

**Medical - Aid Manager Watch™ Survey for
the month ending June 2014**

Research & Product Development
FINANCIAL SERVICES



MEDICAL-AID MANAGER WATCH™ SURVEY

Objective - The portfolios in this Survey are targeted at Medical Aids and are bound by the restrictions imposed by Regulation 30 of the Medical Schemes Act.

GENERAL INFORMATION						
	Notes	Fund Classification	Benchmark Description	No.of funds in composite	Portfolio Size (R m)	Admin - efficiency : Date data submitted
INVESTMENT MANAGERS						
ABSOLUTE RETURN FUNDS						
Absa Asset Management Medical Aid Fund		Segregated	Headline CPI+4%	2	257	04 July 2014
Cadiz Medical Aid Fund		Segregated	Headline CPI +4%	2	294	14 July 2014
Coronation Medical Absolute		Pooled	Headline CPI +3%	n/a	1,378	14 July 2014
IS Medical Schemes Real Return Focus		Pooled Multi-Managed	Headline CPI +4%	n/a	472	14 July 2014
Momentum AM Medical Provider Fund		Pooled	CPI + 3% (CPIX +3% prior Jan 09)	1	105	14 July 2014
OMIG Capital Builder		Pooled	Headline CPI +4%	1	1,845	10 July 2014
Prescient Positive Return Medical Aid Fund		Segregated	CPI + 3% (CPIX +3% prior Jan 09)	7	977	14 July 2014
Prudential Medical Aid Fund		Segregated	Headline CPI +5%	2	738	03 July 2014
SIM Medical Aid Domestic Absolute		Segregated	Headline CPI +5%	2	553	03 July 2014
STANLIB Medical Investment Fund	Global Fund	Pooled (Unit Trust)	Headline CPI +4%	1	238	14 July 2014
Taquanta Medical Absolute		Pooled	Headline CPI +4.5%	2	725	11 July 2014
MONEY MARKET FUNDS						
Cadiz African Harvest Core Money Market		Segregated	STEFI	1	375	14 July 2014
Gryphon Domestic Specialist MM		Segregated	STEFI	2	745	03 July 2014
Investec Stable Money Fund		Pooled	STEFI	n/a	1,408	14 July 2014
Nedgroup Investments Corporate Money Market Fund		Pooled	STEFI	n/a	4,712	10 July 2014
SIM Enhanced Cash Medical		Pooled	STEFI	1	32	03 July 2014
Taquanta Medical Cash		Segregated	STEFI	6	725	11 July 2014
BALANCED FUNDS						
Allan Gray Life Stable Medical Portfolio		Pooled	Headline CPI +3%, Alexander Forbes 3 month Deposit Index plus 2%	1	1,530	07 July 2014
Foord Medical		Segregated	40% ALSI, 10% SAPY, 50% Call Rate +	1	248	14 July 2014
OMIG MacroSolutions Medical Aid Portfolio		Segregated	Headline CPI +5%	1	513	10 July 2014
INDICES						
TOTAL					17,613	

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Benchmark Methodology CPI - Due to the reweighting and rebasing of the CPI from January 2009 the benchmark numbers reflect a compound of month to month CPI returns. The historical month to month numbers used in calculations are the official month to month numbers based on the old basket prior to January 2009 and new basket post January 2009. The adjusted CPI (I-Net code: AECPI) figures are shown together with statistics below should these numbers be preferred for comparison purposes.

Benchmark Methodology CPIX - The benchmark numbers prior to January 2009 reflected a compound of month to month CPIX returns. Due to the reweighting and rebasing of the CPI and discarding of the CPIX numbers from January 2009 the historical month to month numbers used in calculations are the official month to month numbers based on the old CPIX prior to January 2009 and the new CPI basket post January 2009. The CPI excluding owners equivalent rent (I-Net code: AECPIX) and adjusted CPI (I-Net code: AECPI) figures are shown together with statistics below should these numbers be preferred for comparison purposes.

