

**Medical - Aid Manager Watch™ Survey
for the month ending September 2015**

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 | 274 | 06 October 2012 |
| Argon Absolute Return Medical Fund | | Segregated | Headline CPI+4% | 3 | 1,233 | 13 October 2012 |
| Coronation Medical Absolute | | Pooled | Headline CPI +3% | n/a | 1,367 | 14 October 2015 |
| IS Medical Schemes Real Return Focus | | Pooled Multi-Managed | Headline CPI +4% | n/a | 489 | 12 October 2015 |
| OMIG MacroSolutions Medical Aid Portfolio | | Segregated | Headline CPI +4% (CPI +5% prior Dec 14) | 2 | 699 | 09 October 2015 |
| Momentum AM Medical Provider Fund | | Pooled | CPI + 3% (CPIX +3% prior Jan 09) | 1 | 88 | 14 October 2015 |
| OMIG Capital Builder | | Unit Trust | Headline CPI +4% | 1 | 1,915 | 09 October 2015 |
| Prescient Positive Return Medical Aid Fund | | Segregated | CPI + 3% (CPIX +3% prior Jan 09) | 6 | 839 | 14 October 2015 |
| Prudential Medical Aid Fund | | Segregated | Headline CPI +5% | 4 | 1,639 | 06 October 2015 |
| SIM Medical Aid Domestic Absolute | | Pooled | Headline CPI +5% | 2 | 1,131 | 05 October 2015 |
| STANLIB Medical Investment Fund | Global Fund | Unit Trust | Headline CPI +5% | 1 | 422 | 13 October 2015 |
| MONEY MARKET FUNDS | | | | | | |
| Cadiz African Harvest Core Money Market | | Segregated | STEFI | 1 | 306 | 14 October 2015 |
| Investec Stable Money Fund | | Pooled | STEFI | n/a | 1,204 | 13 October 2015 |
| Momentum AM Medical Money Market Fund | | Segregated | STEFI | 3 | 2,029 | 14 October 2015 |
| Nedgroup Investments Corporate Money Market Fund | | Unit Trust | STEFI | n/a | 11,530 | 09 October 2015 |
| SIM Enhanced Cash Medical | | Segregated | STEFI | 1 | 35 | 05 October 2015 |
| Taquanta Medical Cash | | Segregated | STEFI | 7 | 5,708 | 13 October 2015 |
| BALANCED FUNDS | | | | | | |
| Allan Gray Life Stable Medical Portfolio | | Pooled | Headline CPI +3%, Alexander Forbes 3 month Deposit Index plus 2% | n/a | 1,732 | 07 October 2015 |
| Foord Medical | | Pooled | 40% ALSI, 10% SAPY, 50% Call Rate + 2% | 1 | 242 | 13 October 2015 |
| INDICES | | | | | | |
| TOTAL | | | | | 32,880 | |

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MEDICAL-AID MANAGER WATCH™ SURVEY

