



JACQUES MALAN  
CONSULTANTS & ACTUARIES



Benchmark Retirement Fund

Quarterly investment report  
as at 31 December 2011



February 2011

## Performance comparison as at 31 December 2011

### Moderate portfolios

#### Asset allocation

The figures below reflect the asset allocation of the moderate portfolios as at **31 December 2010** (12 months ago)

	Allan Gray	Investec Managed	AF Balanced Growth	OMIGNAM Balanced	Prudential Balanced	Sanlam Namibia Managed Prudential	Standard Bank Managed
Namibia Equities	13.6%	20.1%	17.8%	13.0%	18.6%	13.0%	13.2%
Namibia Bonds	6.8%	9.9%	8.8%	5.0%	5.0%	8.0%	6.3%
Namibia Cash	16.5%	14.9%	8.3%	16.4%	23.1%	15.2%	23.0%
Namibia Property	1.8%	0.2%	-	-	-	3.7%	-
South Africa Equities	26.3%	31.0%	29.2%	38.2%	32.2%	33.2%	38.4%
South Africa Bonds	-	-	3.7%	3.3%	9.3%	9.5%	1.1%
South Africa Cash	4.1%	0.2%	4.3%	0.3%	-	0.2%	-
South Africa Property	-	3.4%	3.6%	4.3%	4.1%	-	-
Offshore	29.6%	20.3%	19.7%	19.5%	7.7%	17.2%	18.0%
Other	1.3% <sup>1</sup>	-	4.6% <sup>2</sup>	-	-	-	-
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

1. Other represents Gold ETF's

2. Other represents SA Hedge Funds

The figures below reflect the asset allocation of the moderate portfolios as at **31 December 2011**

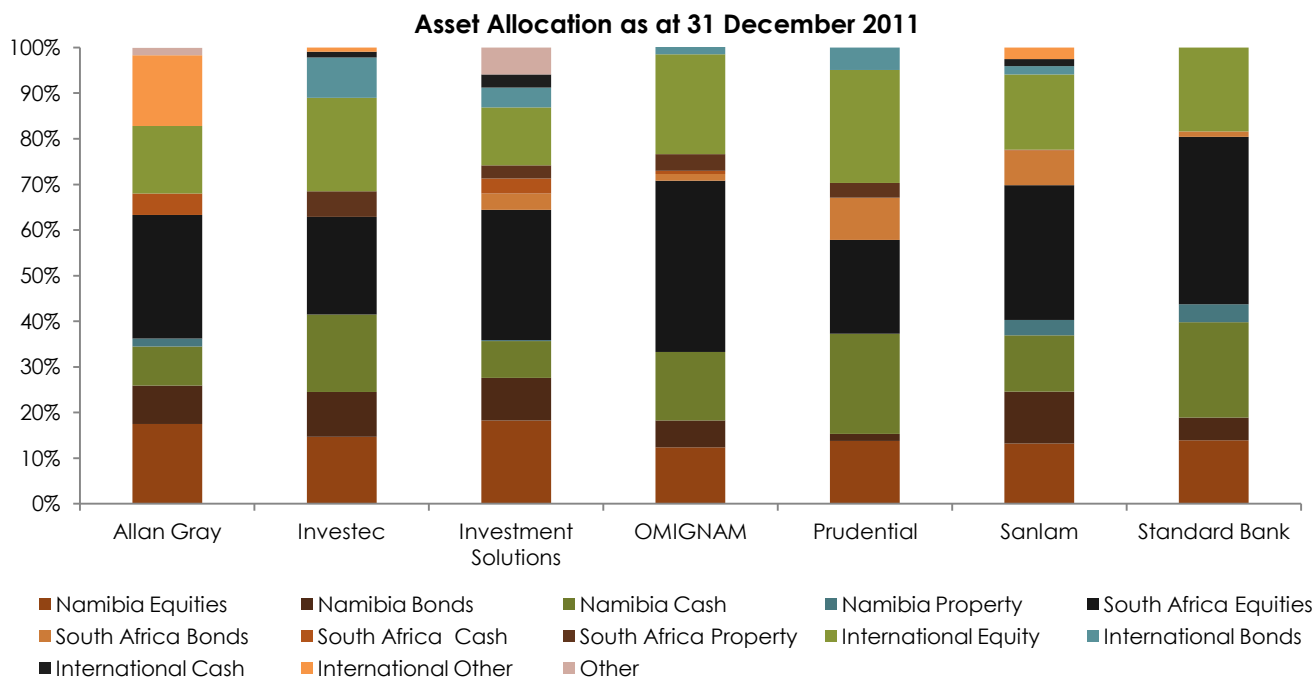
	Allan Gray	Investec Managed	AF Balanced Growth	OMIGNAM Balanced	Prudential Balanced	Sanlam Namibia Managed Prudential	Standard Bank Managed
Namibia Equities	17.5%	14.7%	18.3%	12.4%	13.8%	13.2%	13.9%
Namibia Bonds	8.4%	9.8%	9.3%	5.9%	1.5%	11.4%	5.0%
Namibia Cash	8.6%	17.0%	8.1%	15.0%	22.0%	12.3%	20.9%
Namibia Property	1.7%	-	0.2%	-	-	3.4%	3.9%
South Africa Equities	27.1%	21.4%	28.5%	37.4%	20.5%	29.5%	36.7%
South Africa Bonds	-	-	3.6%	1.5%	9.3%	7.6%	1.2%
South Africa Cash	4.7%	-	3.3%	0.7%	-	0.2%	-
South Africa Property	-	5.6%	2.9%	3.6%	3.2%	-	-
International Equity	14.9%	20.5%	12.7%	21.9%	24.8%	16.5%	18.4%
International Bonds	-	8.8%	4.3%	1.6%	4.9%	1.8%	-
International Cash	-	1.3%	2.9%	-	-	1.6%	-
International Other	15.5% <sup>1</sup>	0.9%	-	-	-	2.5% <sup>4</sup>	-
Other	1.6% <sup>2</sup>	-	5.9% <sup>3</sup>	-	-	-	-
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

