

Ampersand Momentum CPI Plus 2 FoF

Monthly Feedback – 31 May 2013

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 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 South Africa. The portfolio may 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.

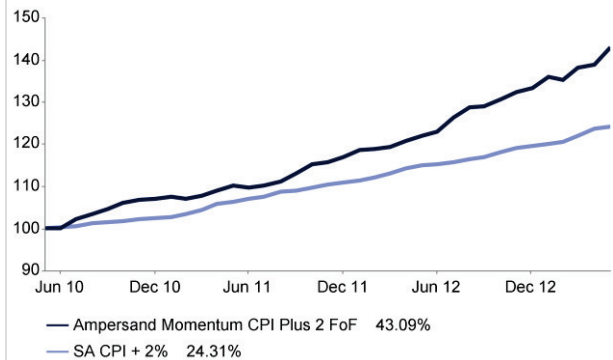
Portfolio Manager

Tom Barlow

Portfolio Comments

The merry month of May surprised many as the rollercoaster investment ride continued. The past month highlighted numerous imbalances in the local and global environment which will have a profound impact on future return; however the party remains in full swing and equity assets remain the hottest asset around. We are definitely in "risk on" mode. Fundamentals have left the building – this is the only way to describe current market conditions. Markets go up on bad, good and even no news. In this environment, where central banks collude and conspire, emotions are running wild, driving certain markets to levels of profound euphoria and others to the doldrums of destruction. One of the best illustrations of this insanity has been the rand. The volatility of the rand had a profound affect all local assets. The rand lost 11.99% to the USD, breaking through the critical R10/US dollar level. The local equity market experienced significant support from the weaker rand. The JSE All Share returned 8.51%. Resources gained 12.15% and Industrials faired reasonably well. Financials were hit with bad debt concerns and general concerns over consumer debt levels. The interest rate environment was extremely volatile on the back of the weaker rand and global yield volatility. Global economic growth remained subdued and rumours around possible US FED stimulus withdrawals spooked the market significantly, causing bonds to lose 4.64%. Globally, the All Country World Index lost 0.27% in USD terms. Global bonds also remained under pressure, losing 3.37%. Uncertainty in markets remains high, but we remain cautiously optimistic due to a disciplined and proven investment approach. We maintain our overweight offshore equity position, while being marginally underweight local equity, underweight bonds and overweight income-enhancing strategies.

Investment Performance as at 31 May 2013

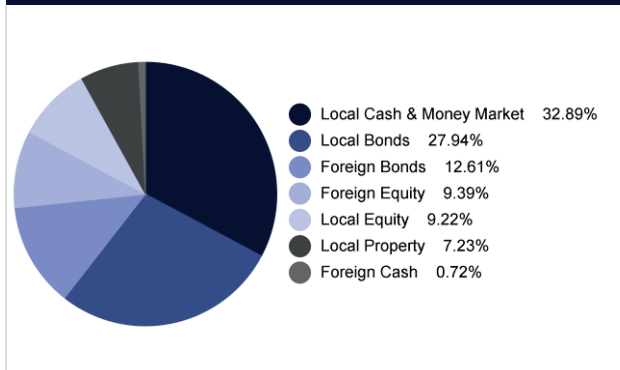


Portfolio Data

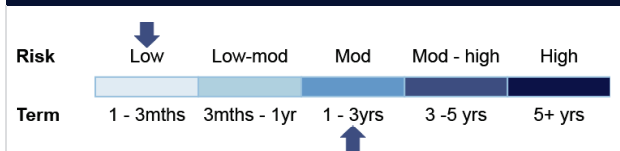
ASISA Classification	SA - Multi Asset - Low Equity
Portfolio Benchmark	CPI + 2% (after fees)
Type of Portfolio	Retail
Portfolio Size	R 1.12 billion
Launch Date	12 May 2008
Minimum Investment	Lump Sum R 10,000 Monthly R 1,000
Initial Management Fee – Class A	0.00% (incl. VAT)
Annual Management Fee – Class A	0.798% p.a. (incl. VAT)
Total Expense Ratio* – Class A	1.67%

* 01 April 2012 to 31 March 2013

Asset Allocation as at 31 May 2013



Risk Classification



Distribution to Investors (CPU)				
	Dividend	Interest	Total	Yield %
Dec`11	0.161	1.662	1.823	1.692
Mar`12	0.029	0.955	0.984	0.872
Jun`12	0.173	0.819	0.992	0.868
Dec`12	0.145	1.117	1.262	1.082

Distribution takes place Semi-annually : June, December

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