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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 SEPTEMBER 2015 | | | | | | | | | | | | | | | | | | |
|--|------------------|-----------|-----------|-----------|--------------|-----------|-----------|-----------|----------------|-----------|------------|----------------|-----------|------------|----------------|-----------|-----------------|-----------|
| | 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 | 0.28% | 0.33% | 1.25% | 2.47% | 4.82% | 7.39% | 7.83% | 8.59% | * | * | * | * | * | * | * | * | * | * |
| Argon Absolute Return Medical Fund | 0.36% | 0.33% | 1.42% | 2.47% | 6.43% | 7.39% | 9.34% | 8.59% | * | * | * | * | * | * | * | * | * | * |
| Coronation Medical Absolute | -0.50% | 0.25% | -1.07% | 2.23% | 2.13% | 6.65% | 3.91% | 7.59% | 9.23% | 8.80% | 4.15% | 9.82% | 8.55% | 3.80% | 11.58% | 8.13% | 12.28% | 9.14% |
| IS Medical Schemes Real Return Focus | 0.04% | 0.33% | 0.23% | 2.47% | 3.93% | 7.39% | 5.86% | 8.59% | 9.05% | 9.80% | 3.51% | 8.15% | 9.55% | 3.24% | 9.91% | 9.13% | 11.25% | 10.14% |
| OMIG MacroSolutions Medical Aid Portfolio | -0.13% | 0.33% | 0.19% | 2.46% | 4.51% | 7.48% | 7.75% | 9.00% | 9.38% | 10.79% | 4.55% | 10.50% | 10.64% | 4.17% | 10.95% | 10.33% | 11.36% | 11.30% |
| Momentum AM Medical Provider Fund | 0.03% | 0.25% | 1.01% | 2.23% | 4.28% | 6.65% | 6.49% | 7.59% | 8.78% | 8.80% | 3.57% | 8.85% | 8.55% | 3.85% | 9.91% | 8.20% | 10.73% | 9.10% |
| OMIG Capital Builder | 0.78% | 0.33% | -0.07% | 2.47% | 2.43% | 7.39% | 3.49% | 8.59% | 8.05% | 9.80% | 3.32% | 7.48% | 9.55% | 3.05% | 7.98% | 9.13% | * | * |
| Prescient Positive Return Medical Aid Fund | 0.57% | 0.25% | 0.72% | 2.23% | 6.57% | 6.65% | 8.11% | 7.59% | 10.46% | 8.80% | 4.11% | 8.31% | 8.55% | 3.63% | 8.98% | 8.20% | 11.37% | 9.10% |
| Prudential Medical Aid Fund | 0.13% | 0.41% | 1.33% | 2.71% | 6.32% | 8.13% | 9.79% | 9.59% | 11.65% | 10.80% | 4.69% | 12.85% | 10.55% | 4.73% | 13.38% | 10.13% | * | * |
| SIM Medical Aid Domestic Absolute | 0.43% | 0.41% | 0.60% | 2.71% | 5.90% | 8.13% | 8.51% | 9.59% | 10.63% | 10.80% | 2.78% | 10.72% | 10.55% | 2.83% | 11.29% | 10.13% | * | * |
| STANLIB Medical Investment Fund | -0.91% | 0.41% | 1.09% | 2.71% | 8.02% | 8.13% | 11.35% | 9.59% | 10.94% | 10.80% | 3.01% | 9.61% | 10.55% | 2.92% | 10.03% | 10.13% | * | * |
| MONEY MARKET FUNDS | | | | | | | | | | | | | | | | | | |
| Cadiz Money Market | 0.58% | 0.52% | 1.88% | 1.60% | 4.55% | 4.79% | 6.69% | 6.41% | 6.12% | 5.75% | 0.83% | 6.09% | 5.76% | 0.64% | 7.06% | 6.61% | 7.83% | 7.32% |
| Investec Stable Money Fund | 0.57% | 0.52% | 1.73% | 1.60% | 5.11% | 4.79% | 6.83% | 6.41% | 6.12% | 5.75% | 0.25% | 6.34% | 5.76% | 0.21% | 7.28% | 7.62% | * | * |
| Momentum AM Medical Money Market Fund | 0.59% | 0.52% | 1.77% | 1.60% | 5.38% | 4.79% | 7.19% | 6.41% | * | * | * | * | * | * | * | * | * | * |
| Nedgroup Investments Corporate Money Market Fund | 0.56% | 0.52% | 1.71% | 1.60% | 5.07% | 4.79% | 6.81% | 6.41% | * | * | * | * | * | * | * | * | * | * |
| SIM Enhanced Cash Medical | 0.60% | 0.52% | 1.88% | 1.60% | 5.50% | 4.79% | 7.35% | 6.41% | * | * | * | * | * | * | * | * | * | * |
| Taquanta Medical Cash | 0.63% | 0.52% | 1.89% | 1.60% | 5.60% | 4.79% | 7.56% | 6.41% | 6.83% | 5.75% | 0.61% | 6.96% | 5.76% | 0.47% | 7.74% | 6.61% | 8.37% | * |
| BALANCED FUNDS | | | | | | | | | | | | | | | | | | |
| Allan Gray Life Stable Medical Portfolio | 0.48% | 0.25% | 2.21% | 2.23% | 5.27% | 6.65% | 6.37% | 7.59% | 8.03% | 8.80% | 2.44% | 8.13% | 8.55% | 2.00% | 9.41% | 8.13% | 10.94% | 9.14% |
| Foord Medical | -0.30% | 0.76% | 0.53% | 0.68% | 4.49% | 4.36% | 8.63% | 6.92% | 11.21% | 11.23% | 3.89% | 11.64% | 11.14% | 3.95% | 11.42% | 11.94% | 12.06% | 12.26% |
| STATISTICS | | | | | | | | | | | | | | | | | | |
| Combination of old CPIX and new CPI | 0.00% | | 1.49% | | 4.41% | | 4.59% | | 5.80% | | 1.54% | 5.55% | | 1.35% | 5.20% | | 6.10% | |
| Consumer Price Inflation (Old/New combined CPI) | 0.00% | | 1.49% | | 4.41% | | 4.59% | | 5.80% | | 1.54% | 5.55% | | 1.35% | 5.13% | | 6.14% | |
| Consumer Price Inflation excluding OER [I-Net code: AECPIXU] | 0.00% | | 1.49% | | 4.41% | | 4.59% | | 5.93% | | 1.61% | 5.69% | | 1.43% | 5.37% | | 6.11% | |
| Consumer Price Inflation (Headline CPI) [I-Net code: AECPI] | 0.00% | | 1.49% | | 4.41% | | 4.59% | | 5.80% | | 1.54% | 5.55% | | 1.35% | 5.37% | | 5.83% | |
| Medical Consumer Price Inflation | 0.00% | | -0.09% | | 5.23% | | 6.19% | | 5.49% | | 3.18% | 5.35% | | 3.53% | 6.49% | | 6.31% | |
| FTSE / JSE All Share Index (Free Float) | 0.95% | | -2.13% | | 3.39% | | 4.79% | | 15.38% | | 10.47% | 14.64% | | 10.64% | 14.52% | | 14.75% | |
| FTSE / JSE SWIX All Share Index | -1.00% | | -4.22% | | 2.24% | | 6.07% | | 16.17% | | 9.69% | 15.69% | | 9.68% | 15.57% | | 15.47% | |
| Short Term Fixed Interest Rate Index | 0.52% | | 1.60% | | 4.79% | | 6.41% | | 5.75% | | 0.17% | 5.76% | | 0.15% | 6.61% | | 7.32% | |
| All Bond Index | -0.07% | | 1.11% | | 2.67% | | 7.04% | | 5.30% | | 7.56% | 7.68% | | 6.87% | 8.94% | | 8.25% | |
| Number Of Participants | 19 | | 19 | | 19 | | 19 | | 14 | | 14 | | 14 | | 14 | | 9 | |

