

Ampersand Momentum CPI Plus 2 FoF

Monthly Feedback – 31 July 2014

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.

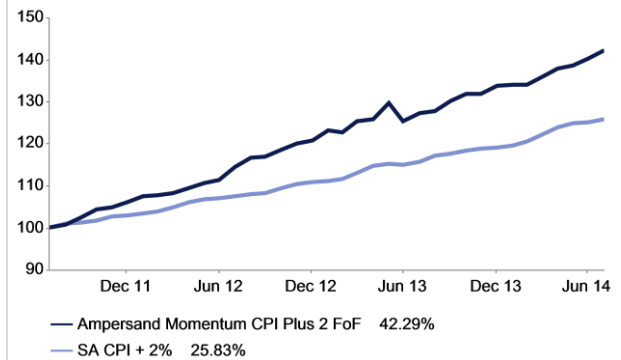
Portfolio Manager

Tom Barlow

Portfolio Comments

This month global markets retracted marginally with the MSCI World Index declining by 0.5%, while global bonds declined by 0.1%, in rand terms. The rand weakened by 0.7% against the US dollar, ending the month at R10.70/US\$. China saw a slight uptick in GDP to 7.5% from 7.4% in the previous quarter. This was the first sign of growth in 3 quarters as China's stimulus efforts seem to be making an impact. US unemployment saw a decrease of 20 bps to 6.1%. GDP surged to 4.0% in Q2 2014 from the disappointing -2.1% (a revision from -2.9%) in Q1 2014. The Fed continued to taper their QE program by US\$10 billion at this month's FOMC meeting. The interest rate remained unchanged. UK unemployment marginally decreased in line with expectations. CPI increased from 1.5% to 1.9%, surprising on the upside. The highest contributors to this uptick were the increase in alcohol and tobacco (5%), housing costs (3.2%) and clothing and footwear (2.4%). The JSE All Share index and All Bond index both saw marginal gains this month, rising 0.9% and 1.0% respectively. Most sectors contributed to this positive performance. Basic Materials (+5.8%) led gains, with Resources (+4.8%), Financials (+1.2%) and Industrials (1.4%) performing positively. We still believe that there are opportunities in the current global economic environment. On that note we have recently decreased our nominal fixed interest exposure in favour of local listed property. We view listed property as a better alternative income enhancer as well as a diversifier and inflation hedge within the portfolios.

Investment Performance as at 31 July 2014

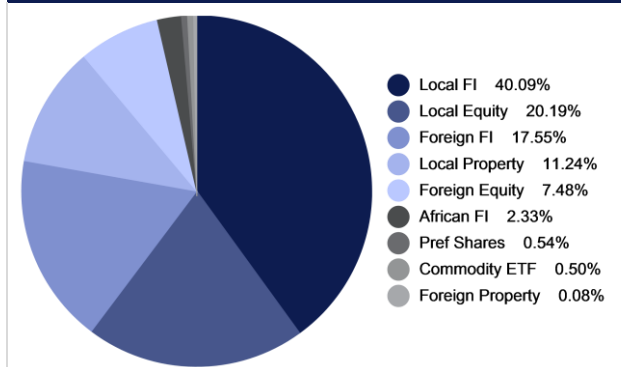


Portfolio Data

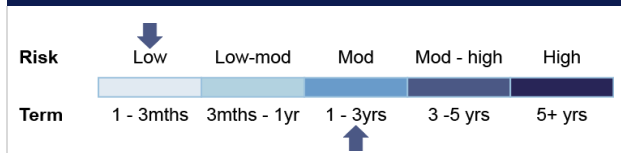
ASISA Classification	SA - Multi Asset - Low Equity
Portfolio Benchmark	CPI + 2% (after fees)
Type of Portfolio	Retail
Portfolio Size	R 1.20 billion
Launch Date	12 May 2008
Minimum Investment	Lump Sum R 10 000 Monthly R 1 000
Initial Management Fee (Class A)	0.00% (incl. VAT)
Annual Management Fee (Class A)	0.798% p.a. (incl. VAT)
Total Expense Ratio* (Class A)	1.44%

* 01 April 2013 to 31 March 2014

Asset Allocation as at 31 July 2014



Risk Classification



Distribution to Investors (CPU)				
	Dividend	Interest	Total	Yield %
Dec`12	0.145	1.117	1.262	1.082
Jun`13	0.219	1.582	1.801	1.438
Dec`13	0.097	1.528	1.625	1.268
Jun`14	0.153	1.504	1.657	1.227

Distribution takes place **Semi-annually** : June, 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. All CIS are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from the Momentum Collective Investments (RF) (Pty) Ltd. Commission may be paid and if so, would be included in the overall costs. A Fund of Funds portfolio is a portfolio that invests in portfolios of collective investment schemes, which levy their own charges, which could result in a higher fee structure for these portfolios. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Momentum Collective Investments (RF) (Pty) Ltd reserves the right to close and reopen certain portfolios from time to time in order to manage them more efficiently. The Fund may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Different classes of participatory interests apply to certain portfolios, which are subject to different fees and charges. Momentum Collective Investments (RF) (Pty) Ltd's portfolios are valued daily at 08h30. Instructions must reach Momentum Collective Investments (RF) (Pty) Ltd before 14h00 to ensure same day value.

Performance figures quoted are from Morningstar, as at the date of this factsheet, for a lump sum investment, using NAV-NAV prices with income distributions reinvested. CPI/Inflation figures are lagged by one month.

For the period from 01 April 2013 to 31 March 2014 the Total Expense Ratio (TER) is the percentage of the average Net Asset Value (NAV) of the portfolio incurred as charges, levies and fees related to the management of the portfolio. A higher TER 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.

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