Fund Information

Investment Objective
The fund aims to achieve the steady growth of income and capital as well as the preservation of real capital (capital as adjusted for inflation). The portfolio is managed to comply with the statutory investment limits set for retirement funds in South Africa (Regulation 28).

Inception Date
Wednesday, 17 August 2016

Fund Size
R48.3 Billion

Unit Price
5425.83 Cents

Base Currency
South African rand (ZAR)

Time Horizon
Longer than 3 years

Fund Managers
Arsene Wenger, Theo Walcott and that shmuck Giroud

Benchmark
The market value weighted average return of the South African - Multi Asset - High Equity unit trust sector, excluding Foord Balanced Fund.

Risk Rating
Low

Investor Profile
Investors whose risk tolerance is below that of a pure equity fund investor and those who require the asset allocation decision to be made for them, within prudent guidelines. Because the fund complies with Regulation 28, it is ideally suited to being a substantial component of any retirement savings portfolio and is especially suitable for retirement funds, pension fund members and holders of contractual savings products.

Income Characteristics
Medium yield, approximately double that of a general equity fund. The income yield is affected by the level of performance fees accrued.

Total Expense Ratio
Basic 1.5%
Performance 0.3%
Total 1.8%

Fund Composition

Holdings % of Fund
Naspers 13.1%
Standard Bank 6.4%
Steinhoff International 5.4%
MTN Group 4.6%
FirstRand Bank 4.0%
British American Tobacco 4.0%
Old Mutual Plc 4.0%
Sasol 3.7%
Clientele 3.6%
Sanlam 3.0%

Sector Composition

<table>
<thead>
<tr>
<th>Resource</th>
<th>Industrials</th>
<th>Financials</th>
<th>ETFs</th>
<th>Liquids Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>9.7%</td>
<td>57.0%</td>
<td>32.2%</td>
<td>1.0%</td>
<td>0.1%</td>
</tr>
</tbody>
</table>

Fund Performance as at 17 August 2016

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>1 Year</th>
<th>3 Year</th>
<th>5 Year</th>
<th>7 Year</th>
<th>10 Year</th>
<th>Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund (Class R)</td>
<td>5.0</td>
<td>16.5</td>
<td>15.2</td>
<td>11.2</td>
<td>14.7</td>
<td>14.9</td>
</tr>
<tr>
<td>Fund (Class A)</td>
<td>5.0</td>
<td>16.5</td>
<td>15.2</td>
<td>11.2</td>
<td>14.7</td>
<td>14.9</td>
</tr>
<tr>
<td>Benchmark</td>
<td>10.2</td>
<td>20.6</td>
<td>19.9</td>
<td>13.8</td>
<td>17.6</td>
<td>17.1</td>
</tr>
</tbody>
</table>

How to Invest
Call us at TELEPHONE or visit our website at www.INARSENEWETRUST.com. Application forms and all documentation required by FICA must be faxed to WHOSTILLHASAFAX or e-mailed to BELIEVE@INARSENEWETRUST.com. Cheques must be made payable to THE FUNDS NAME and deposited into the following bank account: FNB, Brooklyn, Account Number: 123456789, Branch Code: WHAT.
**Fund Commentary**

The FTSE/JSE All Share (ALSI) gained 1.2% on a total return basis in July 2016, while the All Bond Index gained 2.2%. The SA Listed Property Index gained 3.6% for the month. Cash returned 0.6%. The rand strengthened 5.4% against the US dollar and 4.6% against the euro and 5.6% against the pound in July 2016. The MSCI World index gained 4.3% on a total return basis in US dollar terms in July 2016. The Fund realised a total return of 1.1% for the month. The main contributor to performance this month came from the Fund’s position in equities. This brings the one year performance of the Fund to 5.3% (after fees).