1. Other represents Offshore Hedge Funds.

2. Other represents Gold ETF's

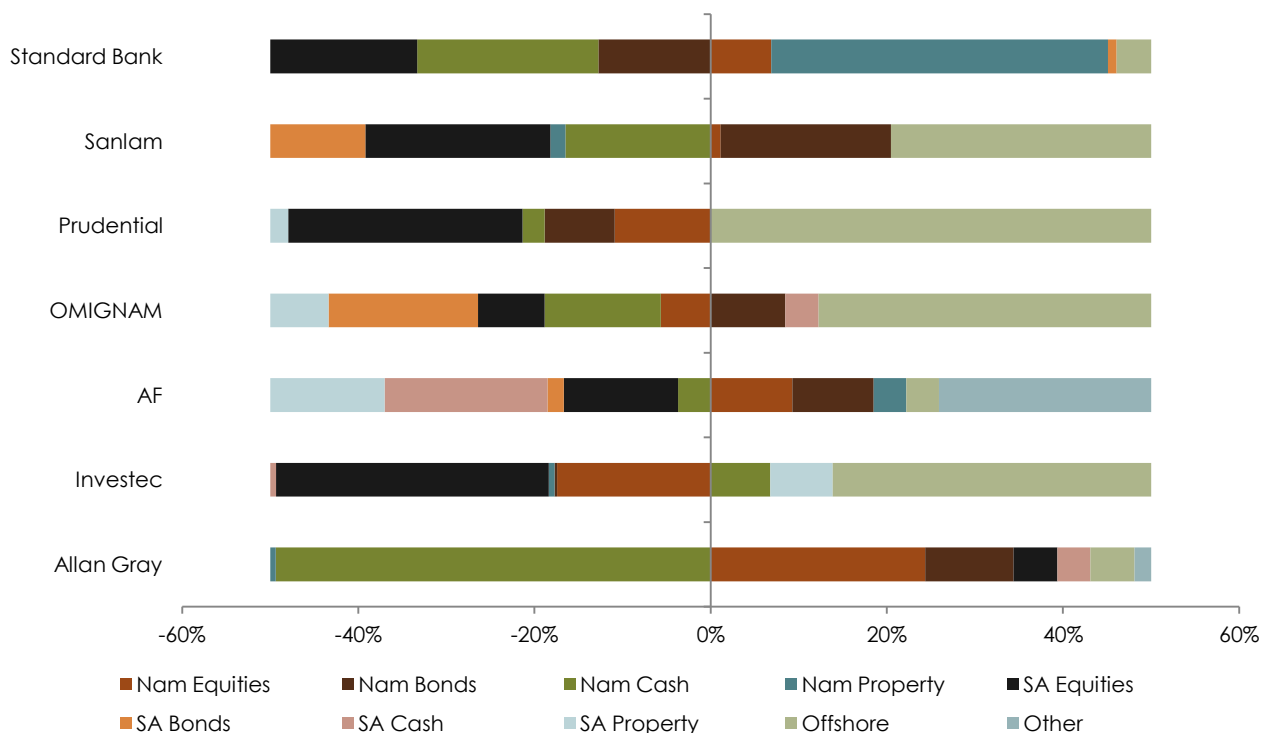
3. Other represents SA Hedge Funds

4. Other represents International Property



### Change in Asset Allocation

The following graph illustrates the changes that were made to the managers' asset allocation over the 12 month period ending **31 December 2011**. In the event that the allocation to a asset class was decreased, the change would be indicated on the left hand side of the vertical axis.



