

**Medical - Aid Manager Watch™ Survey
for the month ending September 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
INVESTMENT MANAGERS						
ABSOLUTE RETURN FUNDS						
Absa Asset Management Medical Aid Fund		Segregated	Headline CPI+4%	3	530	07 October 2016
Argon Absolute Return Medical Fund		Segregated	Headline CPI+4%	3	1,172	14 October 2016
Coronation Medical Absolute		Pooled	Headline CPI +3%	n/a	1,371	12 October 2016
IS Medical Schemes Real Return Focus		Pooled Multi-Managed	Headline CPI +4%	n/a	600	11 October 2016
OMIG MacroSolutions Medical Aid Portfolio		Segregated	Headline CPI +4% (CPI +5% prior Dec 14)	2	737	14 October 2016
Prescient Positive Return Medical Aid Fund		Segregated	CPI + 3% (CPIX +3% prior Jan 09)	5	799	14 October 2016
Prudential Medical Aid Fund		Segregated	Headline CPI +5%	3	1,542	06 October 2016
SIM Medical Aid Domestic Absolute		Pooled	Headline CPI +5%	2	1,652	05 October 2016
STANLIB Medical Investment Fund	Global Fund	Unit Trust	Headline CPI +5%	1	466	13 October 2016
MONEY MARKET FUNDS						
Aluwani Capital Partners - Medical Aid Money Market Composite			STEFI	3	2,386	14 October 2016
Cadiz African Harvest Core Money Market		Segregated	STEFI	1	201	13 October 2016
Coronation Medical Cash		Pooled	STEFI	n/a	481	12 October 2016
Investec Stable Money Fund		Pooled	STEFI	n/a	1,187	14 October 2016
MMI - Medical Aid Money Market		Segregated	STEFI	1	118	14 October 2016
Nedgroup Investments Corporate Money Market Fund		Pooled	STEFI	n/a	20,274	12 October 2016
SIM Enhanced Cash Medical		Segregated	STEFI	1	38	05 October 2016
Taquanta Medical Cash		Segregated	STEFI	7	6,213	13 October 2016
BALANCED FUNDS						
Allan Gray Life Stable Medical Portfolio		Pooled	Headline CPI +3%, Alexander Forbes 3 month Deposit Index plus 2%	n/a	1,883	11 October 2016
Foord Medical		Segregated	40% ALSI, 10% SAPY, 50% Call Rate + 2%	1	240	13 October 2016
INDICES						
TOTAL					41,888	

