

ELEMENT BALANCED FUND

31 July 2014

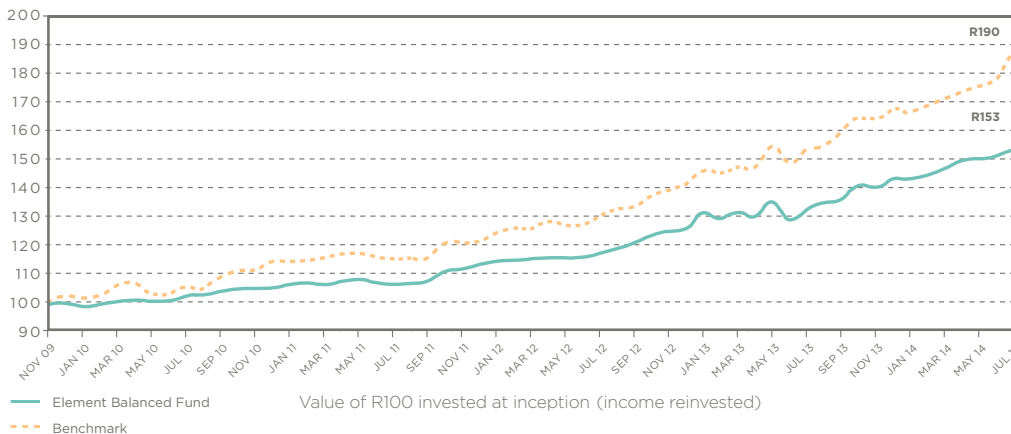
FUND OBJECTIVE

The Element Balanced Fund aims to provide investors with a steady growth of capital and income over the long term while minimising downside risk. The manager aims to do this by investing in an actively managed balanced portfolio. The portfolio complies with the legislation governing retirement funds i.e. Regulation 28 of the Pension Funds Act (Act 24 of 1956). Element Investment Managers signed the United Nations Principles for Responsible Investment (PRI) in May 2006. In signing the PRI, we have committed to adopt and implement them where consistent with our fiduciary responsibilities. We believe that this improves our ability to meet commitments to investors as well as better align our investment activities with the broader interests of society. Element Investment Managers is the first South African investment manager to sign the PRI.

SUITABLE FOR INVESTORS WHO:

- ✘ Have a moderate risk profile with a medium- to long-term investment time horizon
- ✘ Wish to save for their retirement
- ✘ Wish to delegate the asset allocation function to an experienced investment management team

TRACK RECORD



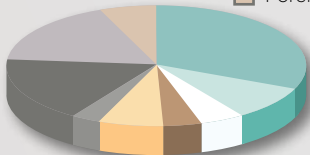
PERFORMANCE (Net of fees)*

*Performance figures for Class A

| | Fund | Benchmark |
|---------------------------------|-------|-----------|
| Since inception (un-annualised) | 53.3% | 90.0% |
| Since inception (annualised) | 9.5% | 14.6% |
| 3 year (annualised) | 13.3% | 18.2% |
| Last 12 months | 16.0% | 24.0% |

ASSET ALLOCATION

| | | | |
|-------------------|-----|-------------------------|-----|
| Local Equity | 31% | Nominal Bonds | 9% |
| Listed Property | 9% | Inflation-linked Bonds | 2% |
| Commodity ETF | 3% | Money Market incl. Cash | 15% |
| Preference Shares | 6% | Foreign Equity* | 19% |
| | | Foreign Income* | 6% |



INCOME DISTRIBUTION (Last 12 months)

| Date | Distribution (cpu) | Local Dividend (cpu) | Foreign Dividend (cpu) | Local Interest (cpu) | Foreign Interest (cpu) |
|--------------|--------------------|----------------------|------------------------|----------------------|------------------------|
| September 13 | 1.43 | 0.19 | 0.10 | 0.97 | 0.17 |
| March 14 | 1.31 | 0.56 | 0.08 | 0.49 | 0.18 |

The Element Balanced Fund declares a distribution half yearly.

STATUTORY INFORMATION

Figures quoted are from Element Investment Managers (Pty) Limited, for the period ended July 2014, for a lump sum investment, using NAV-NAV with income distributions reinvested. Benchmark figures quoted are the Average of Prudential Variable Equity category up to end December 2012 and Average of SA Multi Asset High Equity thereafter. Collective Investment Schemes in Securities (CIS) are generally medium- to long-term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future. CIS prices are calculated on a Net Asset Value (NAV) basis, which is the total value of all assets in the portfolio, including any income accrual and less all permissible deductions from the portfolio. CIS are traded at ruling prices and can engage in borrowing and scrip lending. Different classes of participatory interests apply to this portfolio and are subject to different fees and charges. A schedule of fees, charges and maximum commissions is available on request from Element Unit Trusts Limited. Commission and incentives may be paid and if so, would be included in the overall costs. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. This portfolio is valued daily at 15h00 and forward pricing is used. The Fund may be closed to new investments at any time in order to be managed in accordance with its mandate. Element Unit Trusts Limited is a full member of the Association for Savings & Investment SA (ASISA).

CONTACT DETAILS

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RISK PROFILE



PORTFOLIO MANAGERS

Terence Craig
René Prinsloo
Jeléze Hattingh

LAUNCH DATE

November 2009

CURRENT SIZE

R39 million

NAV PRICE

140.69 cents

BENCHMARK FROM

1 JAN 2013

Average total return of the South African Multi Asset High Equity category

BENCHMARK FROM

INCEPTION TO 31 DEC 2012

Average total return of the Domestic Prudential Variable Equity category

FUND CLASSIFICATION

South African Multi Asset High Equity

FUND INFORMATION

Minimum investment

R5 000 lump sum
R500 debit order

Maximum initial advisor fee
3.42% (incl. VAT)

Annual management fee
1.71% (incl. VAT)

TER

2.18%*

TOP 10 SHARE HOLDINGS

(excl. pref shares)

| SHARE | % OF FUND |
|----------------------|-------------|
| RESOURCES | |
| ANGLOS | 3.1 |
| SASOL | 2.9 |
| INDUSTRIALS | |
| GOLD FIELDS | 2.4 |
| GLENCORE | 1.9 |
| FINANCIALS | |
| NEWGOLD PLATINUM ETF | 1.8 |
| BHP BILLITON | 1.6 |
| MURRAY & ROBERTS | 1.5 |
| ANGLOGOLD | 1.5 |
| MTN GROUP | 1.3 |
| TONGAAT | 1.2 |
| TOTAL | 19.2 |

*The Element Balanced Fund Class A has a Total Expense Ratio (TER) of 2.18% pa. This means 2.18% of the average Net Asset Value of the portfolio was incurred as charges, levies and fees. 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.