

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

Research & Product Development
FINANCIAL SERVICES


ALEXANDERFORBES
Securing your financial well-being

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	254	06 June 2014
Cadiz Medical Aid Fund		Segregated	Headline CPI +4%	2	293	12 June 2014
Coronation Medical Absolute		Pooled	Headline CPI +3%	n/a	1,354	13 June 2014
IS Medical Schemes Real Return Focus		Pooled Multi-Managed	Headline CPI +4%	n/a	467	13 June 2014
Momentum AM Medical Provider Fund		Pooled	CPI + 3% (CPIX +3% prior Jan 09)	1	104	13 June 2014
OMIG Capital Builder		Pooled	Headline CPI +4%	1	1,639	13 June 2014
Prescient Positive Return Medical Aid Fund		Segregated	CPI + 3% (CPIX +3% prior Jan 09)	7	981	13 June 2014
Prudential Medical Aid Fund		Segregated	Headline CPI +5%	2	727	04 June 2014
SIM Medical Aid Domestic Absolute		Segregated	Headline CPI +5%	3	548	04 June 2014
STANLIB Medical Investment Fund	Global Fund	Pooled (Unit Trust)	Headline CPI +4%	1	236	17 June 2014
Taquanta Medical Absolute		Pooled	Headline CPI +4.5%	2	720	13 June 2014
MONEY MARKET FUNDS						
Cadiz African Harvest Core Money Market		Segregated	STEFI	1	801	05 June 2014
Gryphon Domestic Specialist MM		Segregated	STEFI	2	762	11 June 2014
Investec Stable Money Fund		Pooled	STEFI	n/a	1,428	11 June 2014
Nedgroup Investments Corporate Money Market Fund		Pooled	STEFI	n/a	4,845	12 June 2014
SIM Enhanced Cash Medical		Pooled	STEFI	1	32	04 June 2014
Taquanta Medical Cash		Segregated	STEFI	6	5,976	13 June 2014
BALANCED FUNDS						
Allan Gray Life Stable Medical Portfolio		Pooled	Headline CPI +3%, Alexander Forbes 3 month Deposit Index plus 2%	1	1,512	06 June 2014
Foord Medical		Segregated	40% ALSI, 10% SAPY, 50% Call Rate + 2%	1	247	13 June 2014
OMIG MacroSolutions Medical Aid Portfolio		Segregated	Headline CPI +5%	1	506	13 June 2014
INDICES						
TOTAL					23,179	

