

VUNANI DOMESTIC PASSIVE EQUITY FUND [SWIX]

April 2012

Inception date 28 February 2006

Fund size R741,924,912

Benchmark

FTSE/JSE Shareholder Weighted All Share Index (SWIX)

Risk profile

cons

mod

aggr

FUND INFORMATION

OBJECTIVE

The objective of the fund is to deliver performance in line with the SWIX subject to a tracking error of less than 0.4% (annualized).

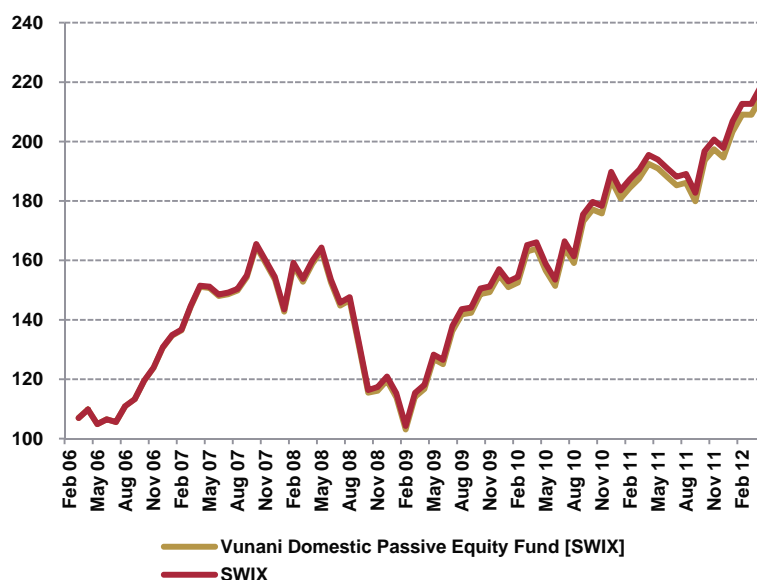
APPLICATION

This is a low tracking error, fully invested equity fund. This fund is suitable as a building block within the framework of any large fund and can also be used as a stand-alone portfolio. The aim of the fund is to capture the characteristics of the SA equity market.

DESCRIPTION

Full replication is our preferred approach but we pay considerable attention to liquidity and apply stratification if required. Upcoming corporate actions and index rebalances are closely monitored to ensure optimal rebalancing of your fund. Cash flows, including dividends and client cash inflows and outflows, are carefully managed to ensure as much equitisation as possible, for maximum exposure of your fund, hence minimal tracking error. Transaction costs are also minimized, at least by ensuring best price and execution from our brokers.

GROWTH OF YOUR INVESTMENT



FUND MANAGEMENT



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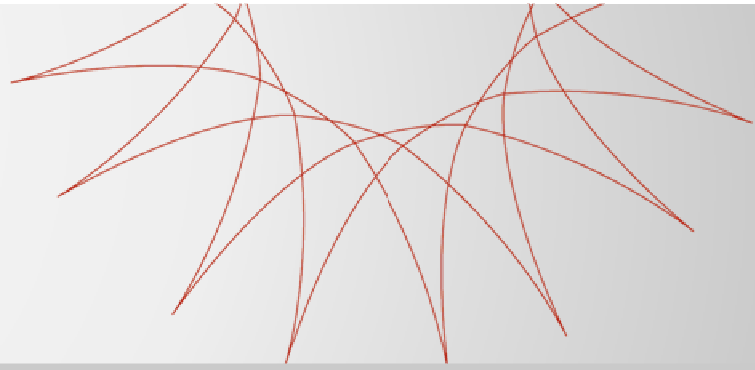
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FUND MANAGEMENT COMMENT

With the US continuing to grow at a tepid pace, investors are waiting to see how aggressive China will be in reflation whilst the Eurozone grapples with an escalation of challenges. The US economy continues its grind towards some level of normalised growth. Even though the recovery is now some 34 months old, it feels like many parts of the country are still in recession. On the domestic front, clear evidence of a more robust recovery is emerging. Credit demand is surging to a level of 16% yoy if mortgages are eliminated from the mix, whilst unsecured credit continues to expand at levels in excess of 30% yoy. Inflation, for now, remains subdued as the ZAR USD exchange rate stays relatively firm and food prices decline.

