11%

[3] A Total Expense Ratio (TER) is a measure of a portfolio's assets that are relinquished as operating expenses. The total operating expenses are expressed as a percentage of the average value of the portfolio, calculated for the year to the end of March 2009. Included in the TER is the proportion of costs that are incurred by the performance component, fee at benchmark, trading costs (including brokerage, VAT, STT, STRATE and insider trading levy) and other expenses. These are disclosed separately as percentages of the net asset value. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs. The information provided is applicable to class A units.

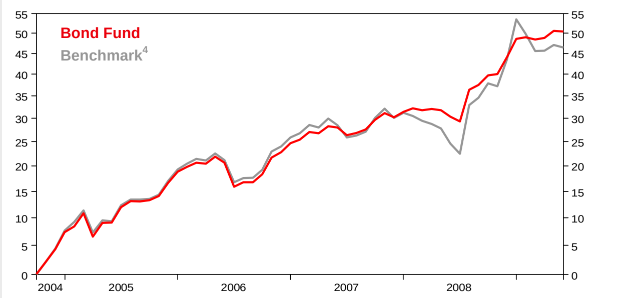
TYPE



PERFORMANCE

Fund performance shown net of all fees and expenses as per the TER disclosure.

Long-term cumulative performance (log scale)



% Returns	Fund	Benchmark [4]
Since inception (unannualised)	50.3	46.5
Latest 3 years (annualised)	7.6	6.5
Latest 1 year	15.4	17.5
Risk measures (Since inception month end prices)		
Percentage positive months	73.2	66.1
Annualised monthly volatility	5.3	7.6

[4] All Bond Index. **Source: I-Net Bridge, performance as calculated by Allan Gray as at 31 May 2009.**