

**Medical - Aid Manager Watch™ Survey  
for the month ending June 2016**

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
<b>INVESTMENT MANAGERS</b>						
<b>ABSOLUTE RETURN FUNDS</b>						
Absa Asset Management Medical Aid Fund		Segregated	Headline CPI+4%	3	521	08 July 2016
Argon Absolute Return Medical Fund		Segregated	Headline CPI+4%	3	1 157	14 July 2016
Coronation Medical Absolute		Pooled	Headline CPI +3%	n/a	1 378	12 July 2016
IS Medical Schemes Real Return Focus		Pooled Multi-Managed	Headline CPI +4%	n/a	591	12 July 2016
OMIG MacroSolutions Medical Aid Portfolio		Segregated	Headline CPI +4% (CPI +5% prior Dec 14)	2	725	14 July 2016
Prescient Positive Return Medical Aid Fund		Segregated	CPI + 3% (CPIX +3% prior Jan 09)	5	804	08 July 2016
Prudential Medical Aid Fund		Segregated	Headline CPI +5%	3	1 589	06 July 2016
SIM Medical Aid Domestic Absolute		Pooled	Headline CPI +5%	2	1 247	11 July 2016
STANLIB Medical Investment Fund	Global Fund	Unit Trust	Headline CPI +5%	1	466	13 July 2016
<b>MONEY MARKET FUNDS</b>						
Aluwani Capital Partners - Medical Aid Money Market Composite				3	2 353	14 July 2016
Cadiz African Harvest Core Money Market		Segregated	STEFI	1	227	13 July 2016
Investec Stable Money Fund		Pooled	STEFI	n/a	1 175	07 July 2016
MMI - Medical Aid Money Market		Segregated	STEFI	1	115	14 July 2016
Nedgroup Investments Corporate Money Market Fund		Unit Trust	STEFI	n/a	17 007	11 July 2016
SIM Enhanced Cash Medical		Segregated	STEFI	1	37	11 July 2016
Taquanta Medical Cash		Segregated	STEFI	7	5 658	07 July 2016
<b>BALANCED FUNDS</b>						
Allan Gray Life Stable Medical Portfolio		Pooled	Headline CPI +3%, Alexander Forbes 3 month Deposit Index plus 2%	n/a	1 851	12 July 2016
Foord Medical		Segregated	40% ALSI, 10% SAPY, 50% Call Rate + 2%	1	240	13 July 2016
<b>INDICES</b>						
<b>TOTAL</b>					<b>37 141</b>	

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# 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.

