

## VFPF CPI PLUS 6 Fund of Funds

## MONTHLY FEEDBACK - 31 August 2010

### Portfolio Objective

The portfolio aims to generate positive returns over the short term while beating inflation by six percent over a three-year rolling period. The portfolio will be managed to achieve stable growth and will comply with the Prudential Investment Guidelines at all times.

### Investable Universe of Portfolio

In order to achieve this objective, the assets normally included in the portfolio will consist of assets in liquid form and participatory interests of portfolios of collective investment schemes or other similar schemes in equity, bond, money or property markets, registered in the Republic of South Africa, or portfolios of collective investment schemes or other similar schemes operated in territories with a regulatory environment which is to the satisfaction of the manager and trustee of a sufficient standard to provide investor protection at least equivalent to that in the Republic. The portfolio will predominantly invest in multi-asset class portfolios and is not limited to certain asset classes. The manager will be permitted to invest on behalf of the portfolio in offshore investments as permitted by legislation. The portfolio will aim to achieve a minimum of 60% and a maximum of 75% in equity exposure.

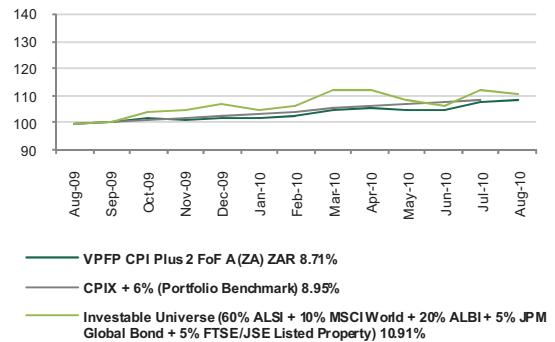
### Portfolio Manager

Celtis Capital - Tom Barlow

### Portfolio Comments

Global markets pulled back during August with the MSCI AC World Index giving up 3.24%. Developed markets led the decline by 3.48% while Emerging Markets fell by 1.72%. The JP Morgan Global Bond Index returned 1.37%. US housing activity indicators continue to disappoint with material declines in new and existing home sales. US weekly jobless claims rose to 500K during the month, the highest level since November 2009. They have since come back slightly. US GDP increased by a revised 1.6% y/y from the previous quarter's 3.7% y/y. Euro Zone GDP rose by 1.7% y/y in Q2 from 0.6% y/y in Q1, the fastest pace in 3 years, driven by gains in Germany and France. Japanese GDP slowed from 4.4% y/y in Q1 to 0.4% y/y in Q2. In China, economic data disappointed, with retail sales, fixed asset investment and industrial production all easing. Domestically, the All Share Index weakened 4.28%, led by a 6.33% decline in resources. Financials gave up 4.25% and Industrials lost 1.37%. The All Bond Index grew 3.11% as foreign portfolio inflows continued to increase to a fresh high of R69bn. The rand weakened by 1.1% to the US dollar amid concerns over the sustainability of the US recovery. Retail Sales continued to accelerate to 7.4%. Kagiso PMI improved slightly, but remained below the key 50 point level at 49.5. CPI continued to improve to 3.7% while PPI eased surprisingly to 7.7%. Q2 GDP disappointed on the downside at 3.2% from 4.6% in Q1. Expectations for a further rate cut at the next MPC meeting in September are growing stronger. We maintain a neutral to slightly underweight position in domestic equity and have sold a small portion of our domestic nominal bond position in order to lock in some of the profits recently seen in the bond market. We have marginally increased our international exposure.

