



S.A. Money Market Manager Watch™ Survey for the month ending September 2014

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COMMENTARY

SURVEY NOTES

The SA Money Market Manager Watch™ Survey focuses on money market mandates invested in short dated South African denominated interest rate/ debt instruments. The SA Money Market Manager Watch™ Survey is made up of 2 categories; with the following being material changes within each category over Q3 2014:

Market Manager Watch™ (Up to 90 Day duration): No changes

Money Market Manager Watch™ (91-180 Day duration): No changes

It should be noted that historic performance is not indication of future performance nor is it a direct indicator of skill. Although all funds use the STeFI as its benchmark, a manager may have different mandates allowing exposure to instruments with longer maturities or lower credit ratings. The current positioning and exposure of a fund is more relevant to an investment strategy. Please use all information within this survey and interpretations therefrom cautiously and use an asset consultant or professional advisor when matching your liabilities to appropriate assets and fund strategies.

SOURCES OF PERFORMANCE: MONEY MARKET FUNDS

The main sources of performance for money market funds are:

- Credit yield pick-up: Purchasing instruments issued by parties with a credit spread over government based issuance or the “Big 4” banks. Issuers with lower credit ratings offer similar term instruments at better interest rates to offset the possible risk of default.
- Managing the portfolio term (duration): Adjusting the overall portfolio term (duration) to be longer or shorter than the STeFI benchmark based on interest rate forecasts. Usually longer term instruments provide additional return for the term risk.
- Instrument choice: Decisions around instrument types utilized to implement the portfolio manager view, e.g. fixed rates versus floating rates, the use of FRA's etc. can have a performance impact
- Trading: Taking advantage of short term mispricing; or using alternate instruments such as FRA's and swaps for yield enhancement

MARKET DYNAMICS THAT INFLUENCED PERFORMANCE AND STRATEGY OVER Q3 2014

The money market fixed rate curve shifted 30bps on average over the quarter on the back of the 25bps repo rate increase by the MPC in July, with the 3 months NCD rate ending off the quarter 0.31% higher relative to Q2 (5.83%). The 3 month JIBAR rate moved over the quarter by 31bps following July's interest rate hike. Consequently, floating rate assets become attractive.

Forward rate agreements (FRAs), in line with the above rates also ticked up over the quarter by around 15-20bps, with the forward rate currently pricing in 100bps value of interest rate moves over the next 12 months. The STeFI returned 1.3% for the quarter.

COMMENTARY

Inflation unexpectedly escalated during the quarter and remained outside the 3%-6% inflation target band, with August's CPI figure standing at 6.4%. The quarter was characterised by two MPC meetings, one in July and one in September. The repo rate was increased by 25bps in July and was unchanged in September as economic growth continued to deteriorate. The repo rate currently stands at 5.75%. With Gill Marcus expected to step down by November, comments from the SARB still signal that an interest rate hiking cycle will persist.

The most topical issue over the quarter was the demise of African Bank Investments Limited ("ABIL") and its impact on managers who held this company's securities in their funds, either as debt or equity. The implications of ABIL's demise were several, managers suffering significant losses by writing the asset value down while others in Collective Investment Schemes applied the SARB recommended "side pocketing" mechanism to ABIL debt. Side-pocketing is a process where the ABIL securities are ring fenced and removed from the main portfolio into a "side pocket" portfolio. The basis for this is that new investors do not have to participate in these impaired securities.

The ABIL failure resulted in global credit agencies downgrading SA banks on the basis that the probability of the financial system managing another default has reduced. As a result, credit spreads widened, and bank issued debt was worth less. Subdued credit demand still persists.

HOW THE MANAGERS PERFORMED OVER THE Q3 2014

On average performance was lower relative to Q2 despite the interest rate hike during Q3. This was attributed to the impact of ABIL on many of the money market portfolios during August 2014. The difference in fund performance over the quarter between the categories was 10 basis points with the average return for 90 day duration funds at 1.48% versus 1.38% for 91-180 days, both lower than the previous quarter. A similar result was witnessed in Q2.

In the category max duration 90 days, Coronation, RECM and Prescient were the top 3 performers over the quarter and on a 1 year basis. All three of these managers had zero exposure to ABIL and this contributed significantly to their performance. The remaining managers have performed in a tight range of 64 bps over the 1 year period. Pan African performed the worst for the quarter as the impact of ABIL's senior debt revaluation impacted the manager relatively severely. ABSA and Atlantic were also impacted by their exposure to ABIL and this was reflected in their performance over the quarter. The performance dispersion across the funds over 1 year has increased from 0.96% to 1.10%.