INVESTMENT DATA TO THE END OF JUNE 2014																		
	PERFORMANCE DATA																	
	Month		Quarter		Year to Date		1 Year		3 Years (p.a.)			5 Years (p.a.)			7 Years (p.a.)		10 Years (p.a.)	
	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Volatility	Portfolio	Benchmark	Volatility	Portfolio	Benchmark	Portfolio	Benchmark
ABSOLUTE RETURN FUNDS																		
Absa Asset Management Medical Aid Fund	1.12%	0.51%	4.06%	2.94%	6.02%	6.07%	11.21%	10.63%	*	*	*	*	*	*	*	*	*	*
Cadiz Medical Aid Fund	0.47%	0.51%	1.64%	2.94%	3.94%	6.07%	9.28%	10.63%	*	*	*	*	*	*	*	*	*	*
Coronation Medical Absolute	1.29%	0.43%	4.40%	2.70%	6.51%	5.58%	15.00%	9.63%	12.47%	8.93%	3.98%	14.07%	8.39%	4.29%	11.76%	9.52%	15.68%	8.97%
IS Medical Schemes Real Return Focus	1.27%	0.51%	4.15%	2.94%	6.29%	6.07%	13.75%	10.63%	9.37%	9.93%	3.63%	10.77%	9.39%	3.51%	10.85%	10.52%	*	*
Momentum AM Medical Provider Fund	1.36%	0.43%	3.68%	2.70%	5.53%	5.58%	13.06%	9.63%	10.53%	8.93%	4.02%	11.64%	8.39%	4.67%	9.74%	9.54%	13.16%	9.01%
OMIG Capital Builder	1.28%	0.51%	3.09%	2.94%	5.90%	6.07%	14.13%	10.63%	9.63%	9.93%	3.31%	8.56%	9.39%	3.44%	*	*	*	*
Prescient Positive Return Medical Aid Fund	1.23%	0.43%	3.96%	2.70%	6.13%	5.58%	15.98%	9.63%	9.35%	8.93%	4.33%	9.23%	8.39%	3.63%	10.07%	9.54%	13.34%	9.01%
Prudential Medical Aid Fund	1.60%	0.59%	4.39%	3.18%	6.92%	6.56%	15.64%	11.63%	14.83%	10.93%	5.29%	15.67%	10.39%	5.58%	*	*	*	*
SIM Medical Aid Domestic Absolute	0.98%	0.59%	3.09%	3.18%	5.74%	6.56%	14.31%	11.63%	12.21%	10.93%	3.10%	12.88%	10.39%	3.35%	*	*	*	*
STANLIB Medical Investment Fund	1.11%	0.51%	3.39%	2.94%	5.23%	6.07%	13.05%	10.63%	11.77%	9.93%	2.64%	10.05%	9.39%	3.78%	8.94%	10.52%	*	*
Taquantu Medical Absolute	0.72%	0.55%	0.79%	3.06%	3.31%	6.32%	6.51%	11.13%	4.99%	10.43%	1.47%	7.16%	9.89%	1.49%	8.31%	11.02%	*	*
MONEY MARKET FUNDS																		
Cadiz African Harvest Core Money Market	0.46%	0.49%	1.59%	1.42%	3.16%	2.75%	6.49%	5.45%	6.09%	5.47%	0.18%	6.60%	6.02%	0.30%	8.05%	7.39%	8.06%	7.46%
Gryphon Domestic Specialist MM	0.50%	0.49%	1.49%	1.42%	2.90%	2.75%	5.72%	5.45%	5.77%	5.47%	0.08%	6.44%	6.02%	0.29%	7.80%	7.39%	7.89%	7.46%
Investec Stable Money Fund	0.50%	0.49%	1.52%	1.42%	2.96%	2.75%	5.95%	5.45%	6.19%	5.47%	0.12%	6.82%	6.02%	0.28%	8.16%	7.62%	*	*
Nedgroup Investments Corporate Money Market Fund	0.49%	0.49%	1.48%	1.42%	2.90%	2.75%	5.72%	5.45%	*	*	*	*	*	*	*	*	*	*
SIM Enhanced Cash Medical	0.50%	0.49%	1.59%	1.42%	2.95%	2.75%	6.00%	5.45%	*	*	*	*	*	*	*	*	*	*
Taquantu Medical Cash	0.72%	0.49%	1.92%	1.42%	3.55%	2.75%	7.11%	5.45%	6.97%	5.47%	0.27%	7.35%	6.02%	0.28%	8.65%	7.39%	8.49%	*
BALANCED FUNDS																		
Allan Gray Life Stable Medical Portfolio	1.25%	0.43%	3.67%	2.70%	7.55%	5.58%	12.17%	9.63%	9.36%	8.93%	2.03%	10.09%	8.39%	2.11%	9.96%	9.52%	13.12%	8.97%
Foord Medical	1.17%	1.56%	3.64%	4.14%	5.88%	7.09%	14.73%	16.91%	13.97%	13.43%	4.38%	13.90%	14.36%	4.43%	10.54%	11.05%	14.78%	15.10%
OMIG MacroSolutions Medical Aid Portfolio	1.28%	0.59%	4.32%	3.18%	6.33%	6.56%	13.16%	11.63%	12.74%	10.93%	4.34%	13.30%	10.39%	4.63%	10.45%	11.39%	14.47%	10.49%
STATISTICS																		
Combination of old CPIX and new CPI	0.18%		1.96%		4.09%		6.63%		5.93%		1.27%	5.39%		1.23%	6.54%		6.01%	
Consumer Price Inflation (Old/New combined CPI)	0.18%		1.96%		4.09%		6.63%		5.93%		1.27%	5.39%		1.23%	6.52%		5.97%	
Consumer Price Inflation excluding OER (I-Net code: AECPIXU)	0.18%		1.95%		4.28%		6.82%		6.11%		1.40%	5.53%		1.36%	6.55%		6.02%	
Consumer Price Inflation (Headline CPI) (I-Net code: AECPI)	0.18%		1.96%		4.09%		6.63%		5.93%		1.27%	5.39%		1.23%	6.39%		5.49%	
Medical Consumer Price Inflation	0.28%		1.02%		4.50%		4.60%		4.97%		3.41%	5.48%		3.83%	6.41%		6.35%	
FTSE / JSE All Share Index (Free Float)	2.77%		7.18%		11.77%		32.74%		20.62%		11.47%	21.65%		12.78%	11.95%		20.95%	
FTSE / JSE SWIX All Share Index	2.76%		6.71%		11.80%		31.88%		21.76%		9.90%	22.19%		11.57%	12.78%		21.55%	
Short Term Fixed Interest Rate Index	0.49%		1.42%		2.75%		5.45%		5.47%		0.10%	6.02%		0.25%	7.39%		7.46%	
All Bond Index	0.95%		2.46%		3.37%		5.48%		8.69%		6.79%	9.46%		6.05%	8.96%		9.38%	
Number Of Participants	19		19		19		19		16		16		16		13		9	

