

# KAGISO ISLAMIC EQUITY FUND

CLASS A as at 31 July 2009

**KAGISO**  
Asset Management

<b>Fund category</b>	Domestic - Equity - General
<b>Fund description</b>	Aims to provide steady capital growth and a total portfolio return that is better than the average domestic equity fund.
<b>Launch date</b>	13 July 2009
<b>Portfolio manager/s</b>	Abdulazeez Davids

<b>Fund size</b>	R 1.80 million
<b>NAV</b>	106.85 cents
<b>Benchmark</b>	Domestic Equity General Funds Mean

## PORTFOLIO DETAIL

### EFFECTIVE ASSET ALLOCATION EXPOSURE

Sector	31 Jul 2009
<b>Domestic Assets</b>	<b>100.00%</b>
<b>Equities</b>	<b>94.86%</b>
Oil & Gas	8.93%
Basic Materials	36.91%
Industrials	2.90%
Consumer Goods	18.28%
Health Care	5.34%
Consumer Services	5.49%
Telecommunications	14.12%
Technology	2.89%
<b>Preference Shares &amp; Other Securities</b>	<b>4.45%</b>
<b>Cash</b>	<b>0.69%</b>

### TOP 10 HOLDINGS

As at 31 Jul 2009	% of Fund
MTN Group Ltd	11.06%
Sasol Limited	8.93%
Tongaat Hullett Ltd	7.59%
CIPLA MEDPRO SOUTH AFRICA LIMITED	5.34%
TRANS HEX GROUP LIMITED	5.06%
Mondi Plc	4.75%
AECI Ltd	4.69%
NEW GOLD ISSUER LTD	4.45%
Arcelormittal SA Ltd	4.10%
Tiger Brands Ltd	3.98%
<b>Total</b>	<b>59.94%</b>

### MARKET COMMENTARY

The FTSE/ SE All Share index gained 10.1% in July 2009 in local currency terms, mainly due to impressive gains in Consumer Goods (+15.2%), Basic Materials (+10.6%), Financials (+10.2%) and Consumer Services (+10%).

Meanwhile, Oil & Gas (+3%) was the worst performing sector in July 2009, followed by Industrials (+7.1%), Technology (+7.6%), Telecommunications (+7.8%) and HealthCare (+9.5%).

Encouragingly, all sectors posted positive returns in July 2009. The Kagiso Islamic Equity Fund was launched on 13 July 2009 at 100c and the fund closed the month at 106.85c, a gain of 6.8% after two weeks of trading. We hereby remind investors of our launch offer of a 50% reduction in the annual management fee for early investors until 13 September 2009

### SHARIAH ADVISORY AND SUPERVISORY BOARD

The Kagiso Islamic Equity Fund has its own Shariah supervisory board of advisors and is headed up by Sheigh Mohammad Tauha Karaan, principal of Darul 'Ulum Arabiyya wal Islamiyya.

#### Members:

Sheigh Mohammad Tauha Karaan, Mufti Zubair Bayat, Mufti Ahmed Suliman

### INVESTOR PROFILE

- The fund is suitable for Muslim investors seeking a Shariah compliant portfolio of South African equity.
- Investors who are in their wealth accumulation phase and require little investment income in the short term.
- Investors seeking exposure to the domestic equity market.
- Investors who are able to withstand short term market fluctuations in pursuit of maximum capital growth over the long term.

### FEES (excl. VAT)

Initial Fee*	Kagiso: 0.00%
Annual Management Fee**	1.00%

\* A portion of Kagiso's annual management fee may be paid to administration platforms like LISP's as a payment for administrative and distribution services.

### Total Expense Ratio (TER)<sup>2</sup>

As this is a recently launched fund, the TER cannot be accurately determined and will be in line or higher than the quoted annual management fee.

### Advice Costs (excluding VAT)

- Initial and ongoing advice fees may be facilitated on agreement between the Client and Financial Advisor.
- An initial advice fee may be negotiated to a maximum of 3% and is applied to each contribution and deducted before investment is made.
- Ongoing advice fees may be negotiated to a maximum of 1% per annum (if initial advice fee greater than 1.5% is selected, then the maximum annual advice fee is 0.5%), charged by way of unit reduction and paid to the Financial Advisor monthly in arrears. This annual advice fee is not part of the normal annual management fee as disclosed above.
- Where commission and incentives are paid, these are included in the overall costs.

Unit trusts should be considered a medium- to long-term investment. The value of units may go down as well as up. Past performance is not necessarily an indication of future performance. Unit trusts are traded at ruling prices and can engage in scrip lending and borrowing. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. Instructions must reach the Management Company before 2pm (12pm for the Money Market Fund) to ensure same day value. Fund valuations take place at approximately 15h00 each business day and forward pricing is used. The manager is a member of ASISA. Performance is quoted from Morningstar as at 31 July 2009 for a lump sum investment using Class A NAV prices with income distributions reinvested. Performance figures are quoted after the deduction of all costs incurred within the fund. <sup>2</sup>The TER is calculated as a percentage of the average NAV of the portfolio incurred as charges, levies and fees in the management of the portfolio for a rolling 12-month period to end June 2009. A higher TER ratio does not necessarily imply a poor return nor does a low TER imply a good return. The current disclosed TER cannot be regarded as an indication of future TER's. Coronation Management Company Ltd is a registered collective investment scheme management company, providing hosting and other administrative services for unit trust funds, including Kagiso Funds.

**CORONATION**  
FUND MANAGERS