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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 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	
ABSOLUTE RETURN FUNDS																		
Absa Asset Management Medical Aid Fund	0.79%	0.25%	1.88%	2.30%	6.86%	8.56%	7.96%	9.94%	*	*	*	*	*	*	*	*	*	*
Argon Absolute Return Medical Fund	0.56%	0.25%	1.34%	2.30%	7.41%	8.56%	7.48%	9.94%	*	*	*	*	*	*	*	*	*	*
Coronation Medical Absolute	0.07%	0.17%	1.79%	2.06%	8.04%	7.82%	7.21%	8.94%	6.95%	8.65%	4.21%	9.90%	8.67%	4.25%	10.47%	8.31%	11.17%	9.19%
IS Medical Schemes Real Return Focus	0.59%	0.25%	1.93%	2.30%	7.11%	8.56%	7.31%	9.94%	7.64%	9.65%	3.41%	8.66%	9.67%	3.48%	8.86%	9.31%	10.28%	10.19%
OMIG MacroSolutions Medical Aid Portfolio	0.64%	0.25%	1.81%	1.86%	7.35%	7.81%	5.89%	9.15%	7.52%	9.42%	4.72%	10.17%	10.03%	4.61%	10.21%	9.91%	10.28%	11.03%
Prescient Positive Return Medical Aid Fund	0.38%	0.17%	1.57%	2.06%	6.91%	7.82%	8.15%	8.94%	8.25%	8.65%	3.12%	8.72%	8.67%	3.77%	8.21%	8.31%	9.96%	9.20%
Prudential Medical Aid Fund	0.06%	0.33%	1.06%	2.55%	7.16%	9.31%	8.48%	10.94%	10.14%	10.65%	4.69%	12.86%	10.67%	4.82%	12.84%	10.31%	*	*
SIM Medical Aid Domestic Absolute	0.80%	0.33%	2.50%	2.55%	8.73%	9.31%	9.28%	10.94%	9.36%	10.65%	3.12%	11.08%	10.67%	3.11%	11.03%	10.31%	*	*
STANLIB Medical Investment Fund	-0.94%	0.33%	0.18%	2.55%	4.48%	9.31%	5.94%	10.94%	8.42%	10.65%	3.69%	10.35%	10.67%	3.17%	8.79%	10.31%	9.65%	10.19%
MONEY MARKET FUNDS																		
Aluwni Capital Partners - Medical Aid Money Market Composite	0.65%	0.60%	2.00%	1.86%	6.03%	5.41%	7.75%	9.04%	6.97%	6.39%	0.27%	*	*	*	*	*	*	*
Cadiz Money Market	0.72%	0.60%	1.85%	1.86%	5.94%	5.41%	7.84%	7.12%	6.73%	6.39%	0.86%	6.43%	6.00%	0.68%	6.59%	6.16%	7.84%	7.32%
Coronation Medical Cash	0.71%	0.60%	2.14%	1.86%	6.21%	5.41%	8.19%	7.12%	7.22%	6.39%	0.26%	*	*	*	*	*	*	*
Investec Stable Money Fund	0.72%	0.60%	2.16%	1.86%	6.20%	5.41%	8.18%	7.12%	6.91%	6.39%	0.36%	6.62%	6.00%	0.30%	6.86%	7.62%	8.02%	*
MMI - Medical Aid Money Market	0.66%	0.60%	2.01%	1.86%	6.31%	5.41%	8.03%	7.12%	*	*	*	*	*	*	*	*	*	*
Nedgroup Investments Corporate Money Market Fund	0.65%	0.60%	2.01%	1.86%	5.92%	5.41%	7.77%	7.12%	6.84%	6.39%	0.23%	*	*	*	*	*	*	*
SIM Enhanced Cash Medical	0.77%	0.60%	2.26%	1.86%	6.51%	5.41%	8.21%	7.12%	*	*	*	*	*	*	*	*	*	*
Taquanta Medical Cash	0.72%	0.60%	2.22%	1.86%	6.61%	5.41%	8.68%	7.12%	7.47%	6.39%	0.66%	7.26%	6.00%	0.52%	7.39%	6.16%	8.47%	*
BALANCED FUNDS																		
Allan Gray Life Stable Medical Portfolio	0.57%	0.17%	2.17%	2.06%	8.68%	7.82%	12.75%	8.94%	10.04%	8.65%	2.96%	9.05%	8.67%	2.54%	9.25%	8.31%	10.51%	9.19%
Foord Medical	0.07%	0.08%	1.70%	1.20%	7.35%	6.14%	6.17%	7.44%	8.33%	8.66%	4.53%	11.57%	11.43%	4.46%	11.12%	11.27%	10.81%	11.07%
STATISTICS																		
Combination of old CPIX and new CPI	-0.08%		1.32%		5.58%		5.94%		5.65%		1.53%	5.67%		1.41%	5.31%		6.20%	
Consumer Price Inflation (Old/New combined CPI)	-0.08%		1.32%		5.58%		5.94%		5.65%		1.53%	5.67%		1.41%	5.31%		6.19%	
Consumer Price Inflation (Headline CPI) [I-Net code: AECPI]	-0.08%		1.32%		5.58%		5.94%		5.65%		1.53%	5.67%		1.41%	5.31%		6.04%	
Medical Consumer Price Inflation	-0.24%		0.08%		4.61%		5.06%		5.57%		3.27%	5.37%		3.32%	5.58%		6.22%	
FTSE / JSE All Share Index (Free Float)	-0.94%		0.48%		4.82%		6.59%		8.84%		9.91%	15.29%		11.07%	14.35%		11.98%	
FTSE / JSE SWIX All Share Index	-0.89%		0.31%		7.59%		9.04%		10.92%		10.29%	16.77%		10.21%	15.56%		13.35%	
Short Term Fixed Interest Rate Index	0.60%		1.86%		5.41%		7.12%		6.39%		0.21%	6.00%		0.22%	6.16%		7.32%	
All Bond Index	2.98%		3.42%		15.05%		7.65%		6.82%		8.52%	8.02%		7.89%	8.73%		8.52%	
Number Of Participants	19		19		19		19		15		12			12			10	

