

31 MAY  
2013

## SAFFRON MET INFLATION LINKED BOND FUND

Fund category	South Africa - Multi Asset - Income*	Fund size	R471.595 million
Fund description	An actively managed fund that aims to provide inflation beating returns	NAV	111.53 cents per unit
Launch date	02 July 2012	Benchmark	CPI +2.0% over 12 month rolling period
Portfolio manager/s	Deon van Zyl	TER <sup>1</sup>	1.28%
		Risk profile	Low / Moderate
		Modified duration	6.8 years

### INVESTMENT MANDATE

The fund seeks to secure stable real capital growth in excess of the headline inflation rate. The fund adopts an active asset allocation and will reflect Saffron's best view of relative attractiveness of the assets in the investable universe. The fund shall maintain an exposure to inflation linked bonds of at least 50% depending on the portfolio manager's view of the interest rate cycle and inflation expectations. Exposure to property related securities may be actively varied but shall not exceed 10% of the fund's net asset value.

### FUND OBJECTIVE & BENCHMARK

The Saffron MET Inflation Linked Bond Fund is a specialist fixed interest portfolio that consists of inflation linked bonds, government bonds, corporate bonds and other interest bearing securities, money market instruments, preference shares, property shares and property related securities, non-equity securities and assets in liquid form. The fund's objective is to deliver a return of 2.0 % over CPI (over 12 month rolling period, net of fees) on a sustainable basis.

### PERFORMANCE

As at 31/05/2013

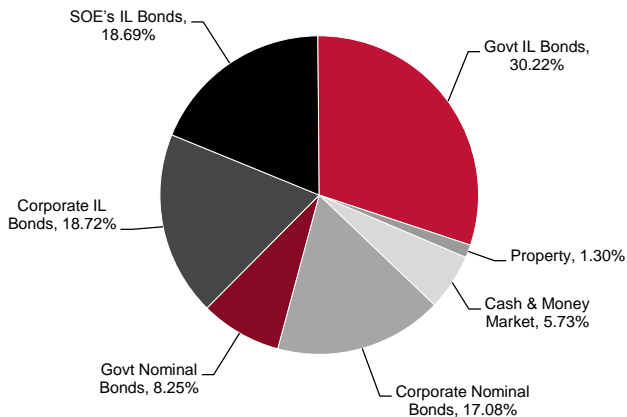
Returns since inception (02/07/12)	Fund	CPI +2.0%
Cumulative returns	12.51%	6.88%

### TECHNICAL OVERVIEW

Original Buying Price:	100 cents
FSP upfront comm. (max):	0%
Annual Service fee:	1.14% (incl. VAT)
Performance fee:	None
Minimum lump sum:	R5 000
Min. monthly investment:	R500
Income distribution 2012:	0.95cpcu
Date of income declaration:	30 Jun / 31 Dec
Date of income payment:	2nd working day of Jul / Jan
Valuation time:	15h00
Transaction time:	13h00

### SECTOR ALLOCATIONS

As at 31/05/2013



### FAIS CONFLICT OF INTEREST DISCLOSURE

Please note that in most cases where the FSP is a related party to Saffron Wealth (Pty) Ltd and/or MET, Saffron Wealth (Pty) Ltd and/or the distributor earns additional fees apart from the FSP's client advisory fees. It is the FSP's responsibility to disclose additional fees to you as a client. Such fees are paid out of the portfolio's service charge and range as follows (excl VAT):

CIS Manager	Up to 0.10%
Saffron Wealth (Pty) Ltd	Up to 0.90%
Distribution	Up to 0.25%
LISP Rebate	Up to 0.25%
Performance fee	100% to investment manager
<b>Total Service Charge</b>	<b>1.00%</b>

### DISCLOSURES

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