

Performance and risk statistics¹

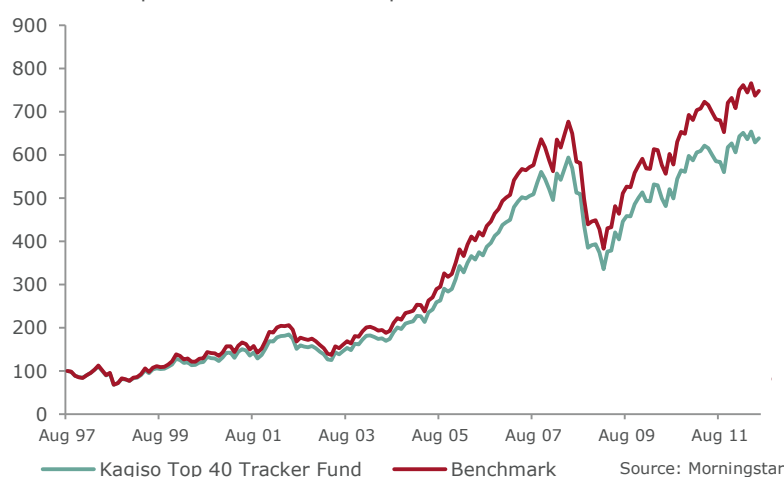
	Fund	Benchmark	Outperformance
1 year	6.4%	7.1%	-0.7%
3 years	16.4%	17.3%	-0.9%
5 years	5.1%	5.8%	-0.8%
Since inception	13.0%	14.2%	-1.2%


All performances annualised

	Fund	Benchmark
Annualised deviation	21.3%	22.1%
Sharpe ratio	0.1	0.2
Maximum gain*	36.5%	37.4%
Maximum drawdown*	-43.6%	-43.4%
% Positive months	57.9%	57.9%

*Maximum % increase/decline over any period

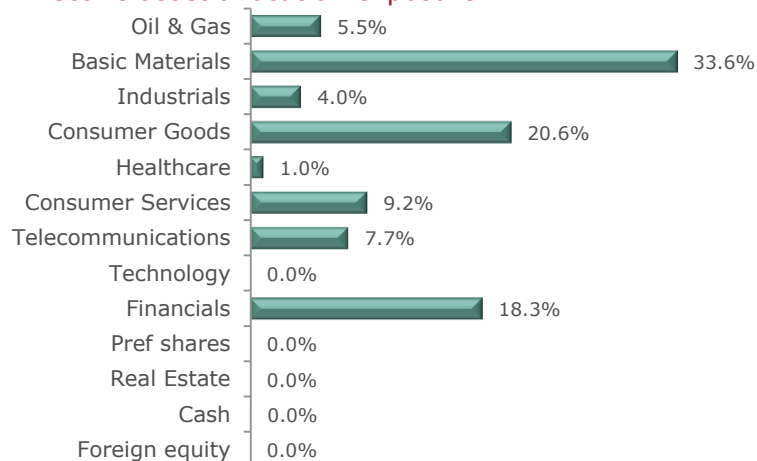
Cumulative performance since inception



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	R68.2 million
NAV	4027.19 cents
Distribution dates	30 June, 31 December
Last distribution	30 June 2012: 65.78 cpu
Minimum investment	Lump sum: R5 000; Debit order: R500
Fees (excl. VAT)²	Initial fee: 0.00% Financial adviser fee: max 3.00% Ongoing advice fee: max 1.00% pa Annual management fee: 0.50%
TER³	0.69% per annum

Unconventional thinking. Superior performance

Effective asset allocation exposure*



* Please note that effective asset allocation exposure is net of derivative positions.

Top ten holdings

Company	% of fund
BHP Billiton	12.3
SABMiller	10.1
Anglo American	9.0
MTN	6.5
Richemont	5.8
Sasol	5.4
Naspers	4.4
Standard Bank	4.3
Firststrand/RMB	3.6
Anglogold Ashanti	2.6
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 and on our website. 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 2012. 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

Global markets ended the quarter lower as weaker than expected economic data and renewed concerns around European growth took centre stage. The S&P 500 in the US ended the quarter down by 3.3%, Japan's Nikkei was down 10.7% and the MSCI Emerging Markets index closed down 8.8% (in US dollar terms).

Against this backdrop the South African equity market held up relatively well at aggregate level in rand terms over the quarter and touched its all-time high during the period. This, however, masks a massive sectoral diversion, with financial and industrial shares strongly up and resources shares continuing to head lower. The weaker currency also supported the market, given the heavy weighting towards rand hedge shares in our market. The currency ended the quarter at 8.14 to the dollar, 6.0% weaker against the US dollar.

Commodity prices weakened over the quarter as global economic data, from China to Europe and the US, was lower than expectations. The oil price fell 21.9% (Brent Crude), and most commodities relevant to South African miners were negative for the quarter, with: copper down 9.2%, gold down 3.8% and platinum down 12.9%.

The FTSE/JSE All Share Index gained 1.0% during the quarter, with considerable sectoral diversion as resources shares (down 3.6%) substantially underperformed industrial (2.6%) and financial shares (4.6%). Foreigners were net buyers of equities again this quarter, with a particular appetite for high yield defensive and consumer stocks.

The fund marginally underperformed its benchmark, the FTSE/JSE Top 40 Index, which closed the quarter up 0.6%. This underperformance was largely due to fees and trading costs incurred as the fund rebalanced to reflect changes in the headline index.

All index changes that occurred during the quarter were timeously acted upon so as to minimise the relative risk in the fund.

Portfolio manager
Aslam Dalvi