Inflation figures lagged by one month

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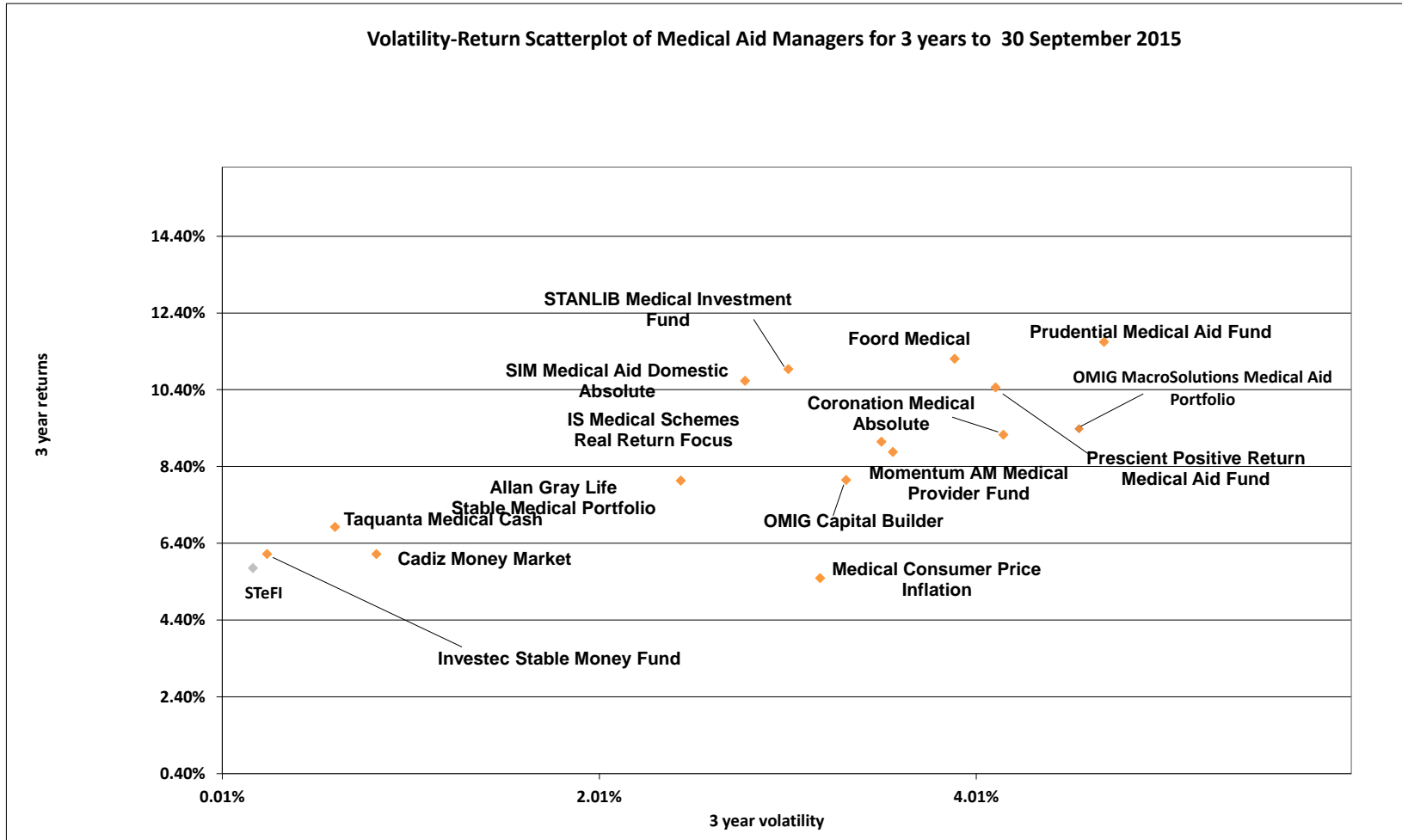
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MEDICAL-AID MANAGER WATCH™ SURVEY

