

Kagiso Top 40 Tracker Fund

as at 30 June 2014



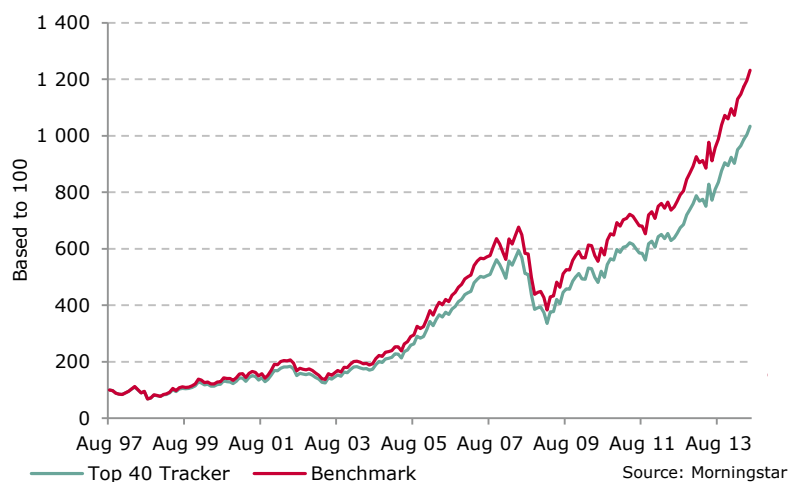
Performance and risk statistics¹

	Fund	Benchmark	Outperformance
1 year	33.9%	35.1%	-1.2%
3 years	19.9%	20.8%	-0.9%
5 years	20.7%	21.6%	-0.9%
10 years	19.8%	20.7%	-0.9%
Since inception	14.6%	15.8%	-1.2%

	Fund	Benchmark
Annualised deviation	20.4%	21.1%
Sharpe ratio	0.3	0.3
Maximum gain*	36.5%	37.4%
Maximum drawdown*	-43.5%	-43.4%
% Positive months	60.1%	60.1%

*Maximum % increase/decline over any period

Cumulative performance since inception



Portfolio manager Aslam Dalvi
Fund category South African - 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 R86.8 million

NAV 6202.68 cents

Distribution dates 30 June, 31 December

Last distribution 30 June 2014: 65.40 cpu

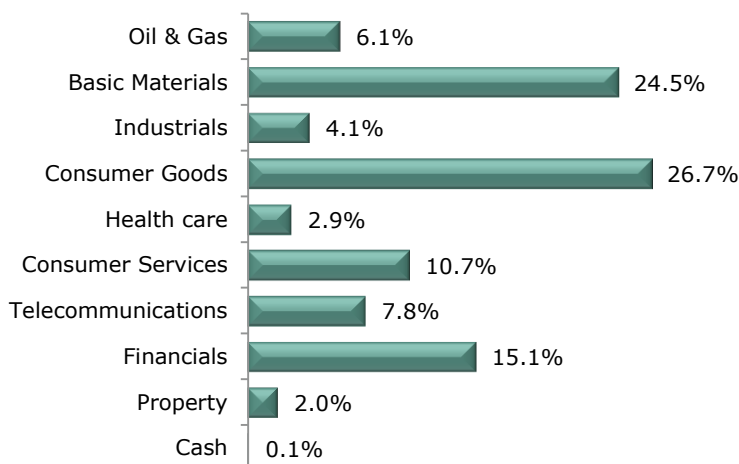
Minimum investment Lump sum: R5 000; Debit order: R500

Fees (excl. VAT) Initial fee: 0.00%
 Financial adviser fee: max 0.00%
 Ongoing advice fee: max 0.25% pa
 Annual management fee: 0.50%

TER² 0.68%

Unconventional thinking.