**Asset Allocation (Max Limits in brackets)**

<table>
<thead>
<tr>
<th>Asset Class</th>
<th>Domestic %</th>
<th>Foreign %</th>
<th>Total %</th>
<th>Maximum</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equities</td>
<td>36.5</td>
<td>21.1</td>
<td>57.6</td>
<td>75</td>
</tr>
<tr>
<td>Listed Property</td>
<td>2.4</td>
<td>0</td>
<td>2.4</td>
<td>25</td>
</tr>
<tr>
<td>Corporate Debt</td>
<td>9.1</td>
<td>0</td>
<td>9.1</td>
<td>50</td>
</tr>
<tr>
<td>Government Bonds</td>
<td>3.4</td>
<td>0</td>
<td>3.4</td>
<td>100</td>
</tr>
<tr>
<td>Money Market</td>
<td>18.9</td>
<td>4.7</td>
<td>23.6</td>
<td>100</td>
</tr>
<tr>
<td>Commodities</td>
<td>3.5</td>
<td>0.4</td>
<td>3.9</td>
<td>10</td>
</tr>
</tbody>
</table>

**Income Distributions**

<table>
<thead>
<tr>
<th>Declaration</th>
<th>Payment</th>
<th>Amount</th>
<th>Dividend</th>
<th>Interest</th>
</tr>
</thead>
<tbody>
<tr>
<td>30 Sep 2015</td>
<td>01 Oct 2015</td>
<td>1.55</td>
<td>0.23</td>
<td>1.32</td>
</tr>
<tr>
<td>30 Jun 2015</td>
<td>01 Jul 2015</td>
<td>1.41</td>
<td>0.14</td>
<td>1.27</td>
</tr>
<tr>
<td>31 Mar 2015</td>
<td>01 Apr 2015</td>
<td>1.45</td>
<td>0.21</td>
<td>1.24</td>
</tr>
<tr>
<td>31 Dec 2014</td>
<td>02 Jan 2015</td>
<td>1.35</td>
<td>0.12</td>
<td>1.23</td>
</tr>
</tbody>
</table>

**Foreign Assets**

Foreign asset exposure is obtained via the Foord International Fund (FIF) and Foord Global Equity Fund Luxembourg (FGEFL), sub-funds of Foord SICAV domiciled in Luxembourg and Foord Global Equity Fund (FGEF) domiciled in Singapore. FIF is a conservative, multi-asset class fund. FGEFL and FGEF comprise portfolios of global shares and cash. All funds are priced in US dollars.

**Glossary**

12 Month Yield: A measure of the Fund's income distributions as a percentage of the Fund's net asset value (NAV). This is calculated by summing the income distributions over a rolling 12-month period, then dividing by the sum of the NAV at the end of the period and any capital gains distributed over the same period.

Annualised Performance: The average amount of money (total return) earned by an investment each year over a given time period. For periods longer than one year, total returns are expressed as compounded average returns on a yearly basis.

Cumulative Performance Graph: This illustrates how an initial investment of R100 or $100 (for example) placed into the Fund would change over time, taking ongoing fees into account, with all distributions reinvested.

Fund's Monthly Asset Class Returns: The percentage return that each asset class the Fund is invested in, has contributed to the overall return of the Fund.

Income Distribution: The dividend income and/or interest income that is generated by the underlying Fund investments and that is periodically declared and distributed to investors in the Fund after all annual service fees.

Intended Maximum Limits: This indicates the Fund's intended maximum exposure to an asset class. These limits may be reviewed subject to the Fund's Supplemental Deed and/or Regulation 28 for those Funds managed in accordance with Regulation 28 of the Pension Funds Act.

Regulation 28: The South African retirement fund industry is governed by the Pension Funds Act, No 24 of 1956. Regulation 28 of the Pension Funds Act prescribes the maximum limits in asset classes that an approved retirement fund may invest in.

Total Expense Ratio (TER): This shows the charges, levies and fees relating to the management of the portfolio and is expressed as a percentage of the average net asset value of the portfolio, calculated over a rolling three years (where applicable) and annualised to the most recently completed quarter. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.

Unit Class: Prudential's Funds are offered in different unit classes to allow different types of investors (individuals and institutions) to invest in the same fund. Different investment minimums and fees apply to different unit classes. A Class: for individuals only. B & D Class: retirement funds and other large institutional investors only. X Class: the special fee class that was made available to investors that were invested in the Dividend Income Feeder Fund. T Class: for investors in tax-free unit trusts. F Class: for Discretionary Fund Managers.