The funds with portfolio duration 91 days to 180 days performed on average 13 bps better than its 90 day duration counterpart over a 1 year period as it lost ground this quarter. Performance dispersion across the funds over 1 year has increased from 0.93% to 1.07%.

Coronation's Institutional Cash Fund (91-180 days) continues to underperform its Strategic Cash Fund (90 days), albeit at a smaller differential. A similar situation still persists between Futuregrowth's 90 day duration fund and 91-181 days duration fund. The Prescient Yield QuantPlus Fund performed the best over the quarter as exposure to floating rate assets paid off.

Those funds with mandates allowing investment into terms greater than 12 months will have access to better rates due to term and more issuers providing additional return via credit. Access to credit and other limited supply of debt instruments will also be key features for funds to add additional performance. However, this quarter, on the back of the ABIL default, these strategies performed worse. Managers would need to be careful to balance their flexibility to adjust to changing conditions. Being locked into better long term fixed rates can be counter-productive in a rising interest environment.

Unlike other asset classes, cash instruments constantly mature and investment decision making is continual. There is no outperformance that is to be "unlocked" as argued in some other asset classes.

S.A. MONEY MARKET MANAGER WATCH™ SURVEY

Objective - The portfolios in this Survey represent short-term debt securities that are highly marketable and trade in large denominations.

GENERAL INFORMATION												
	GIPS™ (Verified/ Compliant)	Notes	Managed Ito Regulation 28? (Y/N)	Benchmark Description	Classification	Valuation Methodology	Maximum Duration of Portfolio	Maturity of longest dated instrument	% of portfolio invested in FI and better rated instruments	No.of funds in composite	Portfolio Size (R m)	Admin - efficiency : Date data submitted
INVESTMENT MANAGERS												
MAXIMUM DURATION UP TO 90 DAYS												
Absa Asset Management Money Market	V		Y	STeFI	Pooled	Accrual	90 days	Sep-15	100%	7	44 132	06 October 2014
Atlantic Cash Plus				STeFI	Segregated	Accrual	90 days	Mar-19	75%	13	1 231	14 October 2014
Coronation Strategic Cash*	V	Able to invest in instruments that have a maturity longer than one year	Y	STeFI	Pooled	Accrual	90 days	Jun-21	97%	1	1 101	14 October 2014
Futuregrowth Core Money Market Composite	V		Y	STeFI 3mnth	Segregated	Mark-to-Market	90 days	Sep-15	96%	8	13 874	13 October 2014
Gryphon Money Market	C			STeFI	Segregated	Accrual	90 days	Oct-15	100%	2	822	06 October 2014
Investec Money Market Fund	V		Y	STeFI	Pooled	Accrual	90 days	Aug-17	98%	n/a	23 364	14 October 2014
Momentum AM Money Market Fund*	V	Able to invest in instruments that have a maturity longer than one year	Y	STeFI	Segregated	Mark-to-Market	90 days	Sep-17	100%	3	3 166	14 October 2014
Nedgroup Investments Money Market Fund			N	STeFI	Pooled	Accrual	90 days	Sep-15	100%	1	11 112	07 October 2014
Nedgroup Investments Corporate Money Market Fund			Y	STeFI	Pooled	Accrual	90 days	Aug-15	100%	1	6 592	07 October 2014
Prescient Money Market Composite			Y	STeFI 3mnth	Segregated	Mark-to-Market	90 days	Sep-15	100%	4	2 252	14 October 2014
Pan Africa Segregated Domestic Cash*	V	Able to invest in instruments that have a maturity longer than one year	Y	STeFI	Segregated	Mark-to-Market	90 days			4	596	13 October 2014
RECM Money Market Fund	V		N	STeFI	Pooled	Accrual	90 days	Sep-15	100%	1	1 906	14 October 2014
STANLIB Money Market Portfolio	V		Y	STeFI	Pooled	Mark-to-Market	90 days	Oct-15	99%	3	75 084	14 October 2014
		<i>This includes multi-managers thus must be noted as possible "double-counting"</i>									185 242	
TOTAL												
MAXIMUM DURATION UP TO 91 - 180 DAYS												
Argon Enhanced Money Market Fund	V		Y	STeFI	Segregated	Mark-to-Market	180 days	Aug-16	95%	1	465	10 October 2014
Coronation Institutional Cash	V		Y	STeFI	Segregated	Mark-to-Market	180 days	Aug-17	99%	2	579	14 October 2014
Futuregrowth 180 Day Enhanced Money Market Composite	V		Y	STeFI	Pooled	Mark-to-Market	180 days	Sep-15	91%	5	7 559	13 October 2014
Investec Money Fund	V		Y	STeFI	Pooled	Mark-to-Market	180 days	Apr-17	100%	n/a	5 675	14 October 2014
Investment Solutions Banker			Y	STeFI	Pooled	Mark-to-Market	180 days	Jun-19	100%	n/a	19 452	15 October 2014
JM BUSHA CashPlus	C			STeFI	Segregated	Accrual	180 days	Jun-15	88%	2	148	06 October 2014
Momentum MoM Money Market				STeFI	Pooled	Accrual	180 days	Aug-19	97%	1	300	14 October 2014
Momentum AM CashPlus Fund	V		Y	STeFI	Segregated	Mark-to-Market	180 days	Jun-19	100%	20	17 868	14 October 2014
Nedgroup Investments Core Income Fund			Y	STeFI	Pooled	Mark-to-Market	180 days	Jul-19	100%	1	9 671	07 October 2014
Prescient Yield Quantplus Fund	V		Y	STeFI	Segregated	Mark-to-Market	180 days	Jun-17	44%	13	15 938	14 October 2014
Prudential High Interest Fund	V		Y	STeFI	Pooled	Mark-to-Market	180 days	Sep-17	80%	1	11 990	03 October 2014
SIM Cash Enhanced	V		Y	STeFI	Segregated	Mark-to-Market	180 days	Sep-17	94%	18	11 221	06 October 2014
STANLIB Enhanced Yield Fund	V		N	STeFI	Pooled	Mark-to-Market	180 days	Jun-24	95%	2	11 917	14 October 2014
SYmmETRY Money Market				STeFI	Pooled	Mark-to-Market	180 days	Aug-19	94%	n/a	496	14 October 2014
Sygnia Money Market Fund				STeFI	Pooled	Mark-to-Market	180 days	Jul-17	100%	1	693	14 October 2014
Taquantia Core Cash Fund	V		Y	STeFI	Segregated	Mark-to-Market	180 days	Jun-19	100%	1	6 700	14 October 2014
		<i>This includes multi-managers thus must be noted as possible "double-counting"</i>									120 208	
TOTAL												