Inflation figures lagged by one month

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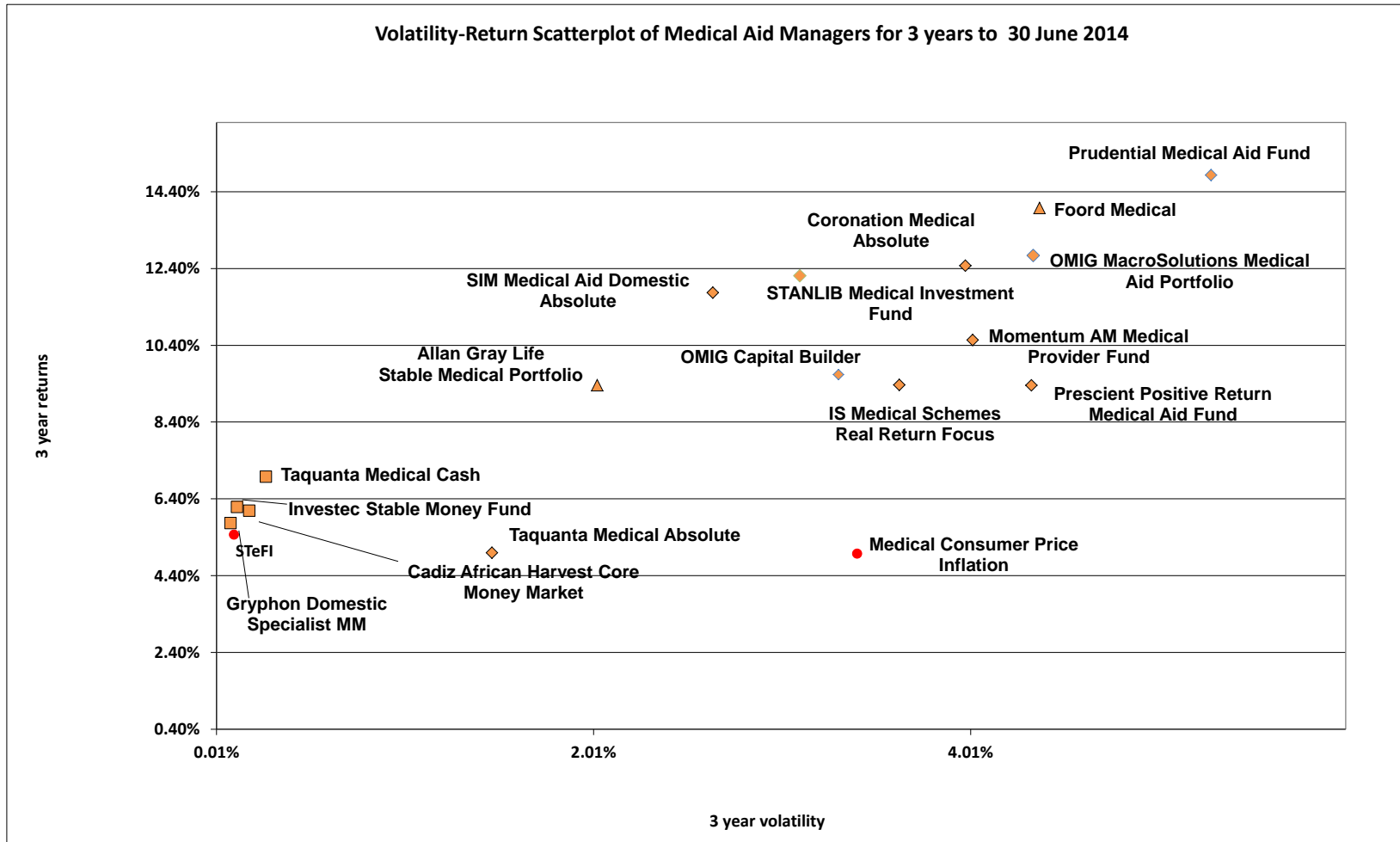
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MEDICAL-AID MANAGER