With respect to the domestic financial market, for the month of April, the FTSE/JSE Shareholder Weighted All Share Index (SWIX) returned 2.7%, with Resources, Financials and Industrials returning 2.8%, 2.2% and 3.7% respectively. We are pleased to report that this fund delivered a return of 2.7% for the month, with an annualised tracking error to the SWIX of 0.1% (over the last twelve months), well within its mandated limit of 0.5%.



RISK AND RETURN STATISTICS to 30 April 2012

PERFORMANCE

	FUND	BENCHMARK
Month	2.7%	2.7%
1 Year	11.5%	11.8%
3 Years*	22.5%	22.8%
Since inception*	13.2%	13.5%
Year to date	10.3%	10.4%

* annualised

CALENDAR YEAR RETURNS

Year	FUND	BENCHMARK
2011	4.1%	4.3%
2010	20.6%	20.9%
2009	29.7%	29.9%
2008	-22.1%	-21.7%
2007		

RISK MEASURES & FUND SUMMARY

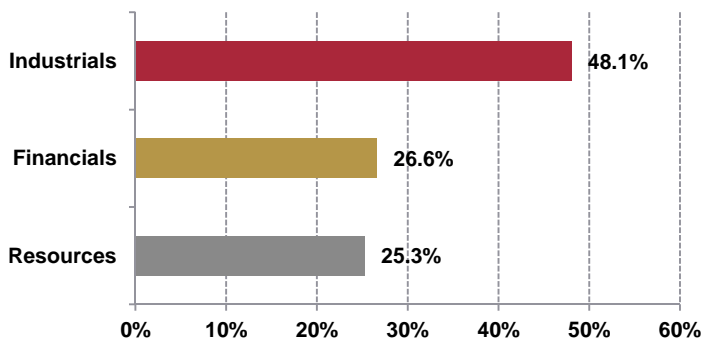
	FUND
Tracking Error	0.1%
Downside Risk	0.1%
Sharpe Ratio	0.3
Sortino Ratio	-2.2
Information Ratio	-2.1
% Positive Months	63.5%
% Negative Months	36.5%
Best Month	10.8%
Worst Month	-12.0%
Maximum Drawdown	-37.4%
Maximum Drawdown Period (months)	16
Annualised Active Returns	-0.3%

MONTHLY PERFORMANCE RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2012	4.5%	2.8%	0.0%	2.7%								
2011	-3.3%	2.0%	1.7%	2.6%	-0.8%	-1.5%	-1.5%	0.5%	-3.3%	7.6%	1.9%	-1.4%
2010	-2.6%	1.0%	6.9%	0.5%	-4.5%	-3.3%	8.4%	-3.0%	8.7%	2.3%	-0.7%	6.4%
2009	-4.8%	-9.5%	10.6%	2.4%	8.6%	-1.4%	9.0%	4.1%	0.4%	4.4%	0.4%	3.8%
2008	-7.0%	10.8%	-3.4%	3.9%	2.8%	-6.6%	-5.1%	1.2%	-10.5%	-12.0%	0.6%	3.0%
2007	3.2%	1.3%	5.9%	4.6%	-0.2%	-1.8%	0.4%	0.8%	3.0%	6.8%	-3.3%	-3.6%

PORTFOLIO STRUCTURE as at 30 April 2012

EFFECTIVE ASSET ALLOCATION



TOP 10 HOLDINGS

	FUND
MTN Group	7.3%
Standard Bank Group	5.2%
Sasol	5.1%
SABMiller	4.6%
Anglo American	4.6%
BHP Billiton	4.5%
Naspers	4.1%
Firstrand Limited	3.0%
British American Tobacco PLC	2.3%
Compagnie Financiere Richemont AG	2.1%