## Geographical Split as at 31 December 2011

	Allan Gray	Investec Managed	AF Balanced Growth	OMIGNAM Balanced	Prudential Balanced	Sanlam Namibia Managed Prudential	Standard Bank Managed
Namibia	36.2%	41.5%	35.8%	33.2% <sup>1</sup>	37.3%	40.2%	43.6%
South Africa	33.4%	27.0%	44.2%	43.3%	33.0%	37.4%	38.0%
International	30.4%	31.5%	20.0%	23.5%	29.7%	22.4%	18.4%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

3. The non-compliance of the OMIGNAM portfolio is being queried.

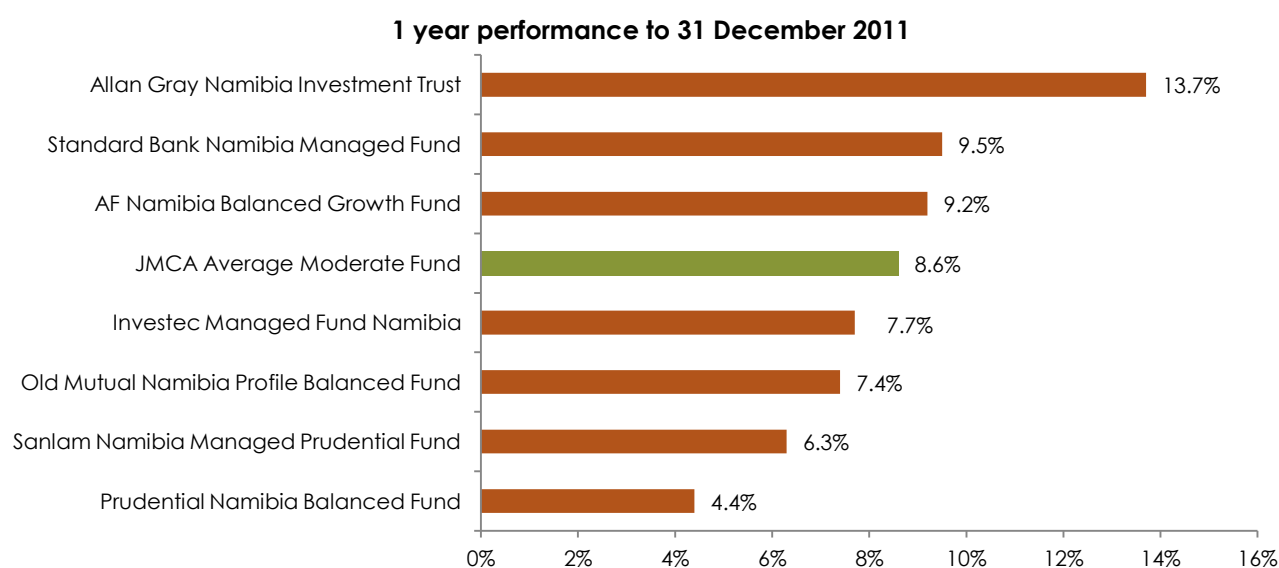
## Time weighted returns

Listed below are the investment returns achieved for the specified periods. Please note the returns are **gross** of fees.

