

FUND DETAILS AT 28 FEBRUARY 2010

Sector: Domestic - Equity - General
Inception date: 1 October 1998
Fund managers: Ian Liddle, Duncan Artus, Delphine Govender,
 Andrew Lapping, Simon Raubenheimer

Fund objective:

The Fund aims to earn a higher total rate of return than that of the average of the South African equity market as represented by the FTSE/JSE All Share Index, including income, without assuming greater risk.

Suitable for those investors who:

- Seek long-term wealth creation
- Are comfortable with market fluctuation i.e. short-term volatility
- Typically have an investment horizon of five years plus
- Seek an equity 'building block' for a diversified multi-asset class portfolio

Price: R 159.21
Size: R 21 305 m
Minimum lump sum per investor account: R20 000
Minimum lump sum per fund: R5 000
Minimum debit order per fund: R 500
Additional lump sum per fund: R 500
No. of share holdings: 64

Income distribution: 01/01/09 - 31/12/09 (cents per unit) Total 6.67
 Distributes bi-annually. To the extent that the total expenses exceed the income earned in the form of dividends and interest, the Fund will not make a distribution.

Annual management fee:

The annual management fee rate is dependent on the return of the Fund relative to its benchmark, the FTSE/JSE All Share Index including income (adjusted for Fund expenses and cash flows), over a rolling two-year period. The fee hurdle (above which a fee greater than the minimum fee of 0% is charged) is performance equal to the benchmark minus 15%. For performance equal to the benchmark a fee of 1.5% (excl.VAT) per annum is payable. The manager's sharing rate is 10% of the under- and outperformance of the benchmark over a rolling two-year period and a maximum fee of 3% (excl.VAT) applies.

COMMENTARY

What a difference a year can make! Just one year ago, the FTSE/JSE All Share Index (ALSI) was trading just above 18 000 points and you needed about R10.50 to buy US\$1. Today the ALSI is trading around 28 000 points and you need only about R7.50 to buy US\$1.

This means that an investor who was brave and smart enough to buy the South African market one year ago despite the overwhelmingly negative sentiment at the time would have doubled his/her money in US dollar terms in a year. It is a great irony (but also self-evident) that most investors would have found it incredibly difficult to buy shares then, but find it much 'easier' to buy shares today when the prevailing consensus is that the worst of the credit crisis and recession is behind us and that massive global monetary and fiscal stimulus have saved the day.

The memories of the investing public seem to be short. After fleeing any investment perceived as 'risky' in 2008, they have been chasing 'risk' again in 2009. For example, foreign investors have been net buyers of R22.5 billion of shares on the JSE over the last six months, during which time the ALSI has traded at an average level of US\$3 515. Over the same six month period a year ago (September 2008 to February 2009) they were net sellers of R40.2 billion of shares on the JSE, during which time the ALSI traded at an average level of US\$2 240.

It seems that the global 'risk trade' is currently driving up the South African stock market and the value of the rand, but as we learned in late 2008, the door is narrow should all the foreigners choose to leave at the same time.

Although the Fund has delivered a very strong absolute return over the last 12 months, it has lagged its benchmark considerably over this short period. The Fund's positions in 'rand-hedge' shares have struggled under the twin burdens of a strong rand and rising local costs and have significantly detracted from the Fund's relative performance over the last 12 months. We have been selectively adding to the Fund's exposure to the 'rand-hedge' shares as they have become more attractively priced (see last month's fact sheet for a discussion on Sasol). We believe that the probabilities are weighted towards a weaker rand over the long term.

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EQUITY FUND

TOP 10 SHARE HOLDINGS¹

Company	% of portfolio
SABMiller	10.8
British American Tobacco Plc	10.2
Sasol	8.6
Anglogold Ashanti	7.2
Remgro	6.7
Sanlam	5.1
MTN Group Limited	4.7
Mondi Plc	3.8
Compagnie Fin Richemont SA	3.6
Sappi	3.2

¹ Top 10 share holdings at 31 December 2009. Updated quarterly.

TOTAL EXPENSE RATIO FOR THE YEAR ENDED 31 DECEMBER 2009²

Total expense ratio	Included in TER			
	Trading costs	Performance component	Fee at benchmark	Other expenses
3.09%	0.13%	1.24%	1.71%	0.01%

² 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 December 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.

SECTOR ALLOCATION AT 31 DECEMBER 2009³

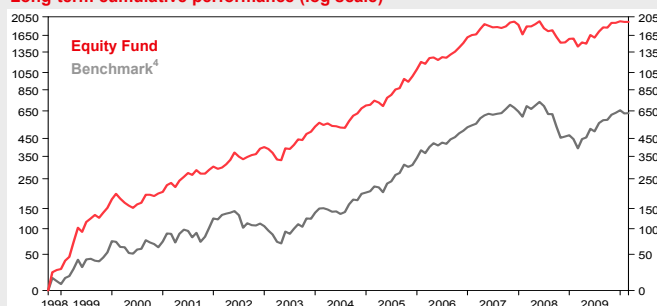
Sector	% of portfolio	ALSI
Oil & gas	8.6	5.0
Basic materials	22.9	40.0
Industrials	8.8	6.1
Consumer goods	28.9	12.8
Healthcare	2.1	1.8
Consumer services	4.9	8.0
Telecommunications	4.7	6.8
Financials	13.3	19.0
Technology	3.0	0.6
Fixed interest/Liquidity	2.3	-
Other	0.4	-

³ The 'Sector Allocation' table is updated quarterly.

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)	1 930.3	630.4
Latest 10 years (annualised)	21.9	16.2
Latest 5 years (annualised)	19.3	17.9
Latest 3 years (annualised)	4.7	4.1
Latest 1 year	31.8	48.3
Risk measures (Since inception month end prices)		
Maximum drawdown ⁵	-31.3	-45.4
Percentage positive months	65.7	60.6
Annualised monthly volatility	18.1	19.8

⁴ FTSE/JSE All Share Index including income. Source: I-Net Bridge, performance as calculated by Allan Gray as at 28 February 2010.

⁵ Maximum percentage decline over any period.