Effective asset allocation exposure*



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

Top 10 holdings

	% of fund
BHP Billiton	12.0
SABMiller	9.8
Richemont	9.1
Naspers	8.0
MTN	6.5
Sasol	5.7
Anglo American	5.6
British American Tobacco	3.1
Standard Bank	2.9
FirstRand/RMB	2.7
Total	65.4

The Kagiso unit trust fund range is offered by Kagiso Collective Investments Limited (Kagiso), registration number 2010/009289/06, a voting member of the Association for Savings and Investment SA (ASISA). Kagiso is a subsidiary of Kagiso Asset Management (Pty) Limited [a licensed financial services provider (FSP No. 784)], the investment manager of the unit trust funds.

Unit trusts are generally medium to long-term investments. The value of units will fluctuate and past performance should not be used as a guide for future performance. Unit trusts are traded at ruling prices and can engage in scrip lending and borrowing. Exchange rate movements, where applicable, may affect the value of underlying investments. Different classes of units may apply and are subject to different fees and charges. A schedule of the maximum fees, charges and commissions is available upon request. Commission and incentives may be paid, and if so, would be included in the overall costs. All funds are valued and priced at 15:00 each business day and at 17:00 on the last business day of the month. Forward pricing is used. The deadline for receiving instructions is 14:00 each business day in order to ensure same day value.

¹ Performance is quoted from Morningstar as at month-end for a lump sum investment using Class A Net Asset Value (NAV) prices with income distributions reinvested. NAV refers to the value of the fund's assets less the value of its liabilities, divided by the number of units in issue. Performance figures are quoted after the deduction of all costs incurred within the fund. All performances are annualised.

² The Total Expense Ratio (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 2014. 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 TERs.

The fund slightly underperformed its benchmark over the quarter, driven by costs incurred from flows and significant index changes that necessitated trading. The fund continues to closely track its benchmark, the FTSE/JSE Top 40 Index, which closed the quarter up 7.4%.

Economic overview

Global and local equity markets continued their grind higher as global monetary policy developments continued to influence asset prices. The US Federal Reserve left its tapering programme unchanged, the Bank of Japan continued with asset purchases and the European Central Bank cut short-term rates and announced it was looking at quantitative easing-style interventions.

Against this backdrop, global markets delivered a strong performance with the MSCI World Index closing the quarter up 6.2% in dollar terms. Emerging markets were relative outperformers over the quarter with India (+13%), Russia (+11%) and Turkey (+15%) all delivering double digit returns. Developed markets had a solid quarter with the S&P500 and FTSE 100 closing up 5.2% and 5.8% respectively.

In South Africa, the rand ended the quarter only slightly weaker, with the country acting as a relative safe haven in the emerging market context. The crippling five-month platinum sector strike, which came to an end during the quarter, has had broad negative consequences for several sectors of the local economy. NUMSA's subsequent strike in the metals and engineering sector will place further pressure on SA's uncomfortably large current account deficit and economy.

Despite this challenging economic and labour environment, the FTSE/JSE All Share Index continued its impressive run with the local bourse closing the quarter up 7.2%. Industrials and Financials were the best performing sectors with Resources once again the laggards as the strife in the platinum sector continued to weigh on investor sentiment. For the quarter the FTSE/JSE Financials Index was up 7.8%, the FTSE/JSE Industrial index up 9.1% while the FTSE/JSE Resources sector was up 2.9%.

Portfolio manager
 Aslam Dalvi

Key indicators	
Equity markets (total return)	Quarterly change
MSCI World Equity (US Dollar return)	4.2%
MSCI Emerging Market Equity (US Dollar return)	5.6%
FTSE/JSE All Share Index	7.2%
FTSE/JSE Resources Index	2.8%
FTSE/JSE Financials Index	8.7%
FTSE/JSE Industrials Index	9.5%
Commodities and currency	Quarterly change
Platinum (\$/oz)	4.9%
Gold (\$/oz)	3.4%
Brent Crude (\$/barrel)	4.3%
Rand/US Dollar (USD)	0.9%