Inflation figures lagged by one month

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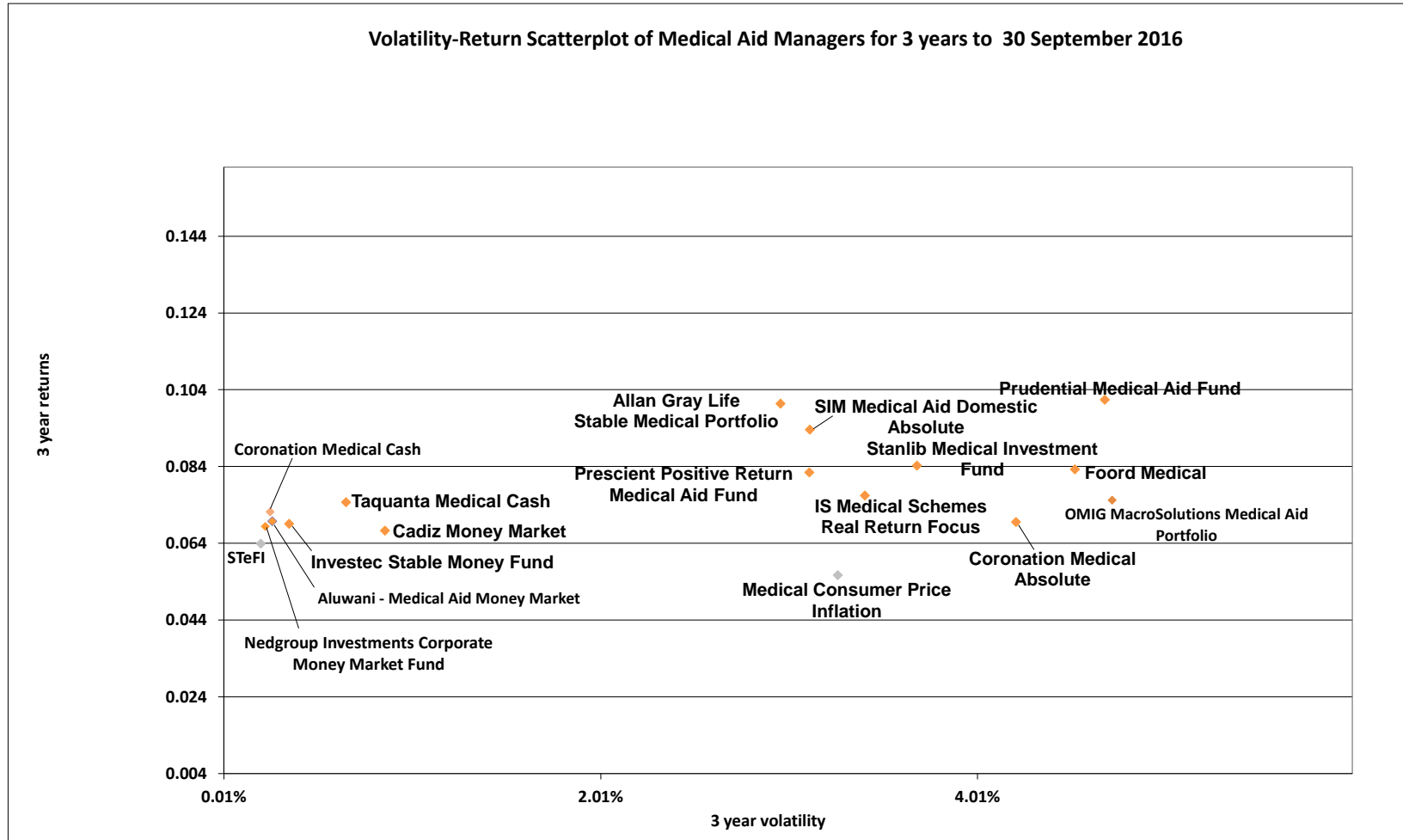
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EFFECTIVE ASSET ALLOCATION AT THE END OF JULY 2016												
	S.A. Equities including property	S.A. Equities (ex. property)	S.A. Bonds	S.A.Real Estate (Listed)	S.A.Real Estate (unlisted)	S.A.Real Estate (Direct)	Total SA Immovable Property	S.A. Cash	S.A. Other including Domestic Commodities	Total S.A. Assets	International	Total
ABSOLUTE RETURN FUNDS												
Absa Asset Management Medical Aid Fund	20.37%	12.67%	47.56%	7.70%	0.00%	0.00%	7.70%	32.08%	0.00%	100.00%	0.00%	100.00%
Argon Absolute Return Fund	34.15%	30.80%	34.21%	3.35%	0.00%	0.00%	3.35%	31.64%	0.00%	100.00%	0.00%	100.00%
Coronation Medical Absolute	44.32%	35.23%	24.20%	9.09%	0.00%	0.00%	9.09%	22.29%	1.64%	92.46%	7.54%	100.00%
IS Medical Schemes Real Return Focus	31.72%	25.45%	19.49%	6.27%	0.00%	0.00%	6.27%	48.23%	0.57%	100.00%	0.00%	100.00%
OMIG MacroSolutions Medical Aid Portfolio	40.39%	31.38%	24.05%	9.01%	0.00%	0.00%	9.01%	29.04%	4.22%	97.70%	2.30%	100.00%
Prescient Positive Return Medical Aid Fund	76.24%	76.24%	0.00%	0.00%	0.00%	0.00%	0.00%	23.76%	0.00%	100.00%	0.00%	100.00%
Prudential Medical Aid Fund	39.04%	29.42%	30.71%	9.62%	0.00%	0.00%	9.62%	20.03%	0.00%	89.78%	10.22%	100.00%
SIM Medical Aid Domestic Absolute	37.86%	35.25%	10.48%	2.61%	0.00%	0.00%	2.61%	51.66%	0.00%	100.00%	0.00%	100.00%
STANLIB Medical Investment Fund*	23.75%	21.13%	33.01%	2.62%	0.00%	0.00%	2.62%	32.43%	3.77%	92.95%	7.05%	100.00%
BALANCED FUNDS												
Allan Gray Life Domestic Stable Medical Portfolio	39.07%	35.79%	15.14%	3.28%	0.00%	0.00%	3.28%	41.26%	4.53%	100.00%	0.00%	100.00%
Foord Medical	38.40%	32.80%	15.79%	5.59%	0.00%	0.00%	5.59%	43.84%	1.97%	100.00%	0.00%	100.00%

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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.

GIPS™ - Global Investment Performance Standards

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