

Prudential Namibian Inflation Plus Fund

30 June 2010

Who should invest

The Fund is ideal for those saving for retirement, those already living off a pension and those wanting to protect their savings from the detrimental effects of inflation, thereby preserving purchasing power and earning a real return.

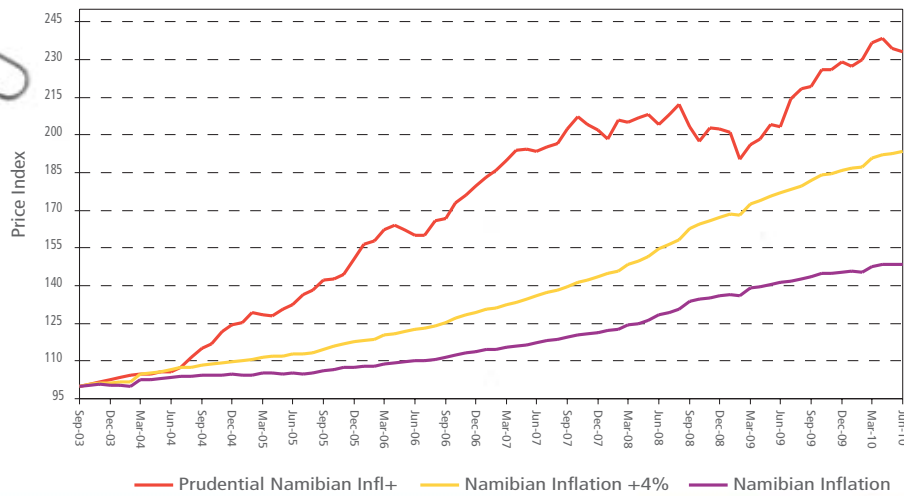
Investment objective

The Prudential Namibian Inflation Plus Fund aims to produce above inflation (or real) returns by investing in inflation linked bonds, other interest bearing securities and equities. The Fund will target a benchmark return of Namibian Headline Inflation plus 4% over a rolling three year period (before fees).

Key attributes of the Fund

The Fund aims to achieve real returns (returns above inflation). Returns of the Fund are measured against inflation, not the competition allowing the manager to focus on reducing risk in achieving this target return. As the Fund targets real returns, the uncertainty of inflation is removed from retirement planning. The real return mandate of the Fund is therefore focused and pertinent and the relevant results are easily monitored. The Fund is backed by Prudential's extensive global expertise and depth of resources.

Cumulative performance since inception



Annualised performance (A Class)

Date	Fund
1 year	13.7%
2 years	5.8%
3 years	5.3%
5 years	10.5%
Since inception	11.7%

Source: Morningstar (net of fees)

Fund commentary

The NSX Overall Index fell 5.23% in June, whilst the NSX Local Index was down 0.43% month-on-month. The IJG Bond Index increased by 1.01% month-on-month. Namibian bond premiums relative to SA yields in June were mixed with the GC12 premium increasing while the premium for the GC18 and GC24 decreased and the premium for the GC15 remained flat. The best performing bond in June was the GC12. The fund returned -0.6% for the month of June.

Portfolio Details

Portfolio Allocation (%)	Industry holdings	Top 10 holdings
Inflation-linked bonds: 21.6	Bonds: 41.2%	1. Anglo American Plc Namibia: 5.5%
Namibian equities: 14.0	Financials: 17.6%	2. Standard Bank Group Namibia: 2.5%
SA equities: 11.6	Offshore Cash: 10.7%	3. BHP Billiton: 2.3%
International Fixed Interest: 10.6	Basic Materials: 9.6%	4. Old Mutual Namibia: 1.6%
SA bonds: 10.3	Cash & Equivalents: 6.0%	5. Firststrand Namibia: 1.2%
Namibian Bonds: 9.4	Offshore Equities: 5.9%	6. SABMiller: 1.0%
SA property: 8.7	Consumer Goods: 2.3%	7. Sasol: 1.0%
Namibian Cash: 5.9	International Property: 2.0%	8. MTN Group: 0.9%
International Equities: 5.9	Consumer Services: 1.4%	9. Investec Namibia: 0.8%
International property: 2.0	Telecommunications: 1.1%	10. Richemont: 0.7%
	Oil & Gas: 1.0%	
	Industrials: 0.7%	
	Health Care: 0.4%	
	Technology: 0.1%	

An electronic copy of this document is available at www.prudential.co.za.

Namibian Disclaimer:

Prudential (Namibia) Unit Trusts Limited is an approved Management Company in terms of the Unit Trusts Control Act, 1981. Unit Trusts are generally medium- to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to the future. A schedule of fees and charges and maximum commissions is available on request from the Management Company. 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. Different classes of units may apply to the portfolio and are subject to different fees and charges. Unit 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 any permissible deductions from the portfolio divided by the number of units in issue. Fund valuations take place at approximately 14h30 Namibian time each day and forward pricing is used. Purchase and repurchase requests must be received by the Manager by 13h30 (10h30 for the Money Market Fund) Namibian time each business day. In calculating performance figures initial charges are not taken into account. Annual service charges are deducted in all calculations. Performance figures are sourced from Morningstar and are based on lumpsum investments using NAV prices with gross income reinvested.



Fund information

Risk profile:



Sector:

Prudential Fund

Benchmark:

Namibian Headline Inflation +4% over a rolling 3 years

Launch date:

1 September 2003

Fund size:

N\$171 690 715

Fund Manager:

Prudential (Namibia) Unit Trusts Limited

Min lumpsum:

N\$10 000

Min debit order:

N\$1 000pm

Income declaration:*

01.07.09 - 30.06.10 : 5.62cpu

Fees (excl VAT)

Initial fee : 3.00%
(retail investors only)

Annual management fee

Fee : 1.00%
(retail and institutional investors)

How to Invest

Cheques are to be made payable to 'Prudential Namibian Inflation Plus Fund' and deposited into the following bank account: Bank: First National Bank, PNIP, Client Account, Account number: 621 1032 1891, Branch Code: 28 19 72. Application form number to be quoted on all deposit slips. Application forms, ID and proof of deposit may be faxed to 061 259 224 or posted to PO Box 25743, Windhoek, Namibia. Website address: www.prudential.com.na



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