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 2016																		
	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
<b>ABSOLUTE RETURN FUNDS</b>																		
Absa Asset Management Medical Aid Fund	0.52%	0.49%	2.15%	2.75%	4.88%	6.19%	7.29%	10.12%	*	*	*	*	*	*	*	*	*	*
Argon Absolute Return Medical Fund	0.43%	0.49%	2.70%	2.75%	5.99%	6.19%	7.57%	10.12%	*	*	*	*	*	*	*	*	*	*
Coronation Medical Absolute	-0.05%	0.41%	2.42%	2.50%	6.13%	5.69%	4.19%	9.12%	8.20%	8.77%	4.47%	9.40%	8.70%	4.30%	11.39%	8.38%	11.50%	9.32%
IS Medical Schemes Real Return Focus	0.17%	0.49%	2.19%	2.75%	5.08%	6.19%	5.51%	10.12%	8.56%	9.77%	3.61%	8.03%	9.70%	3.57%	9.40%	9.38%	10.35%	10.32%
OMIG MacroSolutions Medical Aid Portfolio	0.30%	0.49%	2.42%	2.55%	5.44%	5.85%	4.19%	9.76%	8.31%	9.79%	4.85%	9.98%	10.21%	4.70%	11.15%	10.09%	10.65%	11.19%
Prescient Positive Return Medical Aid Fund	0.08%	0.41%	2.44%	2.50%	5.25%	5.69%	7.25%	9.12%	9.76%	8.77%	3.30%	8.31%	8.70%	3.80%	8.51%	8.38%	10.10%	9.28%
Prudential Medical Aid Fund	-0.25%	0.57%	2.15%	2.99%	6.04%	6.68%	8.77%	11.12%	11.43%	10.77%	4.94%	12.62%	10.70%	5.02%	13.84%	10.38%	*	*
SIM Medical Aid Domestic Absolute	0.44%	0.57%	1.99%	2.99%	6.07%	6.68%	7.25%	11.12%	10.15%	10.77%	3.27%	10.56%	10.70%	3.21%	11.50%	10.38%	*	*
STANLIB Medical Investment Fund	1.24%	0.57%	3.24%	2.99%	4.29%	6.68%	6.89%	11.12%	10.10%	10.77%	3.72%	10.51%	10.70%	3.10%	9.65%	10.38%	10.00%	10.32%
<b>MONEY MARKET FUNDS</b>																		
Aluwani Capital Partners - Medical Aid Money Market Composite	0.67%	0.59%	2.00%	1.78%	3.95%	3.49%	7.53%	4.12%	6.77%	6.20%	0.26%	*	*	*	*	*	*	*
Cadiz Money Market	0.70%	0.59%	1.86%	1.78%	4.01%	3.49%	7.87%	6.85%	6.65%	6.20%	0.85%	6.34%	5.91%	0.67%	6.63%	6.18%	7.86%	7.32%
Investec Stable Money Fund	0.69%	0.59%	2.05%	1.78%	3.95%	3.49%	7.72%	6.85%	6.65%	6.20%	0.32%	6.51%	5.91%	0.26%	6.87%	7.62%	8.00%	*
MMI - Medical Aid Money Market	0.68%	0.59%	2.27%	1.78%	4.21%	3.49%	7.77%	6.85%	*	*	*	*	*	*	*	*	*	*
Nedgroup Investments Corporate Money Market Fund	0.66%	0.59%	1.96%	1.78%	3.83%	3.49%	7.45%	6.85%	*	*	*	*	*	*	*	*	*	*
SIM Enhanced Cash Medical	0.83%	0.59%	2.20%	1.78%	4.16%	3.49%	7.82%	6.85%	*	*	*	*	*	*	*	*	*	*
Taquanta Medical Cash	0.71%	0.59%	2.25%	1.78%	4.30%	3.49%	8.33%	6.85%	7.27%	6.20%	0.64%	7.16%	5.91%	0.50%	7.38%	6.18%	8.45%	*
<b>BALANCED FUNDS</b>																		
Allan Gray Life Stable Medical Portfolio	-0.63%	0.41%	1.71%	2.50%	6.37%	5.69%	12.79%	9.12%	10.04%	8.77%	2.97%	9.21%	8.70%	2.55%	9.77%	8.38%	10.73%	9.32%
Foord Medical	0.37%	-0.75%	1.96%	1.20%	5.55%	4.88%	4.95%	6.88%	9.54%	10.36%	4.65%	11.15%	10.90%	4.46%	11.90%	12.28%	11.14%	11.40%
<b>STATISTICS</b>																		
Combination of old CPIX and new CPI	0.17%		1.76%		4.21%		6.12%		5.77%		1.53%	5.70%		1.40%	5.38%		6.28%	
Consumer Price Inflation (Old/New combined CPI)	0.17%		1.76%		4.21%		6.12%		5.77%		1.53%	5.70%		1.40%	5.38%		6.32%	
Consumer Price Inflation (Headline CPI) [I-Net code: AECPI]	0.17%		1.76%		4.21%		6.12%		5.77%		1.53%	5.70%		1.40%	5.38%		6.13%	
Medical Consumer Price Inflation	-0.08%		1.41%		4.52%		4.88%		5.47%		3.27%	5.35%		3.33%	5.60%		6.23%	
FTSE / JSE All Share Index (Free Float)	-3.02%		0.44%		4.32%		3.83%		13.03%		10.39%	13.81%		11.34%	16.42%		12.62%	
FTSE / JSE SWIX All Share Index	-1.27%		1.31%		7.26%		4.12%		14.80%		10.60%	15.68%		10.42%	17.68%		14.02%	
Short Term Fixed Interest Rate Index	0.59%		1.78%		3.49%		6.85%		6.20%		0.19%	5.91%		0.19%	6.18%		7.32%	
All Bond Index	4.04%		4.40%		11.24%		5.24%		6.30%		8.57%	7.90%		7.92%	8.66%		8.38%	
Number Of Participants	18		18		18		18		13			12			12		10	