* Reasonable use of the survey may be made for purposes of comment and study provided that full acknowledgement is made to "Alexander Forbes Research & Product Development".

* While all possible care is taken in the compilation of the Survey, reliance is placed on information received from Investment Managers.

* The rankings and statistical information have been supplied for illustrative purposes only.

* Performance figures are shown gross of fees.

* Performance should not be judged over a short period of time.

* Past performance is not necessarily a guide to future performance.

S.A. MONEY MARKET MANAGER WATCH™ SURVEY

Objective - The portfolios in this Survey represent short-term debt securities that are highly marketable and trade in large denominations.

INVESTMENT DATA TO THE END OF SEPTEMBER 2014																
	PERFORMANCE DATA															
	Month		Quarter		Year-to-date		1 Year		3 Years		5 Years		7 Years		10 Years	
	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank
MAXIMUM DURATION UP TO 90 DAYS																
Absa Asset Management Money Market	0.53%	7	1.22%	12	4.18%	13	5.61%	13	5.71%	11	6.26%	9	7.62%	9	7.79%	8
Atlantic Cash Plus	0.59%	2	1.38%	11	4.64%	6	6.13%	6	*		*		*		*	
Coronation Strategic Cash*	0.60%	1	1.71%	1	5.03%	1	6.71%	1	6.77%	1	7.27%	1	8.40%	1	8.22%	2
Futuregrowth Core Money Market Composite	0.51%	11	1.50%	10	4.52%	9	5.99%	9	5.86%	9	6.29%	8	7.80%	6	7.90%	5
Gryphon Money Market	0.52%	10	1.57%	5	4.52%	10	5.94%	12	5.80%	10	6.33%	7	7.66%	8	7.83%	7
Investec Money Market Fund	0.54%	3	1.54%	7	4.59%	7	6.08%	7	5.92%	7	6.39%	5	7.83%	5	7.94%	4
Momentum AM Money Market Fund*	0.51%	12	1.50%	9	4.77%	3	6.25%	4	6.43%	3	6.91%	2	8.26%	2	8.29%	1
Nedgroup Investments Money Market Fund	0.54%	5	1.57%	4	4.65%	5	6.15%	5	5.95%	6	*		*		*	
Nedgroup Investments Corporate Money Market Fund	0.52%	8	1.56%	6	4.51%	11	5.95%	11	*		*		*		*	
Prescient Money Market Composite	0.54%	4	1.62%	3	4.78%	2	6.30%	2	6.07%	4	6.53%	4	7.97%	4	*	
Pan Africa Segregated Domestic Cash*	0.46%	13	0.96%	13	4.32%	12	5.97%	10	6.57%	2	6.91%	3	8.06%	3	8.01%	3
RECM Money Market Fund	0.54%	6	1.63%	2	4.75%	4	6.28%	3	5.98%	5	*		*		*	
STANLIB Money Market Portfolio	0.52%	9	1.51%	8	4.53%	8	6.01%	8	5.89%	8	6.36%	6	7.75%	7	7.85%	6
MARKET STATISTICS																
Alexander Forbes Money Market Index	0.51%		1.50%		4.36%		5.73%		5.57%		5.95%		7.40%		7.66%	
Short Term Fixed Interest Rate Index	0.52%		1.50%		4.29%		5.64%		5.49%		5.92%		7.28%		7.41%	
STeFI Call Deposit Index	0.44%		1.34%		3.88%		5.07%		5.00%		5.38%		6.75%		6.94%	
STeFI 3 Month NCD Rate	0.47%		1.43%		4.11%		5.42%		5.30%		5.67%		7.05%		7.25%	
STeFI 6 Month NCD Rate	0.51%		1.56%		4.44%		5.83%		5.60%		6.01%		7.36%		7.50%	
STeFI 12 Month NCD Rate	0.53%		1.59%		6.54%		8.01%		6.55%		6.88%		8.09%		8.06%	
STATISTICS																
Highest	0.60%		1.71%		5.03%		6.71%		6.77%		7.27%		8.40%		8.29%	
Upper Quartile	0.54%		1.57%		4.75%		6.25%		6.25%		6.91%		8.06%		8.07%	
Median	0.53%		1.54%		4.59%		6.08%		5.95%		6.39%		7.83%		7.92%	
Average	0.53%		1.48%		4.60%		6.11%		6.08%		6.58%		7.93%		7.98%	
Lower Quartile	0.52%		1.50%		4.52%		5.97%		5.87%		6.33%		7.75%		7.85%	
Lowest	0.46%		0.96%		4.18%		5.61%		5.71%		6.26%		7.62%		7.79%	
Range	0.14%		0.75%		0.85%		1.10%		1.06%		1.01%		0.78%		0.50%	
Number of participants	13		13		13		13		11		9		9		8	

Reasonable use of the survey may be made for purposes of comment and study provided that full acknowledgement is made to "Alexander Forbes Research & Product Development".