| EFFECTIVE ASSET ALLOCATION AT THE END OF SEPTEMBER 2015 | | | | | | | | | | | | | |
|---|---|----------------------------------|------------------------------|------------|---------------------------|-----------------------------|---------------------------|-----------------------------|-----------|---|-------------------|---------------|---------|
| | Benchmarks | 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 |
| ABSOLUTE RETURN FUNDS | | | | | | | | | | | | | |
| Absa Asset Management Medical Aid Fund | Headline CPI+4% | 26.55% | 17.37% | 49.94% | 9.19% | 0.00% | 0.00% | 9.19% | 23.51% | 0.00% | 100.00% | 0.00% | 100.00% |
| Argon Absolute Return Fund | Headline CPI+4% | 30.53% | 30.53% | 35.55% | 0.00% | 0.00% | 0.00% | 0.00% | 33.92% | 0.00% | 100.00% | 0.00% | 100.00% |
| Coronation Medical Absolute | Headline CPI +3% | 42.74% | 33.11% | 21.38% | 9.63% | 0.00% | 0.00% | 9.63% | 34.23% | 1.65% | 100.00% | 0.00% | 100.00% |
| IS Medical Schemes Real Return Focus | Headline CPI +4% | 31.20% | 24.51% | 15.41% | 6.69% | 0.00% | 0.00% | 6.69% | 52.75% | 0.64% | 100.00% | 0.00% | 100.00% |
| OMIG MacroSolutions Medical Aid Portfolio | Headline CPI +4% (CPI +5% prior Dec 14) | 32.27% | 27.07% | 37.48% | 5.20% | 0.00% | 0.00% | 5.20% | 25.55% | 3.43% | 98.73% | 1.27% | 100.00% |
| Momentum AM Medical Provider Fund | CPI + 3% (CPIX +3% prior Jan 09) | 26.82% | 24.79% | 19.30% | 2.03% | 0.00% | 0.00% | 2.03% | 47.85% | 0.00% | 93.97% | 6.03% | 100.00% |
| OMIG Capital Builder | Headline CPI +4% | 20.22% | 18.57% | 12.38% | 1.66% | 0.00% | 0.00% | 1.66% | 67.39% | 0.00% | 100.00% | 0.00% | 100.00% |
| Prescient Positive Return Medical Aid Fund | CPI + 3% (CPIX +3% prior Jan 09) | 22.67% | 22.67% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 77.33% | 0.00% | 100.00% | 0.00% | 100.00% |
| Prudential Medical Aid Fund | Headline CPI +5% | 38.13% | 29.10% | 29.18% | 9.03% | 0.00% | 0.00% | 9.03% | 21.72% | 0.00% | 89.03% | 10.97% | 100.00% |
| SIM Medical Aid Domestic Absolute | Headline CPI +5% | 31.74% | 29.61% | 10.53% | 2.14% | 0.00% | 0.00% | 2.14% | 57.73% | 0.00% | 100.00% | 0.00% | 100.00% |
| STANLIB Medical Investment Fund* | Headline CPI +5% | 22.24% | 22.24% | 50.95% | 0.00% | 0.00% | 0.00% | 0.00% | 2.84% | 18.61% | 94.63% | 5.37% | 100.00% |
| BALANCED FUNDS | | | | | | | | | | | | | |
| Allan Gray Life Domestic Stable Medical Portfolio | Index plus 2% | 24.14% | 21.37% | 8.99% | 2.77% | 0.00% | 0.00% | 2.77% | 61.21% | 5.66% | 100.00% | 0.00% | 100.00% |
| Foord Medical | 40% ALSI, 10% SAPY, 50% Call Rate + 2% | 40.60% | 30.69% | 14.69% | 9.91% | 0.00% | 0.00% | 9.91% | 44.72% | 0.00% | 100.00% | 0.00% | 100.00% |

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EXPLANATORY NOTES

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[General](#) :

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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.

GIPS™ - Global Investment Performance Standards

[Ethical principles to achieve full disclosure and fair presentation of investment performance](#)