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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 CPI-X - The benchmark numbers prior to January 2009 reflected a compound of month to month CPI-X returns. Due to the reweighting and rebasing of the CPI and discarding of the CPI-X numbers from January 2009 the historical month to month numbers used in calculations are the official month to month numbers based on the old CPI-X 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 MAY 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	0.98%	0.79%	4.91%	3.91%	4.85%	5.55%	7.79%	10.12%	*	*	*	*	*	*	*	*	*	*		
Cadiz Medical Aid Fund	-0.18%	0.79%	2.63%	3.91%	3.45%	5.55%	7.52%	10.12%	*	*	*	*	*	*	*	*	*	*		
Coronation Medical Absolute	1.56%	0.71%	4.89%	3.66%	5.16%	5.14%	11.39%	9.12%	12.00%	9.05%	4.02%	13.84%	8.43%	4.31%	11.39%	9.58%	15.56%	8.96%		
IS Medical Schemes Real Return Focus	1.28%	0.79%	4.51%	3.91%	4.96%	5.55%	10.19%	10.12%	8.90%	10.05%	3.65%	10.59%	9.43%	3.51%	10.64%	10.58%	*	*		
Momentum AM Medical Provider Fund	1.24%	0.71%	3.90%	3.66%	4.11%	5.14%	9.27%	9.12%	9.90%	9.05%	4.07%	11.36%	8.43%	4.68%	9.29%	9.60%	12.99%	9.00%		
OMIG Capital Builder	0.76%	0.79%	3.23%	3.91%	4.56%	5.55%	10.50%	10.12%	8.96%	10.05%	3.39%	8.13%	9.43%	3.49%	*	*	*	*		
Prescient Positive Return Medical Aid Fund	1.41%	0.71%	3.89%	3.66%	4.84%	5.14%	12.21%	9.12%	8.80%	9.05%	4.37%	9.03%	8.43%	3.62%	9.91%	9.60%	13.16%	9.00%		
Prudential Medical Aid Fund	1.48%	0.87%	5.07%	4.15%	5.24%	5.95%	10.77%	11.12%	14.31%	11.05%	5.31%	15.13%	10.43%	5.64%	*	*	*	*		
SIM Medical Aid Domestic Absolute	0.82%	0.87%	3.58%	4.15%	4.71%	5.95%	12.04%	11.12%	11.88%	11.05%	3.14%	12.70%	10.43%	3.37%	*	*	*	*		
STANLIB Medical Investment Fund	0.97%	0.79%	3.64%	3.91%	4.08%	5.55%	12.10%	10.12%	11.25%	10.05%	2.73%	10.09%	9.43%	3.78%	8.70%	10.58%	*	*		
Taqaunta Medical Absolute	-0.82%	0.83%	0.75%	4.03%	2.57%	5.75%	5.44%	10.62%	4.95%	10.55%	1.46%	7.27%	9.93%	1.52%	8.28%	11.08%	*	*		
MONEY MARKET FUNDS																				
Cadiz African Harvest Core Money Market	0.57%	0.47%	1.72%	1.39%	2.68%	2.25%	6.58%	5.34%	6.09%	5.45%	0.18%	6.62%	6.06%	0.30%	8.09%	7.43%	8.09%	7.48%		
Gryphon Domestic Specialist MM	0.51%	0.47%	1.48%	1.39%	2.40%	2.25%	5.66%	5.34%	5.76%	5.45%	0.08%	6.50%	6.06%	0.31%	7.84%	7.43%	7.91%	7.48%		
Investec Stable Money Fund	0.52%	0.47%	1.52%	1.39%	2.45%	2.25%	5.92%	5.34%	6.20%	5.45%	0.12%	6.88%	6.06%	0.30%	8.20%	7.62%	*	*		
Nedgroup Investments Corporate Money Market Fund	0.50%	0.47%	1.48%	1.39%	2.40%	2.25%	5.68%	5.34%	*	*	*	*	*	*	*	*	*	*		
SIM Enhanced Cash Medical	0.57%	0.47%	1.67%	1.39%	2.44%	2.25%	5.98%	5.34%	*	*	*	*	*	*	*	*	*	*		
Taqaunta Medical Cash	0.60%	0.47%	1.79%	1.39%	2.81%	2.25%	6.93%	5.34%	6.91%	5.45%	0.26%	7.33%	6.06%	0.27%	8.65%	7.43%	8.49%	*		
BALANCED FUNDS																				
Allan Gray Life Stable Medical Portfolio	0.84%	0.71%	4.27%	3.66%	6.22%	5.14%	9.84%	9.12%	8.95%	9.05%	2.04%	9.63%	8.43%	2.22%	9.71%	9.58%	13.00%	8.96%		
Foord Medical	0.61%	0.79%	4.56%	4.22%	4.65%	5.45%	12.59%	13.06%	13.34%	12.66%	4.47%	13.78%	13.82%	4.43%	10.23%	10.77%	14.63%	14.85%		
OMIG MacroSolutions Medical Aid Portfolio	1.43%	0.87%	4.63%	4.15%	4.99%	5.95%	8.59%	11.12%	12.19%	11.05%	4.39%	12.87%	10.43%	4.69%	10.06%	11.42%	14.29%	10.47%		
STATISTICS																				
Combination of old CPI-X and new CPI	0.46%		2.92%		3.90%		6.12%		6.05%			1.26%			5.43%		1.22%		6.60%	
Consumer Price Inflation (Old/New combined CPI)	0.46%		2.92%		3.90%		6.12%		6.05%			1.26%			5.43%		1.22%		6.58%	
Consumer Price Inflation excluding OER [I-Net code: AECPIXU]	0.46%		3.01%		4.09%		6.31%		6.26%			1.39%			5.57%		1.36%		6.62%	
Consumer Price Inflation (Headline CPI) [I-Net code: AECPI]	0.46%		2.92%		3.90%		6.12%		6.05%			1.26%			5.43%		1.22%		6.42%	
Medical Consumer Price Inflation	0.65%		4.21%		4.21%		4.71%		4.93%			3.41%			5.48%		3.83%		6.40%	
FTSE / JSE All Share Index (Free Float)	1.60%		6.20%		8.76%		21.81%		18.71%			11.64%			20.23%		12.95%		11.36%	
FTSE / JSE SWIX All Share Index	2.28%		7.30%		8.80%		23.21%		20.04%			10.05%			21.20%		11.64%		12.06%	
Short Term Fixed Interest Rate Index	0.47%		1.39%		2.25%		5.34%		5.45%			0.10%			6.06%		0.27%		7.43%	
All Bond Index	1.16%		3.31%		2.40%		2.86%		8.41%			6.79%			9.20%		6.06%		8.49%	
Number Of Participants	19		19		19		19		16			16			13		9		9	