### Investment Performance as at 31 August 2010

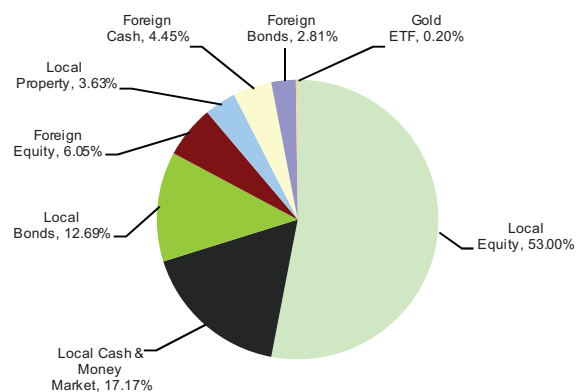


### Portfolio Data

<b>ASISA Classification</b>	Asset Allocation - Prudential High Equity
<b>Portfolio Benchmark</b>	CPIX +6% (after fees)
<b>Type of Portfolio</b>	Retail
<b>Portfolio Size</b>	R 241.6 million
<b>Launch Date</b>	12/05/2008
<b>Inception Date</b>	18/04/2008
<b>Minimum Investment</b>	Lump Sum R 10 000 Monthly R 1 000
<b>Initial Management Fee - Class A</b>	0.00% (incl. VAT)
<b>Annual Management Fee - Class A</b>	0.798% (incl. VAT)
<b>Total Expense Ratio*</b>	1.69%

\* From 01 July 2009 to 30 June 2010

### Asset Allocation as at 31 August 2010



### Risk Classification

Risk	Low	Low-Mod	Mod	Mod-High	High
	Term	1-3mths	3mths-1yr	1-3 yrs	3-5yrs

**Price History**

	31/05/2010	30/06/2010	31/07/2010	31/08/2010
<b>NAV</b>	95.295	95.027	96.148	<b>95.321</b>

**Distribution to Investors (CPU) \*\***

	30/06/2010
<b>Dividend</b>	0.85273
<b>Interest</b>	0.76027
<b>Distribution</b>	<b>1.613</b>

*Distributions take place in June and December*

**DISCLAIMER**

Collective Investment Schemes (CIS) in securities are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future. CIS are traded at ruling prices and can engage in borrowing and scrip lending. The Manager may borrow up to 10% of the market value of a portfolio to bridge insufficient liquidity. Unit trust prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accruals and less any permissible deductions (brokerage, UST, 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. A schedule of fees and charges and maximum commissions is available on request from RMB Unit Trusts Limited ("the Manager"). Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. A Fund of Funds Portfolio only invests in other portfolios of collective investment schemes, which levy their own charges, which could result in a higher fee structure for these portfolios. Figures quoted are from Morningstar, for the period ending **31 August 2010**, for a [lump sum / monthly investment], using NAV-NAV prices with income distributions [reinvested / excluded]. The Manager reserves the right to close certain Portfolios from time to time in order to manage them more efficiently. Different classes of participatory interests apply to certain Portfolios, which are subject to different fees and charges. The Performance Fee Frequently Asked Questions document is available on the website ([www.rmbam.co.za](http://www.rmbam.co.za)). The TER of this class or portfolio will be higher than the quoted service charge of the manager. For the period from **01 July 2009 to 30 June 2010** each TER is the annualized percent of the average Net Asset Value of the portfolio incurred as charges, levies and fees. 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. Certain portfolios or classes include a Performance Fee in the service charge, which forms part of the TER. This report has been prepared and is made available for the benefit of RMB Asset Management clients and accredited financial advisors. The report is for information purposes only and is not to be viewed as an offer to purchase any specific product and is not to be construed as investment advice nor guidance in any form whatsoever. Investors and clients are encouraged to obtain independent professional investment and taxation advice from appropriately accredited financial advisors before investing in any of RMB Asset Management's products. All references to companies and securities are only included for the purposes of illustration. Whilst all care has been taken in the preparation of the information contained herein, no liability or responsibility will be accepted for any losses incurred as a result of acting on the contents of this report.

RMB Unit Trusts Limited's portfolios are valued daily at 15h00. Instructions must reach RMBUT before 13h00 to ensure same day value. RMB Unit Trusts Limited (Reg No.1987/004287/06) (Private Bag 9959, Sandton, 2146) trading as RMB Asset Management is the Manager of the RMB Mutual Fund Scheme, and a member of the Association of Collective Investments. The Standard Bank of South Africa Limited ((PO Box 54, Cape Town, 8000) is the Trustee of RMB Mutual Fund Scheme. RMB Unit Trusts Limited trading as RMB Asset Management is an Authorised Financial Services Provider with FSP license number 10137. Any complaints should be lodged in terms of the Complaints Resolution Policy established in terms of FAIS, a copy of this policy is available at our offices and on request.