

VPFP CPI Plus 2 Fund of Funds

MONTHLY FEEDBACK - 31 January 2012

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.

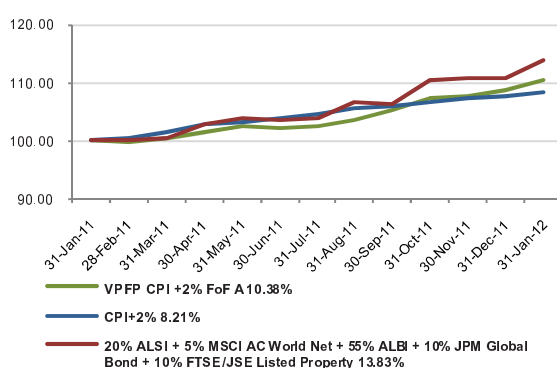
Portfolio Manager

Tom Barlow

Portfolio Comments

Global markets opened on a strong note this year. The MSCI AC World was up by 5.81% led by an 11.34% rally in the Emerging Markets while the Developed Markets gained 5.02%. The Citigroup Global Government Bond Index extended gains by 1.47%. Greece's dilemma of staying in or leaving the EU remains. The latest discussions at the EU summit held on the 30th January revealed a proposal by Germany for Greece to hand over control of its finances to a Eurozone budget commissioner before the newest terms of its bailout are agreed upon. Earlier this month, Standard & Poor downgraded nine Eurozone economies including France. Later, Fitch downgraded Italy, Spain, Belgium, Slovenia and Cyprus citing financial weakness during the debt crisis. The downgrades continued as Egan Jones, an independent ratings company, downgraded Germany from AA to AA- due to all the debt that it is guaranteeing. Yields on Portugal's two-year bonds and ten-year bonds surged to a record 21.4% and 17.28% respectively reflecting fears that the country will probably need a second bailout. US data is looking more positive as US companies report their Q4 earnings – so far 66% beat expectations. The Fed announced that it will keep rates low until 2014. GDP came out at 2.8% for the fourth quarter of 2011 – a respectable headline number; and US unemployment decreased unexpectedly to 8.50%. The local market has also rallied following global markets with gains of 5.65%, led by Resources at 8.10%, Industrials grew 7.51% and Financials increased 6.05%. The All Bond Index added 2.08% and the Rand strengthened 3.45% to the US dollar. We continue to favour offshore equities, and maintain an overweight position in this asset class.

Investment Performance as at 31 January 2012

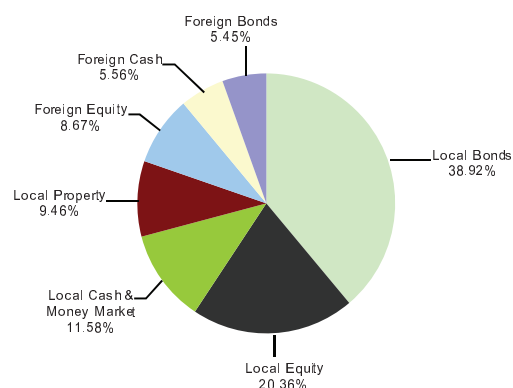


Portfolio Data

ASISA Classification	Asset Allocation - Prudential Low Equity
Portfolio Benchmark	CPI +2% (after fees)
Type of Portfolio	Retail
Portfolio Size	R 736.2 million
Launch Date	12/05/2008
Inception Date	18/04/2008
Minimum Investment	Lump Sum R 10 000 Monthly R 1 000
Initial Management Fee - Class A	0.00% (incl. VAT)
Annual Management Fee - Class A	0.798% (incl. VAT)
Total Expense Ratio*	1.54%

* 01 October 2010 to 30 September 2011

Asset Allocation as at 31 January 2012



Risk Classification

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

Distribution to Investors (CPU) **	
	31/12/2011
Dividend	0.16113
Interest	1.66187
Distribution	1.823

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 Momentum Collective Investments ("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 January 2012, 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 TER of this class or portfolio will be higher than the quoted service charge of the manager. For the period 01 October 2010 to 30 September 2011 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. 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 Momentum Collective Investments 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.

Momentum Collective Investments portfolios are valued daily at 15h00. Instructions must reach Momentum Collective Investments before 13h00 to ensure same day value. Momentum Collective Investments (Reg No.1987/004287/06) (Private Bag 9959, Sandton, 2146). Momentum Asset Management is the Manager of the Momentum Collective Investments Scheme. The Standard Bank of South Africa Limited ((PO Box 54, Cape Town, 8000) is the Trustee of Momentum Collective Investments Scheme.