

VFPF CPI PLUS 4% Fund of Funds

MONTHLY FEEDBACK - 30 June 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

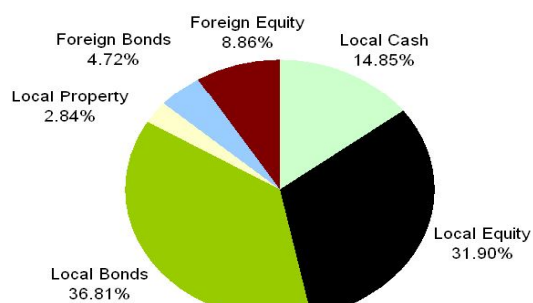
Advantage Asset Managers - Pierre de Klerk

Portfolio Comments

The month of June was again characterized by a rising oil price and increased fear of global inflation. During this time equity and fixed interest prices have continued to be under pressure. There have been very few areas to protect clients other than selected resource stocks, inflation linked bonds and cash with the All Bond Index down 1,65% and the JSE All Share down 4,48% over the month.

The portfolios have continued to apply stringent risk management procedures and are materially overweight inflation linked bonds and have moved overweight cash relative to property during the period. We remain cognisant of equity prices, particularly the relative pricing within the JSE sectors but prefer to protect our clients in the short term through utilizing inflation linked-bonds and cash relative to property and remain benchmark neutral equities.

Asset Allocation as at 30 June 2008



Investment Performance as at 30 June 2008

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

Portfolio Data

ACI Classification	Asset Allocation - Prudential Low Equity
Portfolio Benchmark	CPIX +4% (after fees)
Type of Portfolio	Retail
Portfolio Size	R 176.2 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 (TER)	N/A

Price History

	31/05/2008	30/06/2008
NAV	99.080	96.700

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+yrs