Inflation figures lagged by one month

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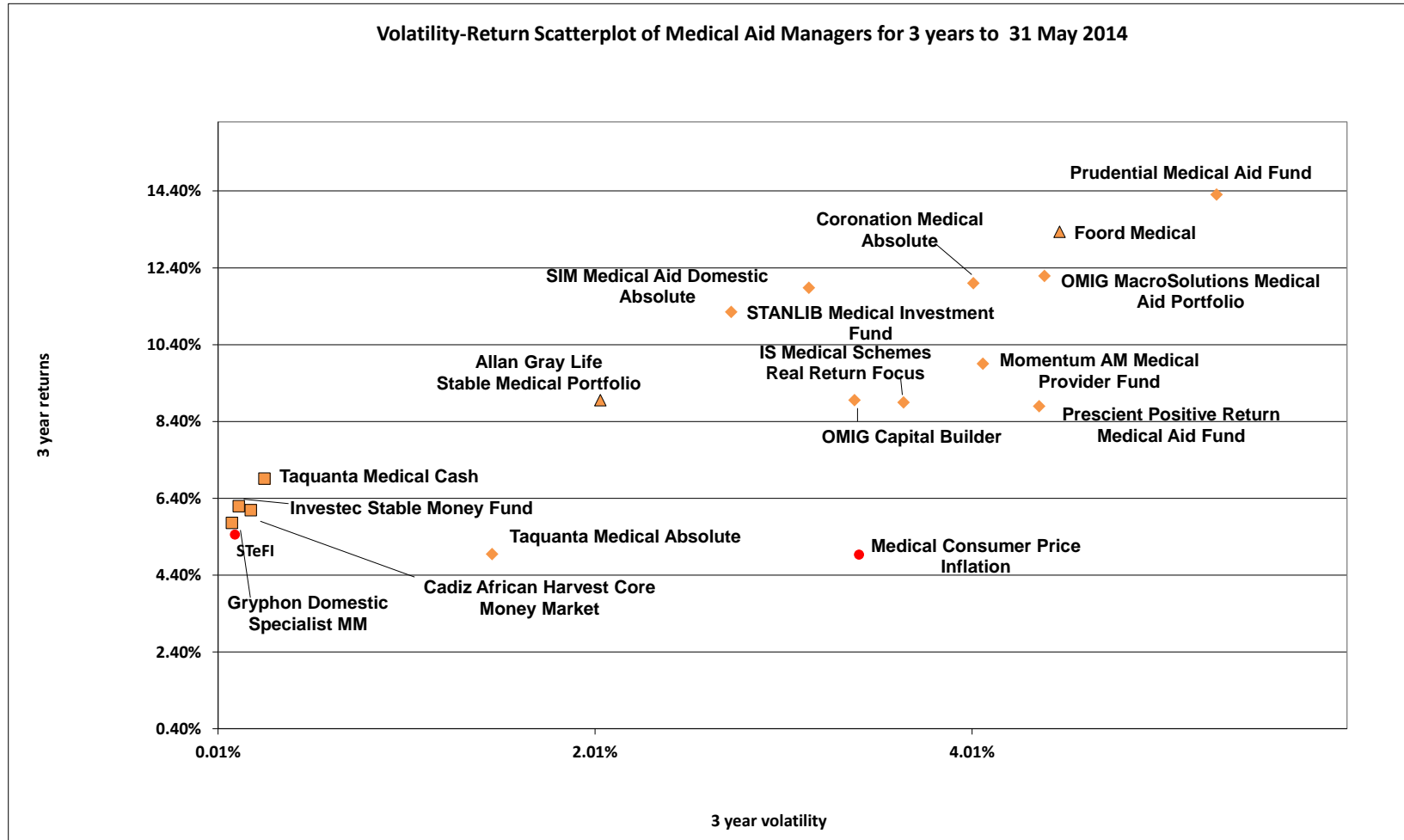
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EXPLANATORY NOTES

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Statistical Definitions :

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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