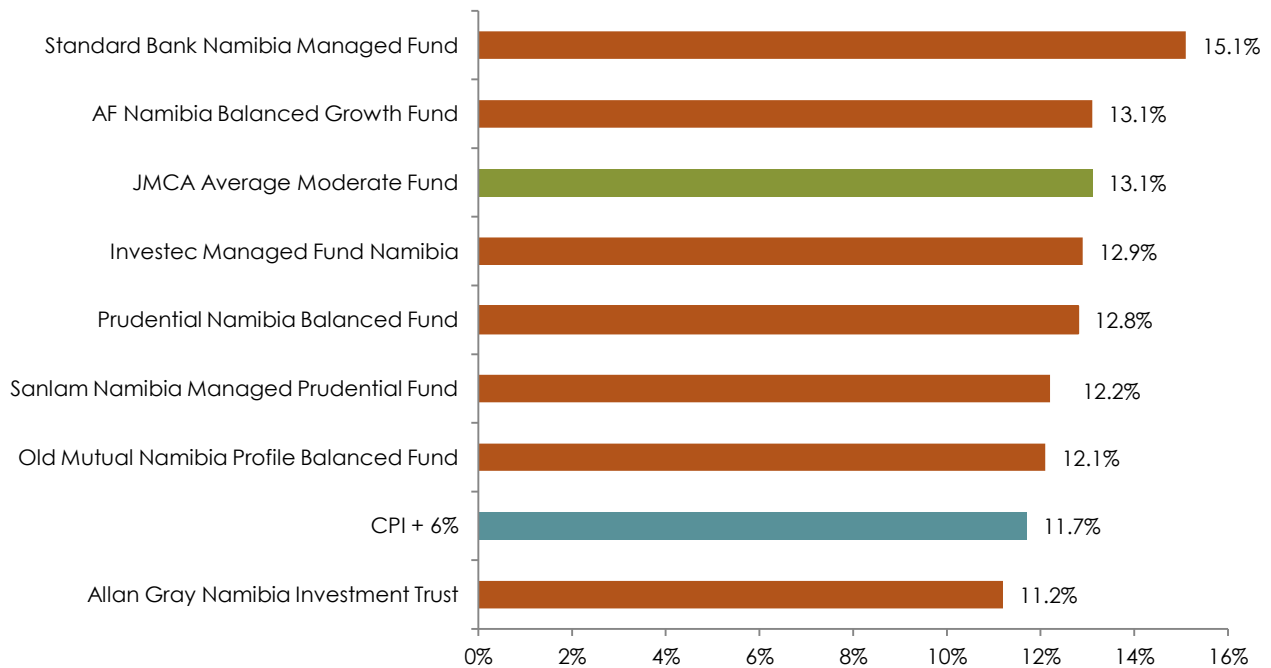
Investment Portfolio	1 yr	3 yrs (annualised)	5 yrs (annualised)	10 yrs (annualised)
Allan Gray Namibia Investment Trust	13.7%	11.2%	11.0%	17.7%
Investec Managed Fund Namibia	7.7%	12.9%	9.8%	14.0%
AF Namibia Balanced Growth Fund <sup>1</sup>	9.2%	13.1%	8.2%	-
Old Mutual Namibia Profile Balanced Fund	7.4%	12.1%	7.1%	13.9%
Prudential Namibia Balanced Fund	4.4%	12.8%	-	-
Sanlam Namibia Managed Prudential Fund	6.3%	12.2%	5.7%	-
Standard Bank Namibia Managed Fund	9.5%	15.1%	10.7%	13.2%
<b>Average Moderate Portfolio<sup>2</sup></b>	<b>8.6%</b>	<b>13.1%</b>	<b>8.5%</b>	<b>14.1%</b>
<b>All Share (JSE)</b>	<b>2.6%</b>	<b>17.3%</b>	<b>8.1%</b>	<b>15.1%</b>
<b>Inflation</b>	<b>7.2%</b>	<b>5.7%</b>	<b>7.0%</b>	<b>6.4%</b>
<b>Target: Inflation + 6%</b>	<b>-</b>	<b>11.7%</b>	<b>13.0%</b>	<b>12.4%</b>

- Returns prior to April 2009 were for the Investment Solutions Focused Growth Fund. The fund's name changed to AF Balanced Growth in March 2009.
- Average of the Jacques Malan Consultants and Actuaries Survey for Moderate Balanced portfolios.