** Please see final page for Disclaimers and Glossary **

S.A. MONEY MARKET MANAGER WATCH™ SURVEY

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INVESTMENT DATA TO THE END OF SEPTEMBER 2014																
	PERFORMANCE DATA															
	Month		Quarter		Year-to-date		1 Year		3 Years		5 Years		7 Years		10 Years	
	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank	Portfolio	Rank
MAXIMUM DURATION 91 - 180 DAYS																
Argon Enhanced Money Market Fund	0.55%	11	1.36%	10	4.45%	13	6.03%	14	*	*	*	*	*	*		
Coronation Institutional Cash	0.55%	8	1.68%	2	4.88%	2	6.43%	5	6.45%	7	6.87%	8	8.14%	8	*	
Futuregrowth 180 Day Enhanced Money Market Composite	0.53%	13	1.55%	4	4.57%	9	6.06%	11	6.02%	15	*	*	*	*		
Investec Money Fund	0.55%	9	1.20%	13	4.47%	11	6.14%	9	6.46%	6	6.97%	6	8.32%	6	8.34%	3
Investment Solutions Banker	0.65%	1	1.42%	7	4.84%	4	6.54%	2	6.55%	4	6.96%	7	8.32%	7	8.29%	4
JM BUSHA CashPlus	0.54%	12	1.63%	3	4.69%	6	6.18%	7	6.03%	14	6.56%	11	7.93%	11	7.94%	7
Momentum MoM Money Market	0.56%	6	1.22%	12	4.46%	12	6.05%	13	6.23%	11	*	*	*	*		
Momentum AM CashPlus Fund	0.55%	7	1.50%	5	4.87%	3	6.49%	3	6.69%	1	7.15%	1	8.45%	1	*	
Nedgroup Investments Core Income Fund	0.57%	4	1.07%	14	4.30%	15	5.94%	16	6.37%	9	6.98%	4	8.34%	4	*	
Prescient Yield Quantplus Fund	0.57%	5	1.76%	1	5.22%	1	7.01%	1	6.65%	2	6.99%	3	8.35%	3	8.35%	2
Prudential High Interest Fund	0.47%	16	1.42%	8	4.62%	8	6.15%	8	6.28%	10	*	*	*	*		
SIM Cash Enhanced	0.53%	14	1.42%	9	4.69%	7	6.32%	6	6.43%	8	6.73%	9	8.05%	9	8.06%	5
STANLIB Enhanced Yield Fund	0.55%	10	1.26%	11	4.70%	5	6.47%	4	6.53%	5	6.97%	5	8.33%	5	*	
SYmmETRY Money Market	0.58%	2	1.44%	6	4.56%	10	6.09%	10	6.13%	13	6.67%	10	7.99%	10	8.02%	6
Sygnia Money Market Fund	0.50%	15	1.06%	15	4.29%	16	5.96%	15	6.22%	12	*	*	*	*		
Taquanta Core Cash Fund	0.58%	3	0.99%	16	4.41%	14	6.06%	12	6.55%	3	7.05%	2	8.38%	2	8.40%	1
MARKET STATISTICS																
Alexander Forbes Money Market Index	0.51%		1.50%		4.36%		5.73%		5.57%		5.95%		7.40%		7.66%	
Short Term Fixed Interest Rate Index	0.52%		1.50%		4.29%		5.64%		5.49%		5.92%		7.28%		7.41%	
STeFI Call Deposit Index	0.44%		1.34%		3.88%		5.07%		5.00%		5.92%		7.28%		7.41%	
STeFI 3 Month NCD Rate	0.47%		1.43%		4.11%		5.42%		5.30%		5.92%		7.28%		7.41%	
STeFI 6 Month NCD Rate	0.51%		1.56%		4.44%		5.83%		5.60%		5.92%		7.28%		7.41%	
STeFI 12 Month NCD Rate	0.53%		1.59%		6.54%		8.01%		6.55%		5.92%		7.28%		7.41%	
STATISTICS																
Highest	0.65%		1.76%		5.22%		7.01%		6.69%		7.15%		8.45%		8.40%	
Upper Quartile	0.57%		1.51%		4.73%		6.44%		6.54%		6.98%		8.35%		8.35%	
Median	0.55%		1.42%		4.59%		6.15%		6.43%		6.97%		8.32%		8.29%	
Average	0.55%		1.37%		4.62%		6.24%		6.37%		6.90%		8.24%		8.20%	
Lower Quartile	0.54%		1.22%		4.46%		6.05%		6.23%		6.80%		8.09%		8.04%	
Lowest	0.47%		0.99%		4.29%		5.94%		6.02%		6.56%		7.93%		7.94%	
Range	0.18%		0.77%		0.93%		1.07%		0.67%		0.59%		0.53%		0.47%	
Number of participants	16		16		16		16		15		11		11		7	

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S.A. MONEY MARKET MANAGER WATCH™

