



# FLEXIBLE FUND

30 June 2009

# FRATER

UNIT TRUSTS

The Fraters Flexible Fund aims to achieve a steady growth of capital and income for investors. The fund is actively managed and has been designed to operate as flexibly as possible within the constraints of the South African market. The Fraters Flexible Fund is Fraters' "best view" on domestic asset allocation, combined with individual instrument selection based on bottom-up research conducted by our in-house research team. Fraters 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. Fraters is the first South African investment manager to sign the PRI.

Sector	Domestic Asset Allocation Flexible	Minimum lump sum / debit order	R10 000 / R1 000
Portfolio manager	Frater Asset Management – Terence Craig	Maximum initial advisor fee	3.42% (incl. VAT)
Launch date	October 2001	Annual management fee	1.71% (incl. VAT)
Current size	R616 million	NAV Price (cents)	261.91
Benchmark	FTSE/JSE All Share Index (45%); F&I Index (25%); PUT Index (5%); ALBI (15%); Cash (10%)		

PORTFOLIO			TRACK RECORD	
Performance and risk statistics			Value of R100 invested at inception (income reinvested)	
	Fund	Benchmark		
Since inception (un-annualised)	259.8%	202.9%		
Last 12 months	-1.5%	-7.2%		
3 year (annualised)	5.5%	7.0%		
5 year (annualised)	15.8%	17.8%		
5 year volatility	8.4%	13.2%		
Maximum drawdown (since inception)	-10.9%	-25.9%		
5 year Sortino Ratio	1.63	1.23		
Figures quoted are from Frater Asset Management, for period ended June 2009, for a lump sum investment, using NAV-NAV prices with income distributions reinvested. <b>TER: 1.72%.</b> The Fraters Flexible Fund Class A has a Total Expense Ratio (TER) of 1.72%p.a. This means 1.72% 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.				

ASSET ALLOCATION	SECTOR WEIGHTINGS (% of equities, excl pref shares)
<p>Gross Equity: 58% Hedged Equity: -11% Net Equity: 47%</p>	

TOP 10 HOLDINGS (% of equities, excl pref shares)				INCOME DISTRIBUTION			
	%		%	Date	Distribution (cpu)	Dividend (cpu)	Interest (cpu)
ANGLOGOLD	6.2	REINET	5.0	Sep 2008	8.82	5.04	3.78
SASOL LIMITED	5.4	MONDI PLC	4.7				
GOLD FIELDS	5.3	TONGAAT	4.6				
MTN GROUP	5.2	VODACOM	4.4	Mar 2009	8.19	5.33	2.86
MEDI-CLINIC	5.1	OLD MUTUAL	4.3				
		<b>TOTAL</b>	<b>50.2</b>	The Fraters Flexible Fund declares a distribution half yearly.			

STATUTORY INFORMATION	CONTACT DETAILS	
Performance figures include income distributions and are calculated after management fees. FRATER ASSET MANAGEMENT is approved by the Financial Services Board as a Discretionary Financial Services Provider (licence number 663).	Natalie Smith or Ian Jones	e-mail: <a href="mailto:info@fraters.co.za">info@fraters.co.za</a>
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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 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 these portfolios and are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from the company/scheme. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. The funds are valued daily at 15h00. The portfolios may be closed. Frater Unit Trust Management Company Limited is a member of the Association for Savings & Investment SA (ASISA).