

VFPF CPI PLUS 4% Fund of Funds

MONTHLY FEEDBACK - 31 AUGUST 2008

Portfolio Objective

The portfolio aims to generate positive returns over the short term while beating inflation by four 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 South Africa. 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 40% and a maximum of 50% in equity exposure.

Portfolio Manager

Advantage Asset Managers - Pierre de Klerk

Portfolio Comments

Global markets continued their volatile nature as investors continued to grapple with whether the oil price and broader commodities will continue lower and remain low. This potential change was reflected in the trading on the currency markets and sectoral rotation in the global equity markets. The effect of what started as a US housing slump is now being firmly entrenched in asset prices across the world. It would seem that the ability to establish a base of the current global economic difficulties seems some way out.

The decline in commodity prices was reflected in our domestic market with the JSE All Share Index posting a loss of just over 3%. The financial and property sectors however showed strong performances with the Resource Index declining 8%.

Our risk diversification strategy continued to serve the VFPF Funds well during August. We are convinced that the current economic and market conditions requires us to remain focused on risk management with a clearer investment environment potentially emerging in the first quarter of 2009.

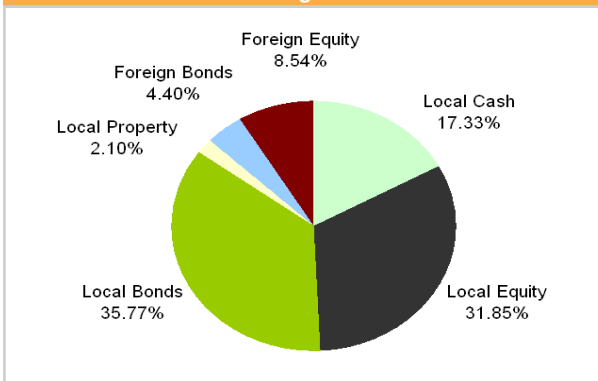
Investment Performance as at 31 August 2008

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

Portfolio Data

| | |
|-----------------------------------------|---------------------------------------------|
| ACI Classification | Asset Allocation - Prudential Medium Equity |
| Portfolio Benchmark | CPIX +4% (after fees) |
| Type of Portfolio | Retail |
| Portfolio Size | R 314.4 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 (TER) | N/A |

Asset Allocation as at 31 August 2008



Price History

| | 31/05/08 | 30/06/08 | 31/07/08 | 31/08/08 |
|------------|----------|----------|----------|---------------|
| NAV | 99.080 | 96.700 | 95.990 | 97.950 |

Distribution to Investors (CPU) **

| | 30/06/2008 |
|---------------------|-------------|
| Dividend | - |
| Interest | 0.01 |
| Distribution | 0.01 |

Distributions take place in June and December

Risk Classification

| | | | | | |
|-------------|---------|-----------|---------|----------|--------|
| | ▼ | | | | |
| Risk | Low | Low-Mod | Mod | Mod-High | High |
| | | | | | |
| Term | 1-3mths | 3mths-1yr | 1-3 yrs | 3-5yrs | 5+yr s |
| | ▲ | | | | |