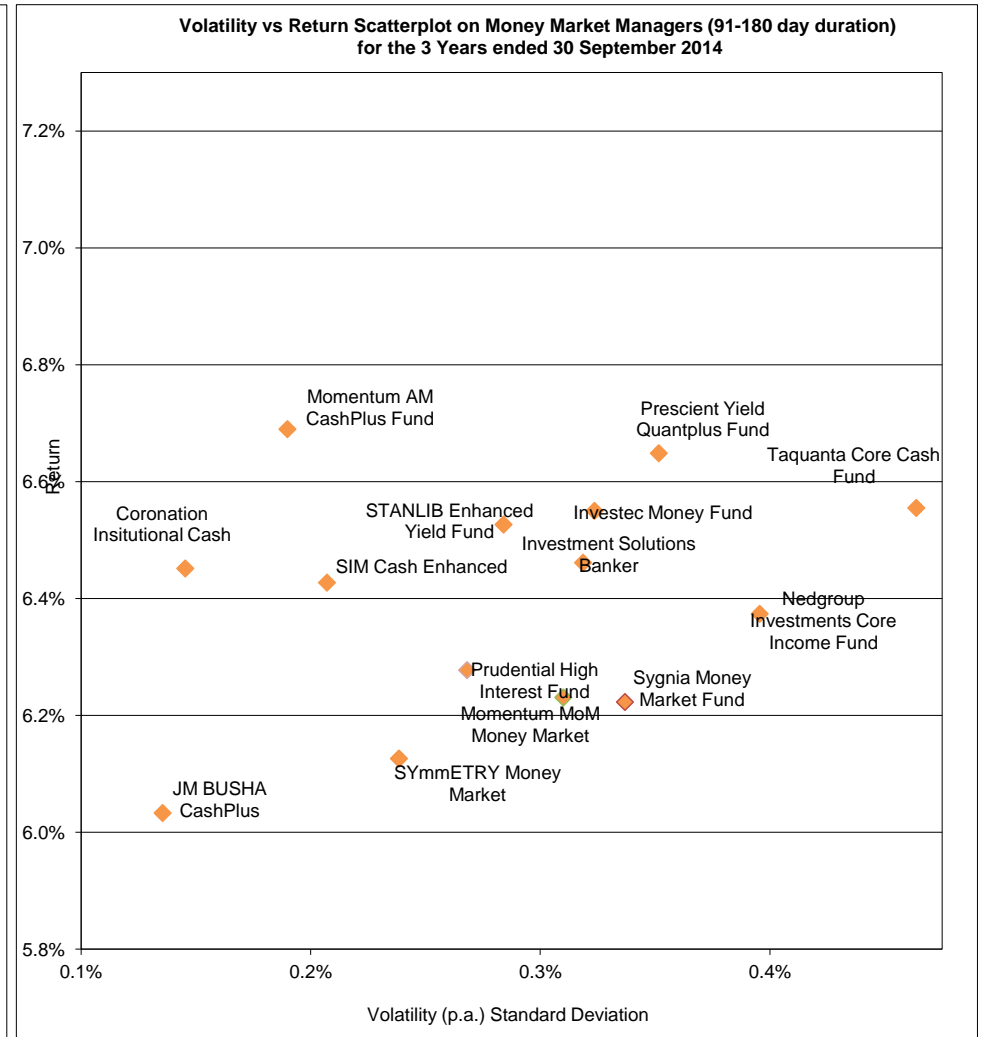
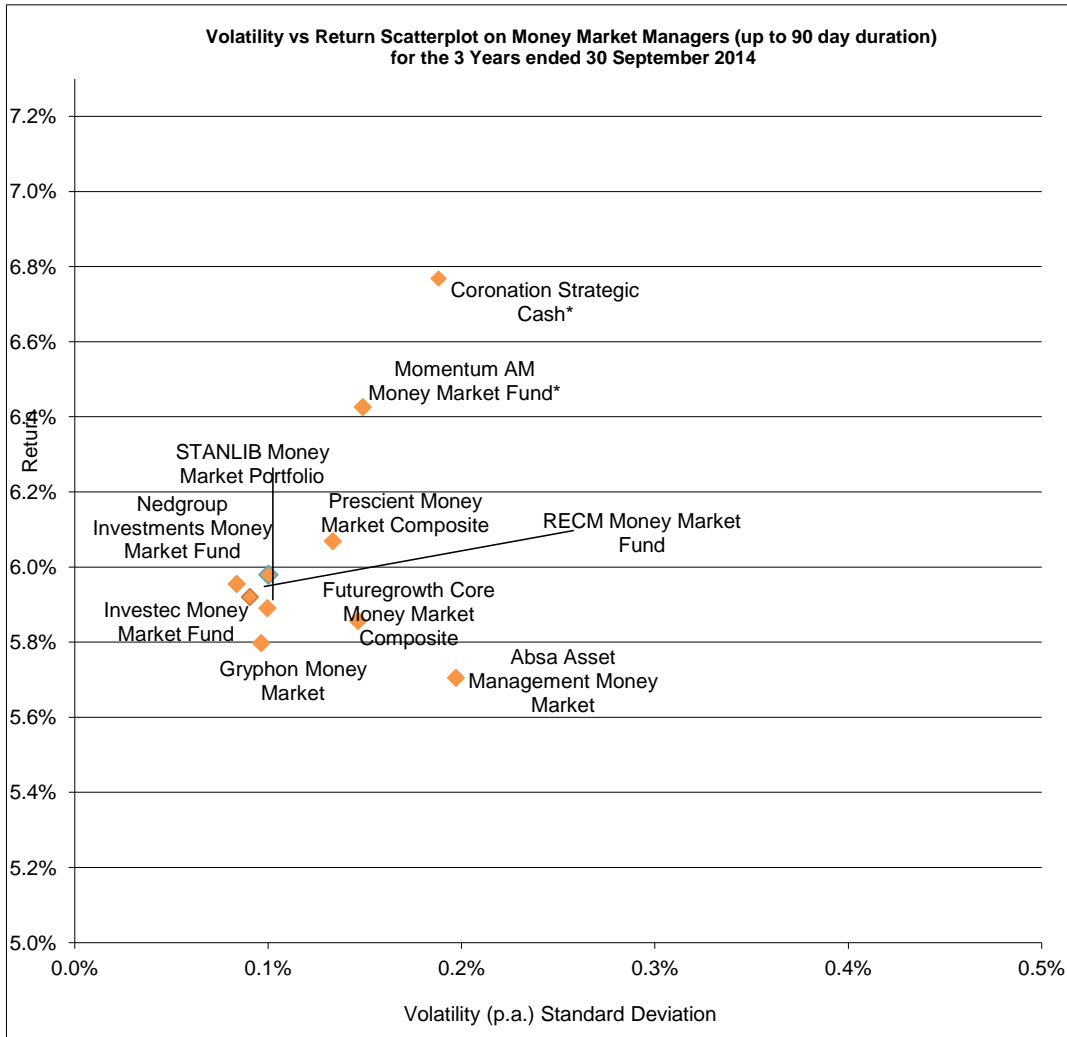
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INVESTMENT DATA TO THE END OF SEPTEMBER 2014 2014												
RISK VS RETURN												
	Calculated on 3 year performance returns						Calculated on 5 year performance returns					
	3 Year Return (p.a.)	Rank	Volatility (Risk)	Rank	Active Return	Rank	5 Year Return (p.a.)	Rank	Volatility (Risk)	Rank	Active Return	Rank
MAXIMUM DURATION UP TO 90 DAYS												
Absa Asset Management Money Market	5.71%	11	0.20%	10	0.22%	11	6.26%	9	0.27%	7	0.34%	9
Coronation Strategic Cash*	6.77%	1	0.19%	9	1.28%	1	7.27%	1	0.29%	8	1.35%	1
Futuregrowth Core Money Market Composite	5.86%	9	0.15%	7	0.37%	9	6.29%	8	0.25%	5	0.37%	8
Gryphon Money Market	5.80%	10	0.10%	3	0.31%	10	6.33%	7	0.25%	6	0.41%	7
Investec Money Market Fund	5.92%	7	0.09%	2	0.43%	7	6.39%	5	0.23%	1	0.47%	5
