

30 June 2016

Taylorred Moderate Aggressive

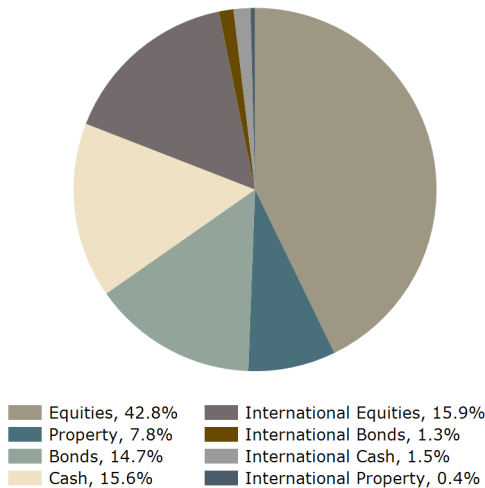
Fund Details

Fund Category	SA Multi Asset High Equity
Benchmark	CPI+5% over a 5-year rolling period
Risk Profile	Moderate Aggressive
Investment period	5 years
Launch Date	01 October 2014
Fund Size	R 3 million

Fund Objective

The wrap fund aims to provide a high level of capital growth over the long term. Investors in this fund are prepared to tolerate high fluctuations in the value of their investment over the short term. The fund will be diversified across all major asset classes with a bias towards equities (maximum of 75%). Investors in this fund should have a minimum investment horizon of 5 years. The fund is compliant with Regulation 28 of the Pension Funds Act, 1956.

Asset Allocation

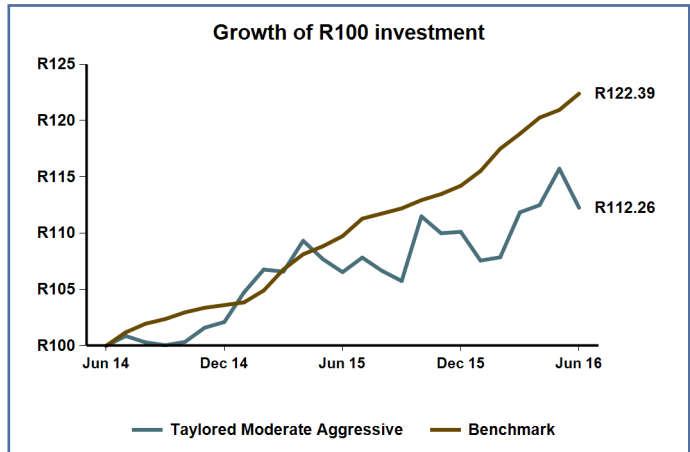


Investor Profile

This fund is suitable for investors looking for:

- High level of capital growth
- Able to tolerate high levels of volatility
- A minimum investment horizon of 5 years

Cumulative performance - 2 years *



Performance (%)	Fund*	Benchmark
1 Month	-2.99	1.20
3 Months	0.37	3.00
6 Months	1.95	7.16
1 Year	5.37	11.53
2 Years (annualised)	5.95	10.63
Since Launch	6.80	10.74

Risk statistics (2 years)	Fund*
Returns (annualised)	5.95%
Standard deviation (annualised)	6.80%
% Positive months	58.33%
Maximum drawdown	-3.52%
Sharpe ratio	-0.05

Manager Selection (%)

Coronation Balanced Plus	22.75	Sanlam Multi Managed Balanced FoF	21.25
Prudential Balanced	20.00	Satrix Balanced Index	10.00
Rezco Value Trend	16.00	SIM Balanced	10.00

Monthly Fund Performance* (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2016	-2.31	0.27	3.70	0.58	2.87	-2.99							1.95
Fund 2015	2.58	1.94	-0.17	2.57	-1.49	-1.08	1.22	-1.09	-0.85	5.43	-1.34	0.10	7.84
Fund 2014							0.87	-0.56	-0.25	0.29	1.26	0.50	2.11

Fees (% incl. VAT)

Annual wrap fee	0.57
Underlying Manager TER's	1.01

* The simulated analysis before launch date was created using Morningstar and is for illustrative purposes only. It provides an indication of hypothetical past performance given historic asset and manager allocation, and cannot be construed as providing an indication of expected future performance. The investor is liable for CGT on any transactions in the units of the underlying unit trusts within the wrap funds. Compulsory investments are not subject to CGT. Performance is calculated using net returns (after fees) of the underlying unit trusts, and quoted excluding wrap fund fees. Performance quoted is pre-tax. Fund performance numbers shown are for a notional portfolio and does not reflect the actual performance of the client invested in the wrap fund due to timing differences of investments or disinvestments of the client. Benchmark returns for CPI are based on actual published returns and an estimated one month return for the month of the report date.

