

Kagiso Top 40 Tracker Fund

as at 30 June 2011

Performance and risk statistics¹

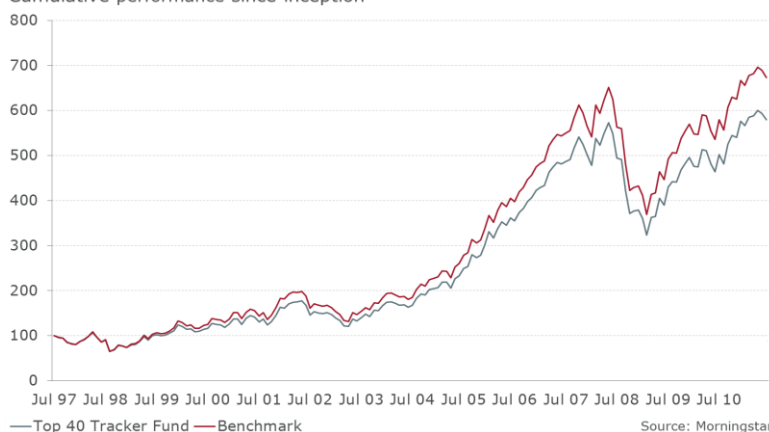
	Fund	Benchmark	Outperformance
1 year	24.7%	25.7%	-1.0%
3 years	1.8%	2.5%	-0.7%
5 years	9.9%	10.7%	-0.8%
Since inception	13.5%	14.7%	-1.2%

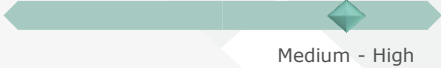
All performances annualised

	Fund	Benchmark
Annualised deviation	21.7%	22.5%
Sharpe ratio	0.1	0.2
Maximum gain*	36.5%	37.4%
Maximum drawdown*	-43.6%	-43.4%
% Positive months	58.1%	58.1%

*Maximum % increase/decline over any period

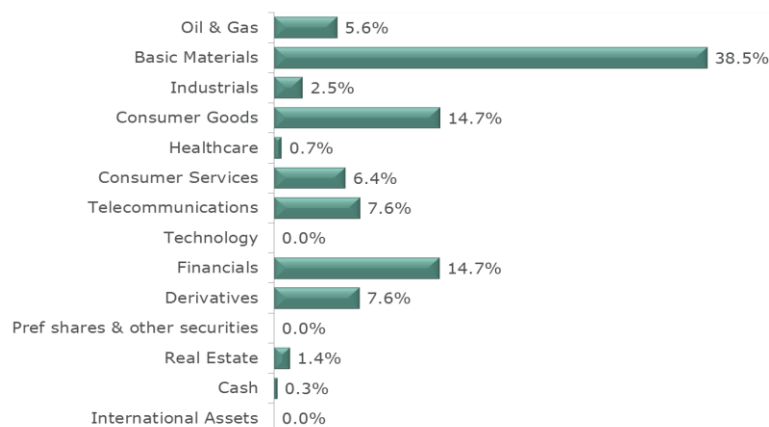
Cumulative performance since inception



Portfolio manager	Aslam Dalvi
Fund category	Domestic - Equity - Large Cap
Fund objective	To track the movements and replicate the performance of the FTSE/JSE Top 40 Index over time.
Risk profile	 Medium - High
Suitable for	Investors who are seeking to own the entire stock selection of the JSE/FTSE Top 40 at a low cost, and who seek long-term capital growth with no short-term income requirements. Investors would be able to withstand short-term market fluctuations in pursuit of maximum capital growth over the long term.
Benchmark	FTSE/JSE Top 40 Index
Launch date	1 August 1997
Fund size	R67.6 million
NAV	3869.79 cents
Distribution dates	30 June, 31 December
Last distribution	30 June 2011: 31.88 cpu
Minimum investment	Lump sum: R5 000; Debit order: R500
Fees (excl. VAT)²	Initial fee: 0.00% Annual management fee: 0.50%
TER³	0.73% per annum

Unconventional thinking. Superior performance

Effective asset allocation exposure



Top ten holdings

	% of fund
BHP Billiton	14.2
Anglo American	11.1
SABMiller	7.5
MTN	6.7
Richemont	5.7
Sasol	5.6
Standard Bank	3.9
Naspers	3.8
Impala Platinum	2.8
Anglogold Ashanti	2.7
Total	64.1

The Kagiso unit trust range is offered by Kagiso Collective Investments Limited ('Kagiso') registration number 2010/009289/06, a member of the Association for Savings and Investment SA (ASISA). Unit trusts are generally medium- to long-term investments. The value of units may go down as well as up and 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. Unit trust prices are calculated on a net asset value (NAV) basis, which is the total value of assets in the portfolio including any income accruals and less any permissible deductions (brokerage, Uncertificated Securities Tax, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio, divided by the number of units in issue. Instructions must reach Kagiso Collective Investments before 14:00 to ensure same day value. Fund valuations take place at approximately 15:00 each business day and forward pricing is used.

¹ Performance is quoted from Morningstar as at month-end 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.

² A schedule of maximum fees and charges is available on request from us. Fees and incentives may be paid, and if so, are included in the overall costs.

³ 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 2011. 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.

Commentary

World markets had a lacklustre quarter with the MSCI World Index closing up 0.7%. Weaker economic data, concerns around the Eurozone debt crisis and increasing risk aversion saw developed markets generally outperform their emerging market counterparts. In dollar terms, the S&P 500 and FTSE 100 ended the quarter in positive territory (up 0.1% and 1.7% respectively), while key emerging markets such as China (down 1.7%), Brazil (down 5.3%) and Russia (down 5.4%) were weaker.

Commodity prices were generally weaker with the exception of gold which ended the quarter up 4.8% in dollar terms. The local currency was broadly unchanged and closed at R6.76 to the dollar.

In line with other emerging markets, the FTSE/JSE All Share Index closed the quarter down 0.6%. The FTSE/JSE Resources Index ended in negative territory (down 5.8%), with lower commodity prices and renewed uncertainty around global growth all weighing heavily on the index. In contrast to the weaker resource counters, the local financial and industrial counters had a good quarter, supported to some extent by a surprisingly robust consumer environment. The FTSE/JSE Industrial Index and FTSE/JSE Financial Index ended up 3.7% and 1.3% respectively.

Index changes over the quarter saw the fund trading frequently, but despite this, it continued to closely track its benchmark, the FTSE/JSE Top 40 Index, which ended the quarter down 1.3%.

Portfolio manager
Aslam Dalvi