Momentum AM Money Market Fund*	6.43%	3	0.15%	8	0.94%	3	6.91%	2	0.24%	3	0.99%	2
Nedgroup Investments Money Market Fund	5.95%	6	0.08%	1	0.47%	6	*					
Prescient Money Market Composite	6.07%	4	0.13%	6	0.58%	4	6.53%	4	0.24%	4	0.61%	4
Pan Africa Segregated Domestic Cash*	6.57%	2	0.50%	11	1.08%	2	6.91%	3	0.42%	9	0.99%	3
RECM Money Market Fund	5.98%	5	0.10%	5	0.49%	5	*					
STANLIB Money Market Portfolio	5.89%	8	0.10%	4	0.40%	8	6.36%	6	0.23%	2	0.44%	6
			<i>Lower volatility = higher ranking</i>						<i>Lower volatility = higher ranking</i>			
MAXIMUM DURATION UP TO 91 - 180 DAYS												
Coronation Institutional Cash	6.45%	7	0.12%	2	0.88%	7	6.87%	8	0.20%	1	0.91%	8
Investec Money Fund	6.46%	6	0.29%	9	0.89%	6	6.97%	6	0.33%	9	1.01%	6
Investment Solutions Banker	6.55%	4	0.30%	10	0.98%	4	6.96%	7	0.31%	7	1.00%	7
JM BUSHA CashPlus	6.03%	14	0.11%	1	0.46%	14	6.56%	11	0.24%	3	0.60%	11
Momentum AM CashPlus Fund	6.69%	1	0.16%	3	1.12%	1	7.15%	1	0.24%	4	1.20%	1