EFFECTIVE ASSET ALLOCATION AT THE END OF JUNE 2014

	Benchmarks	S.A. Equities	S.A. Equities (ex. Listed property)	S.A. Bonds	S.A.Real Estate (Listed ONLY)	S.A Real Estate	S.A. Cash	S.A. Other	Total S.A. Assets	International	Total
ABSOLUTE RETURN FUNDS											
Cadiz Medical Aid Fund	Headline CPI +4%	33.13%	28.79%	12.84%	4.33%	4.33%	54.03%	0.00%	100.00%	0.00%	100.00%
Coronation Medical Absolute	Headline CPI +4.5%	45.15%	35.13%	16.62%	10.02%	10.02%	36.56%	1.67%	100.00%	0.00%	100.00%
IS Medical Schemes Real Return Focus	Headline CPI +4%	29.01%	29.01%	18.73%	0.00%	6.85%	44.73%	0.68%	100.00%	0.00%	100.00%
Momentum AM Medical Provider Fund	CPIX +3%	28.13%	26.62%	17.53%	1.51%	1.51%	50.83%	0.00%	96.49%	3.51%	100.00%
OMIG Capital Builder	Headline CPI +4%	32.61%	31.15%	12.50%	1.46%	1.46%	54.89%	0.00%	100.00%	0.00%	100.00%
Prescient Positive Return Medical Aid Fund	CPIX +3%	36.02%	36.02%	0.00%	0.00%	0.00%	63.98%	0.00%	100.00%	0.00%	100.00%
Prudential Medical Aid Fund	Headline CPI +6%	41.30%	30.17%	35.31%	11.13%	11.13%	18.43%	0.00%	95.05%	4.95%	100.00%
SIM Medical Aid Domestic Absolute	Headline CPI +5%	13.67%	13.67%	13.71%	0.00%	2.98%	69.64%	0.00%	100.00%	0.00%	100.00%
STANLIB Medical Investment Fund*	Headline CPI +4%	14.89%	14.89%	42.48%	0.00%	0.00%	30.66%	11.97%	100.00%	0.00%	100.00%
Taquanta Medical Aid Composite	Headline CPI +4.5%	0.67%	0.67%	0.00%	0.00%	0.00%	99.33%	0.00%	100.00%	0.00%	100.00%
BALANCED FUNDS											
Allan Gray Life Domestic Stable Medical Portfolio	Headline CPI +3%	25.74%	21.36%	10.95%	4.38%	4.38%	57.57%	5.74%	100.00%	0.00%	100.00%
Foord Medical	50% domestic bonds: 50% domestic equities	40.58%	31.27%	20.30%	9.30%	9.30%	39.12%	0.00%	100.00%	0.00%	100.00%
OMIG Macro Strategy Investments Medical Aid Portfolio	Headline CPI +5%	30.10%	23.86%	32.52%	6.24%	6.24%	28.99%	3.40%	95.01%	4.99%	100.00%

MEDICAL-AID MANAGER WATCH™ SURVEY

EXPLANATORY NOTES

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The Median is the value above or below which half the managers fall.
The Upper Quartile is the value above which one quarter of the managers fall.
The Lower Quartile is the value below which one quarter of the managers fall.

Risk Analysis Definitions :

"Volatility" is the annualised standard deviation of the manager's monthly returns.
"Volatility" is a measure of the variability of the manager's returns.

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