

Ampersand Momentum CPI Plus 2 FoF

Monthly Feedback – 31 January 2015

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.

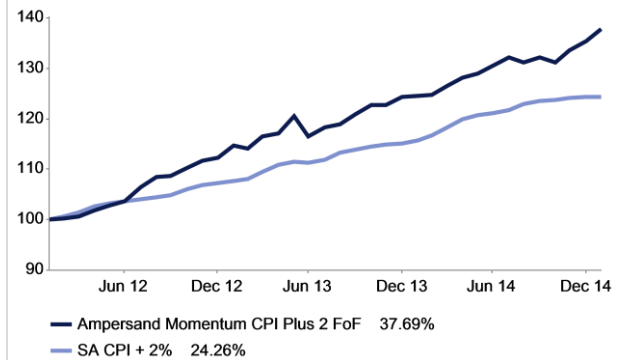
Portfolio Manager

Tom Barlow

Portfolio Comments

Global equity markets lost further ground in January. The MSCI AC World Index lost 1.0% in rand terms, enhanced by a marginally weaker rand/US dollar exchange rate (+0.5%). Global bonds gained 0.9%. EU CPI fell into deflationary territory in December (-0.2% y/y), largely driven by falling energy prices. This is the lowest level since the global financial market crisis in 2009. The ECB later announced the start of an outright Asset Purchase Programme (QE), including the purchase of government bonds. The IMF have revised their world growth forecast down by 0.3% for both 2015 and 2016 across most developed and emerging economies, except in the US. Oil continued its descent until halfway through the month when prices began slowly rising again (due to concerns of falling production), ending the month just below \$50/barrel. Local CPI declined sharply to 5.3% y/y from 5.8% y/y on the back of lower petrol and food prices. Interest rates were left unchanged by the SARB (at 5.75%), and are set to remain on hold in the coming months unless core inflation (CPI excluding food, fuel and electricity) falls meaningfully (currently 5.7% y/y). The All Share Index gained 3.1% with Financials powering ahead (+4.5%). Industrials gained +3.2% and Resources, although still lagging, grew 1.2%. Bonds yields fell sharply, leading to an impressive return from local bonds (+6.5%). Local Listed Property remained the most impressive winner, returning +7.4% for the month. We remain cautiously optimistic but well diversified. After a 6 year bull market, downside risks to performance are on the rise. However we continue to seek opportunities for performance enhancement and as such we are the process of increasing our listed property exposure, both locally and globally, with the view to capitalise on short terms gains.

Investment Performance as at 31 January 2015

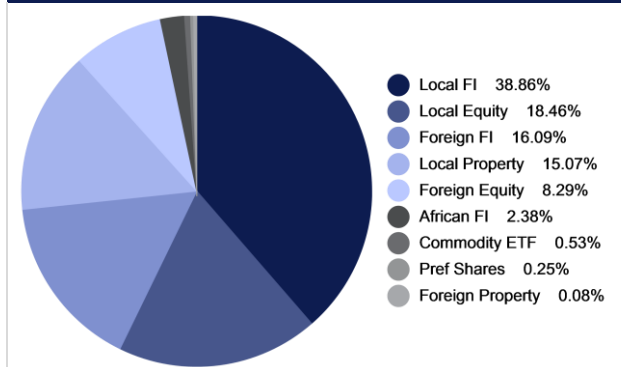


Portfolio Data

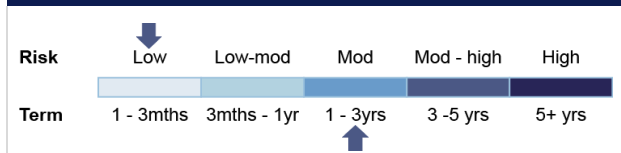
ASISA Classification	SA - Multi Asset - Low Equity
Portfolio Benchmark	CPI + 2% (after fees)
Type of Portfolio	Retail
Portfolio Size	R 1.25 billion
Launch Date	12 May 2008
Minimum Investment	Lump Sum R 10,000 Monthly R 1,000
Initial Management Fee (Class A)	0.00% (incl. VAT)
Annual Management Fee (Class A)	0.798% p.a. (incl. VAT)
Total Expense Ratio* (Class A)	1.59%

* 01 October 2013 to 30 September 2014

Asset Allocation as at 31 January 2015



Risk Classification



Distribution to Investors (CPU)				
	Dividend	Interest	Total	Yield %
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
Dec`14	0.447	0.957	1.404	1.002

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 October 2013 to 30 September 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. Momentum Collective Investments (RF) (Pty) Ltd is the Manager of the Momentum Collective Investments Scheme, and a full member of the Association for Savings and Investment SA. The Standard Bank of South Africa Limited (PO Box 54, Cape Town, 8000) is the Trustee of Momentum Collective Investments Scheme. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, Momentum Collective Investments (RF) (Pty) Ltd does not accept any responsibility for any claim, damages, loss or expense, howsoever arising, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing with or in any of Momentum Collective Investments (RF) (Pty) Ltd's product.

FAIS Conflict of Interest Disclosure: Please note that in most cases where the Financial Services Provider (FSP) is a related party to Ampersand Asset Management and/or Momentum, Ampersand Asset Management and/or the distributor earns additional fees apart from the FSP's client advisory fees. It is the FSP's responsibility to disclose additional fees to you as the client.