Inflation figures lagged by one month

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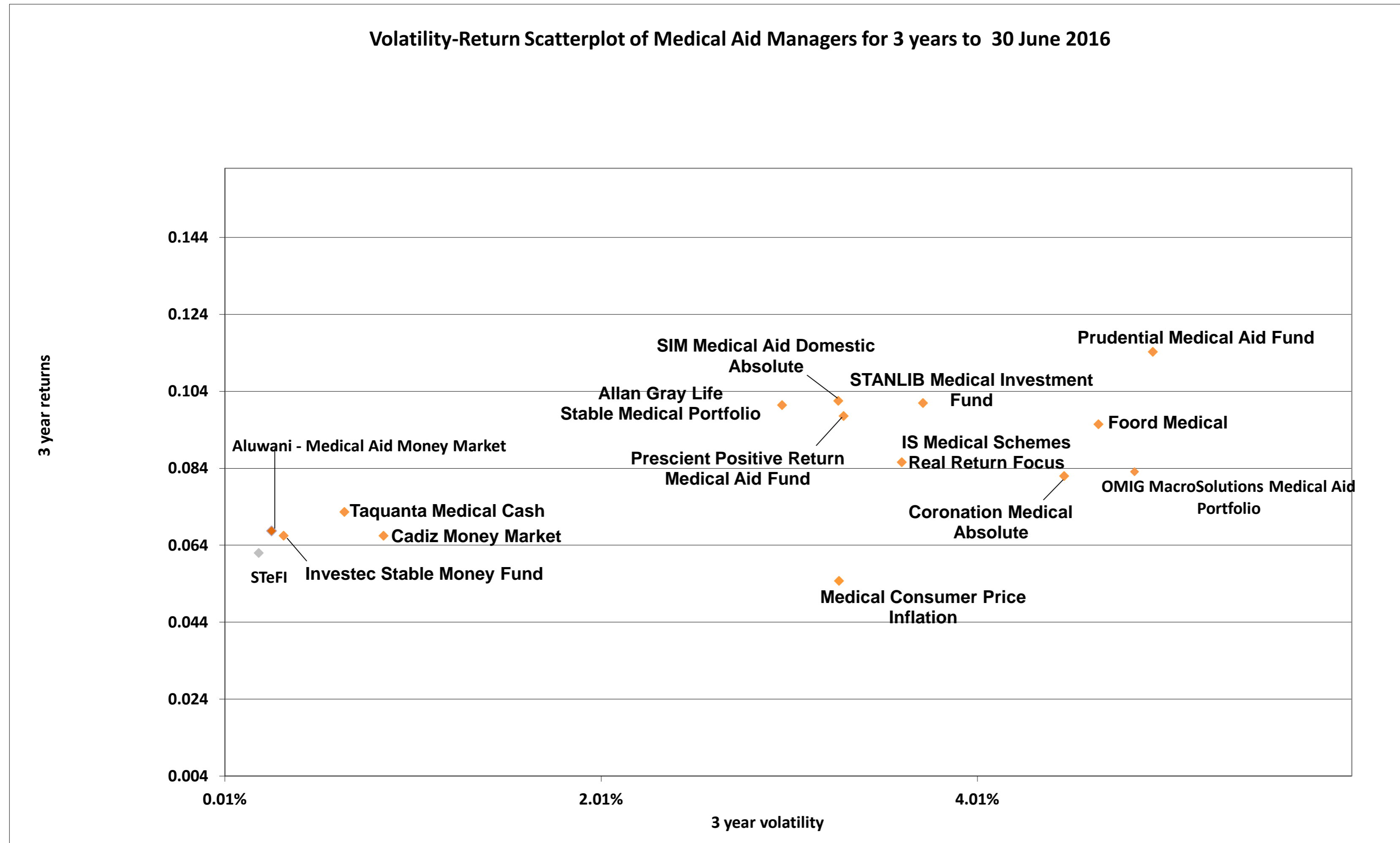
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EFFECTIVE ASSET ALLOCATION AT THE END OF JUNE 2016												
	S.A. Equities including property	S.A. Equities (ex. property)	S.A. Bonds	S.A.Real Estate (Listed)	S.A.Real Estate (unlisted)	S.A.Real Estate (Direct)	Total SA Immovable Property	S.A. Cash	S.A. Other including Domestic Commodities	Total S.A. Assets	International	Total
<b>ABSOLUTE RETURN FUNDS</b>												
Absa Asset Management Medical Aid Fund	20.04%	12.49%	46.63%	7.55%	0.00%	0.00%	7.55%	33.33%	0.00%	100.00%	0.00%	100.00%
Argon Absolute Return Fund	36.92%	32.42%	39.30%	4.50%	0.00%	0.00%	4.50%	23.78%	0.00%	100.00%	0.00%	100.00%
Coronation Medical Absolute	43.44%	33.99%	23.05%	9.45%	0.00%	0.00%	9.45%	26.38%	1.63%	94.51%	5.49%	100.00%
IS Medical Schemes Real Return Focus	31.03%	24.80%	21.61%	6.23%	0.00%	0.00%	6.23%	46.78%	0.58%	100.00%	0.00%	100.00%
OMIG MacroSolutions Medical Aid Portfolio	33.96%	27.46%	29.66%	6.50%	0.00%	0.00%	6.50%	28.89%	4.35%	96.87%	3.13%	100.00%
Prescient Positive Return Medical Aid Fund	63.71%	63.71%	0.00%	0.00%	0.00%	0.00%	0.00%	36.29%	0.00%	100.00%	0.00%	100.00%
Prudential Medical Aid Fund	39.05%	29.98%	29.45%	9.08%	0.00%	0.00%	9.08%	19.79%	0.00%	88.29%	11.71%	100.00%
SIM Medical Aid Domestic Absolute	38.81%	35.90%	11.87%	2.91%	0.00%	0.00%	2.91%	49.32%	0.00%	100.00%	0.00%	100.00%
STANLIB Medical Investment Fund*	16.17%	16.17%	36.25%	0.00%	0.00%	0.00%	0.00%	40.03%	0.00%	92.45%	7.45%	99.90%
<b>BALANCED FUNDS</b>												
Allan Gray Life Domestic Stable Medical Portfolio	40.76%	37.35%	14.20%	3.41%	0.00%	0.00%	3.41%	40.35%	4.69%	100.00%	0.00%	100.00%
Foord Medical	37.79%	33.42%	19.33%	4.37%	0.00%	0.00%	4.37%	40.78%	2.09%	100.00%	0.00%	100.00%

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## 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.**

GIPS™ - Global Investment Performance Standards

**Ethical principles to achieve full disclosure and fair presentation of investment performance**