Momentum MoM Money Market	6.23%	11	0.29%	8	0.66%	11	*					
Nedgroup Investments Core Income Fund	6.37%	9	0.37%	13	0.80%	9	6.98%	4	0.39%	10	1.03%	4
Prescient Yield Quantplus Fund	6.65%	2	0.33%	12	1.08%	2	6.99%	3	0.33%	8	1.03%	3
Prudential High Interest Fund	6.28%	10	0.24%	6	0.71%	10	*		*			
SIM Cash Enhanced	6.43%	8	0.18%	4	0.86%	8	6.73%	9	0.22%	2	0.78%	9
STANLIB Enhanced Yield Fund	6.53%	5	0.26%	7	0.95%	5	6.97%	5	0.29%	6	1.02%	5
SYmmENTRY Money Market	6.13%	13	0.21%	5	0.55%	13	6.67%	10	0.28%	5	0.75%	10
Sygnia Money Market Fund	6.22%	12	0.31%	11	0.65%	12	*					
Taquanta Core Cash Fund	6.55%	3	0.44%	14	0.98%	3	7.05%	2	0.39%	11	1.09%	2
			<i>Lower volatility = higher ranking</i>						<i>Lower volatility = higher ranking</i>			
MARKET STATISTICS												
Alexander Forbes Money Market Index	5.57%		0.08%				5.95%		0.19%			
Short Term Fixed Interest Rate Index	5.49%		0.11%				5.92%		0.21%			

