

**VFPF CPI Plus 2% Fund of Funds**

**MONTHLY FEEDBACK - 30 April 2008**

**Portfolio Objective**

The portfolio aims to generate positive returns over the short term while beating inflation by two 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 20% and a maximum of 30% in equity exposure.

**Portfolio Manager**

Advantage Asset Managers - Pierre de Klerk

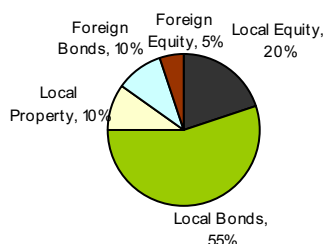
**Portfolio Comments**

The last twelve months have proven to be extremely uncertain times in international investment markets. The "knock on" effect of the US sub-prime into Europe and the broader global markets is now well entrenched. This, in conjunction with global inflationary fears centered on energy and food prices continue to add uncertainty and dissent amongst international interest rate authorities.

Domestically issues related to Eskom and ever rising inflation (CPIX March Year on Year figure now at a 5 year high) dominate the landscape. However, we remain cognisant of the fact that based on long term averages; the JSE currently represents reasonable value and will accordingly continue to monitor global and domestic risk lead indicators.

Looking forward over the next six months we remain concerned about domestic inflationary fears and the current account deficit and have therefore positioned the portfolio in a manner that includes the maximum offshore weighting, albeit marginally overweight fixed interest instruments.

**Asset Allocation as at 30 April 2008**



**Investment Performance as at 30 April 2008**

**Performance returns are not permitted for portfolios less than 1 year old.**

**Portfolio Data**

<b>ACI Classification</b>	Asset Allocation - Prudential Low Equity
<b>Portfolio Benchmark</b>	CPIX +2% (after fees)
<b>Type of Portfolio</b>	Retail
<b>Portfolio Size</b>	-
<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 (TER)</b>	N/A

**Price History**

	Date	Date
<b>Nav</b>	-	-

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

	Month
<b>Dividend</b>	-
<b>Interest</b>	-
<b>Distribution</b>	-

**Risk Classification**

	Low	Low-Mod	Mod	Mod-High	High
<b>Risk</b>					
<b>Term</b>	1-3mths	3mths-1yr	1-3 yrs	3-5yrs	5+yrs