

# Plexus Endurance Fund of Funds

<b>Fund manager</b>	Plexus Asset Management (Pty) Ltd	<b>Statutory charge</b>	Not applicable
<b>Industry sector</b>	Domestic — Asset Allocation — Prudential Low Equity	<b>Performance fee</b>	A performance fee of 15% of outperformance of the benchmark over rolling 24-month periods
<b>Risk factor</b>	Low	<b>Income declaration</b>	28 February and 31 August
<b>Minimum investment</b>	Subject to LISP minimums	<b>Income payment dates</b>	Fifth working day of March and September
<b>Initial charge</b>	0,29% (VAT inclusive)	<b>Last income payments</b>	41.15c (30/04/09), 3.07c (31/08/2009)
<b>Annual service fee</b>	1,14% (VAT inclusive)	<b>Inception date</b>	1 May 2009
<b>Valuation time of fund</b>	15:00 (Quarter end: 17:00)	<b>Fund size</b>	R97 752 344
<b>Trading closing time</b>	16:45	<b>Opening price</b>	1447.42c
<b>TER</b>	Not available	<b>Trustee</b>	Standard Trust Limited, PO Box 54, Cape Town, 8000

## TER

The Total Expense Ratio (TER) for this portfolio/ class of participatory interest cannot be accurately determined. The TER of this class of participatory interest / portfolio will be higher than the quoted service charge of the manager.

## Objective

The investment objective of the Fund is to provide a balance between growth and income and to achieve long term capital growth at moderate to conservative risk levels. The investment objective will be achieved by a diversified spread of investments similar to that usually employed by retirement portfolios. The Plexus Endurance Fund of Funds will invest predominantly in a range of equity, bond, money market, fixed interest, property and other permissible Collective Investment Scheme portfolios with similar investment policies. The portfolio's exposure to other portfolios with an equity nature will tend to vary between 0% and 40% depending on market and economic conditions and relative sector prospects.

## Mandate

The Plexus Endurance Fund of Funds is a balanced prudential fund of funds and will comply with regulations controlling retirement funds (Regulation 28).

## Performance benchmark

Performance is measured against CPI + 3% (before costs) over rolling 24-month periods.

## Comments

Global stock markets took a much needed breather in January. The turnaround in the 10-month upward trend (since March 2009) came in mid-January and was sparked by China where government had initiated measures to cool down the economy. This reignited investors' concerns regarding the extent and sustainability of the still fragile global economic recovery, and risk aversion returned to the markets. The MSCI World Index declined by 4,2% and the MSCI Emerging Markets Index by 5,7% in US dollars.

Risk aversion resulted in a flight to US treasuries, with the US dollar strengthening and bond yields in the US dropping. The USA government 30-year bond yielded a total return of 3,0% for January, but the return from global bonds was somewhat more subdued due to the stronger dollar. We continue to believe that global bond yields are in a rising trend and that this asset class is therefore not offering value at present.

The strength of the US dollar continued into the new year, reaching a six-month high against the euro on the back of greater confidence by the Federal Reserve in the economic recovery. The dollar was also stronger against the British pound but lost ground against the yen.

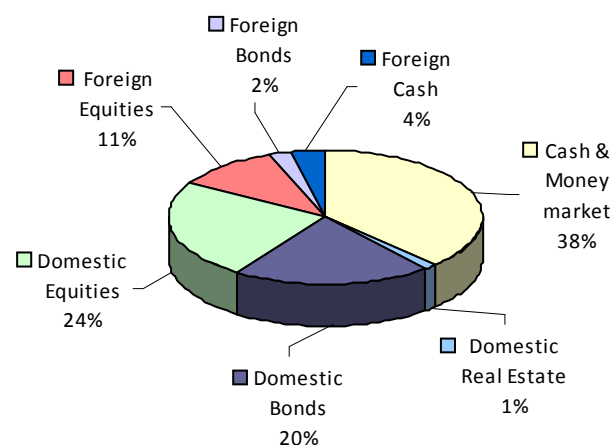
A strong US dollar put pressure on commodities during January, with the CRB Index losing 6,3% and Brent Crude 8,3%. The gold price held up relatively well in the face of a strong dollar.

The FTSE/JSE All Share Index could not escape the negative investor sentiment and yielded a total return of -3,5% for the month in line with other emerging markets. Financials, however, managed to buck the trend, yielding a total return of 1,2%. The SA Industrial Index yielded a return of -2,7%. Mining shares (-6,8%) and gold shares (-8,4%) took a beating on the back of lower commodity prices. As far as market cap performance is concerned, small (-0,5%) and mid-caps (-2,1%) once again outperformed large caps (-3,8%).

The SA bond market yielded a flat return for the month of January. The shorter end of the market outperformed cash, which yielded 0,6%, but long-dated bonds (12+ years) ended up on a negative return of -0,9%.

The rand declined against all the major currencies during January mainly on the back of heightened risk aversion.

## Asset allocation



## Holdings

Funds	%	Funds	%
Plexus Flexible Income Fund	47.32	Investec Absolute Income Fund	9.32
Plexus RAFI Enhanced SA Strategy Fund B	15.30	Plexus ARP Global Income Plus	5.41
Plexus ARP Global Sprinter	11.26	Total Cash and Money Market	1.07
Plexus Allrounder Fund	10.33		

## Historic performance\* (p.a.) PERIOD ENDED 31/01/2010

	1 Year	3 Year	5 Years
Plexus Endurance Fund of Funds	N/A	N/A	N/A
Benchmark	N/A	N/A	N/A

\* Source: MoneyMate. The above portfolio performance is calculated on a NAV-to-NAV basis and does not take any initial fees into account. Income is reinvested on the ex-dividend date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income.

Collective Investment Schemes in Securities (CIS) 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. 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 company/scheme. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. This fund may be closed.