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S.A MONEY MARKET MANAGER WATCH™ SURVEY



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S.A. MONEY MARKET MANAGER WATCH™ SURVEY

Objective - The portfolios in this Survey represent short-term debt securities that are highly marketable and trade in large denominations.

INVESTMENT DATA TO THE END OF SEPTEMBER 2014					
	Calendar Year				
	2013	2012	2011	2010	2009
MAXIMUM DURATION UP TO 90 DAYS					
Absa Asset Management Money Market	5.52%	5.86%	6.31%	7.42%	9.47%
Atlantic Cash Plus	5.80%	6.10%	*	*	*
Coronation Strategic Cash	6.79%	6.70%	7.35%	8.40%	9.72%
Futuregrowth Core Money Market Composite	5.63%	5.90%	5.95%	7.46%	9.70%
Gryphon Money Market	5.47%	5.86%	6.11%	7.61%	9.68%
Investec Money Market Fund	5.70%	5.92%	6.13%	7.56%	9.83%
Momentum AM Money Market Fund	6.18%	6.58%	6.86%	8.03%	10.07%
Nedgroup Investments Money Market Fund	5.75%	5.95%	6.12%	*	*
Prescient Money Market Composite	5.67%	6.17%	6.21%	7.70%	10.12%
Pan Africa Segregated Domestic Cash	6.43%	7.32%	6.65%	7.85%	9.12%
RECM Money Market Fund	5.75%	5.92%	5.79%	*	*
STANLIB Money Market Portfolio	5.68%	5.90%	6.12%	7.51%	9.61%
MAXIMUM DURATION 91 - 180 DAYS					
Coronation Institutional Cash	6.04%	6.63%	6.97%	7.76%	9.51%
Futuregrowth 180 Day Enhanced Money Market Composite	5.67%	6.26%	*	*	*
Investec Money Fund	6.35%	6.71%	6.90%	8.24%	10.01%
Investment Solutions Banker	6.46%	6.56%	6.80%	7.93%	9.92%
JM BUSHA CashPlus	5.63%	6.13%	6.50%	7.71%	10.31%
Momentum MoM Money Market	6.25%	6.37%	6.42%	*	*
Momentum AM CashPlus Fund	6.47%	6.91%	7.08%	8.27%	10.15%
Nedgroup Investments Core Income Fund	6.32%	6.75%	6.98%	8.34%	10.03%
Prescient Yield Quantplus Fund	6.62%	6.49%	6.70%	7.77%	9.91%
Prudential High Interest Fund	6.09%	6.45%	6.55%	*	*
SIM Cash Enhanced	6.36%	6.55%	6.46%	7.62%	9.50%
STANLIB Enhanced Yield Fund	6.71%	6.50%	6.75%	8.06%	10.23%
SYmmENTRY Money Market	5.92%	6.25%	6.62%	7.84%	9.85%
Sygnia Money Market Fund	6.31%	6.41%	6.61%	*	*
Taquanta Core Cash Fund	6.50%	6.95%	7.05%	8.18%	10.02%
MARKET STATISTICS					
Alexander Forbes Money Market Index	5.31%	5.58%	5.77%	6.88%	8.90%
Short Term Fixed Interest Rate Index	5.18%	5.55%	5.73%	6.93%	9.13%
STeFI Call Deposit Index	4.67%	5.09%	5.29%	6.26%	8.36%
STeFI 3 Month NCD Rate	5.03%	5.34%	5.48%	6.58%	8.64%
STeFI 6 Month NCD Rate	5.28%	5.62%	5.76%	7.01%	9.16%
STeFI 12 Month NCD Rate	5.56%	5.98%	6.34%	7.76%	10.34%

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S.A. MONEY MARKET MANAGER WATCH™ SURVEY

EXPLANATORY NOTES

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General :

Managers are ranked from highest to lowest active return. In some cases rankings may be different due to return differences disguised by the rounding. Rankings are purely for illustrative purposes.

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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.

"Return to Risk" is the return divided by the "Volatility"

"Return to Risk" is a measure of the return earned per unit of risk taken.

"Active return" is the return earned by the manager less the return on the benchmark.

"Active Return" is a measure of the value that the manager has added or deducted over the benchmark return.

"Tracking Error" is the annualised standard deviation of the monthly "Active Returns".

"Tracking Error" is a measure of the variability of the manager's returns relative to the benchmark returns.

"Information Ratio" is the "Active Return" divided by the "Tracking Error".

"Information Ratio" is a measure of the value added per unit of risk taken relative to the benchmark.

GIPS™ - Global Investment Performance Standards

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

In South Africa GIPS™ SA requires managers to obtain a verification certificate on compliance

GIPS™ - Status:

C - Indication that manager is compliant but not verified

V - Indication that manager is verified

More information can be obtained from <http://www.gipsstandards.org/>