30 June 2016

Taylorred Moderate Aggressive

Manager Comment

Global market sentiment was dominated in the second quarter of 2016 by the lead up to the so called "Brexit" vote in the UK and the fall-out following the outcome. As we approached voting day, positive market sentiment suggested that the UK would vote to remain a member of the European Union. Markets thus reacted quite negatively to the narrow victory to the exit camp. Days after the sell-off, markets recovered with many markets trading close to pre-Brexit levels at the beginning of July. Locally, sentiment was affected in May by concerns around the future of the finance minister while the Brexit vote in June had mixed effects on local asset classes.

While June was a negative month for equities, the first two months largely offset this as global markets generally provided small positive returns or were flat for the quarter. Developed market equities returned 0.3% while emerging markets were down 0.3%. Global bonds performed well on the back of a risk-off trade in June, returning 2.9% in USD driven mostly by government bonds. Global property performed in line with bonds, delivering 3.7% in USD. Locally, the All Share index rose 0.4% driven mostly by resources, which rose 6.4%. Financials came under pressure during the quarter, declining 1.2%, especially stocks with large UK exposures such as Old Mutual and Investec, while industrials were up marginally (0.4%). Bonds were the leading local class returning 4.4% as long-dated bonds performed well. Property declined 0.4% driven lower particularly by rand hedge property stocks such as Capital & Counties and Intu, which came under pressure following the Brexit vote. The rand was especially volatile over the quarter on the back of global and local factors. The currency ended mixed, strengthening against the British pound (8%) and euro (2.7%) and weakening marginally against the US dollar (0.5%).

Funds with a larger exposure to local bonds and resources stocks outperformed during the quarter, while those which held significant exposures to financials and rand hedge stocks tended to struggle. Offshore funds also struggled during the quarter following mixed movements of the rand against developed market currencies, as well as muted offshore returns. Flexible income funds therefore led the gainers due to their large exposure to bonds.

The outcome of the Brexit vote adds additional uncertainty to an already volatile market. The full consequences remain unclear and markets will adjust accordingly as it becomes more certain. Following a diversified approach in this market remains the most appropriate way to manage risk. We therefore continue to hold a blend of managers with diversified styles with a preference for managers with a capital preservation mindset.

Investment Committee

The investment committee forms an integral part of the investment management process. The investment committee members are involved in the process of multi management by participating in the Investment Committee Framework (the "Framework"). This Framework provides intermediaries with a platform to share their research and views with qualified investment professionals who will, based on certain constraints, construct a portfolio taking the intermediary's research into account.

Portfolio Manager



Pawan Singh, MBA

BCom, Accounting
MBA, Finance &
Investments
CFA L3 candidate

About the Portfolio Manager

Pawan has been a Portfolio Manager with Sanlam Investments since August 2014. Pawan has 7 years' international experience in the financial markets and banking industry. He started his career in Mumbai working for an accounting firm before moving to New York, USA where he finished his MBA studies and also completed an internship with UBS Financial in their wealth management group. Post MBA he went to work for Deloitte at their global headquarters in New York where he worked as a cash flow modeller structuring Credit Derivatives, Asset Backed and Mortgage Backed Securities. In South Africa he has worked for Capitec Bank as a Financial Analyst and also consulted independently for W.K. Kellogg Foundation regarding listed equities in South Africa.

Manager Information

Sanlam Multi Manager International (SMMI) Pty Ltd

Physical address

55 Willie van Schoor Avenue, Bellville 7530
Postal address: Private Bag X8, Tygervalley 7536
Website: www.sim.sanlam.com

Client Contact Details:

Tel: +27 21 950-2500
Fax: +27 21 950-2126
Email: retail@sanlaminvestments.com

The information contained in this document has been recorded and arrived at by Glacier Financial Solutions (Pty) Ltd (FSP 770) in good faith and from sources believed to be reliable, but no representation or warranty, expressed or implied, is made as to the accuracy, completeness or correctness. Past performance is not necessarily a guide to future performance. Changes in currency rates of exchange may cause the value of your investments to fluctuate. The value of investments and income from them may therefore go down as well as up, and are not guaranteed. The information is provided for information purposes only and should not be construed as the rendering of investment advice to clients. Glacier Financial Solutions (Pty) Ltd and its' shareholders, subsidiaries, agents, officers and employees accordingly accept no liability whatsoever for any direct, indirect or consequential loss arising from the use or reliance, in any manner, on the information provided in this document. Total expense ratios (TERs) are calculated quarterly and are accurate at the latest available date quoted on this document, intermediary and LISP fees are client-dependent and therefore not reflected. The wrap fund is made up of registered Collective Investment Schemes. The Minimum Disclosure Document of the underlying funds can be obtained from the respective Managers.