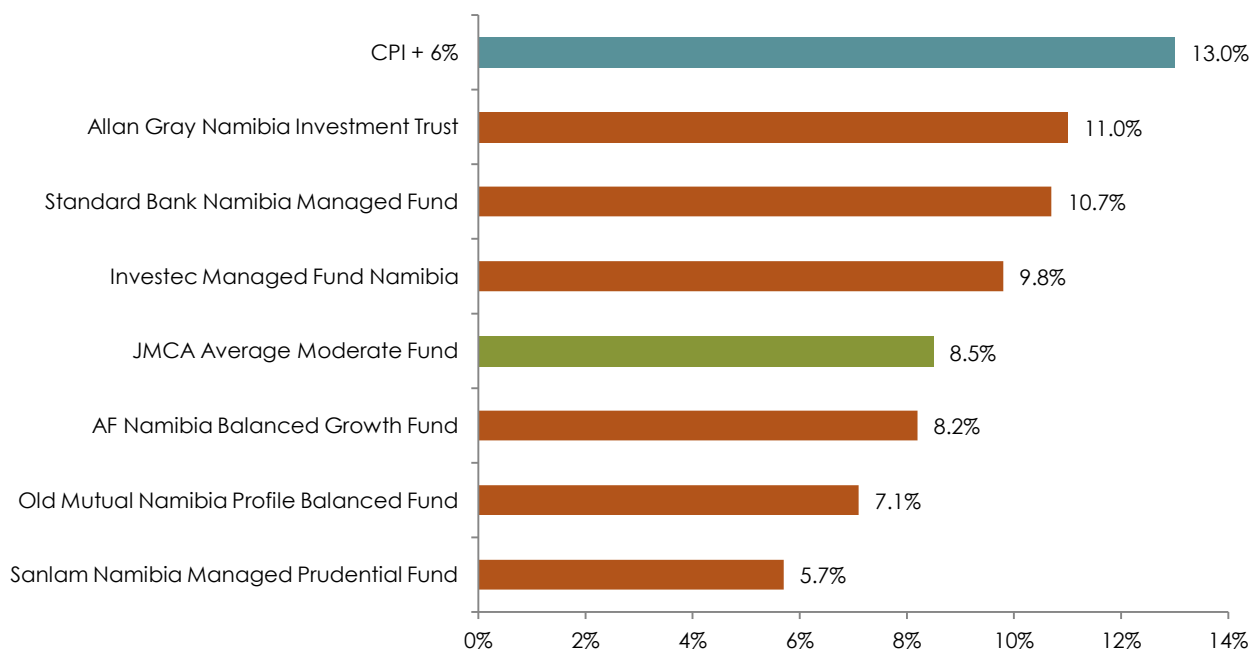
The following graph reflects the investment returns achieved for each period graphically:



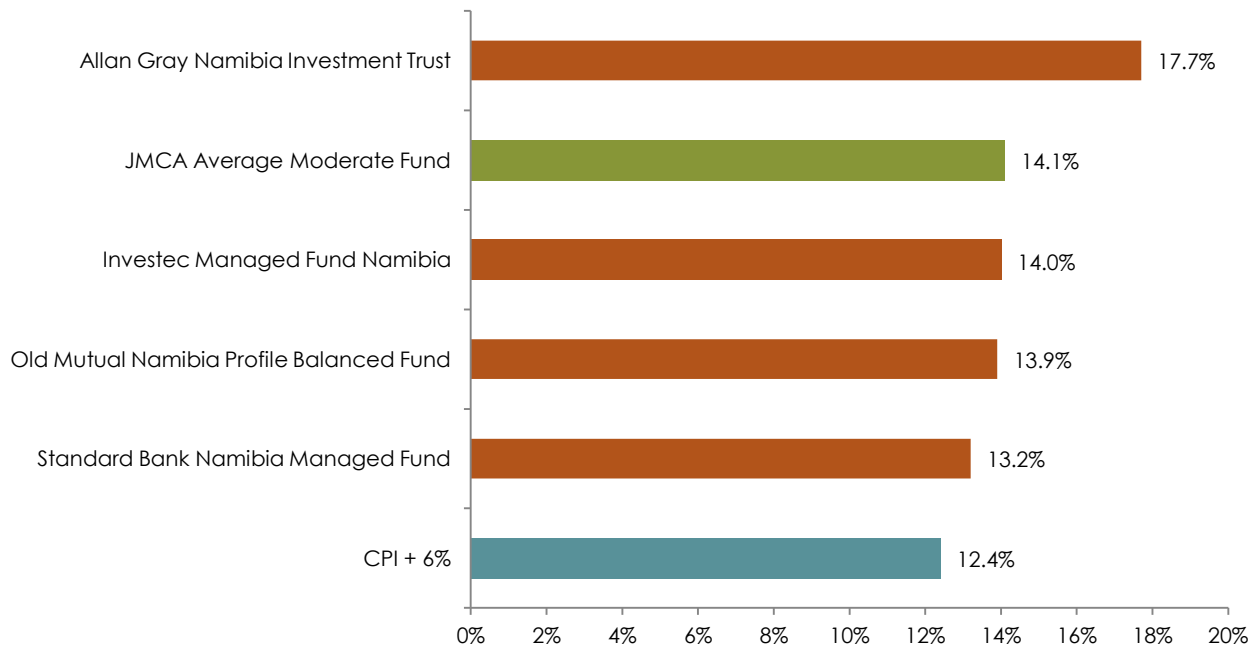
### 3 year performance for the period ending 31 December 2011



### 5 year performance for the period ending 31 December 2011

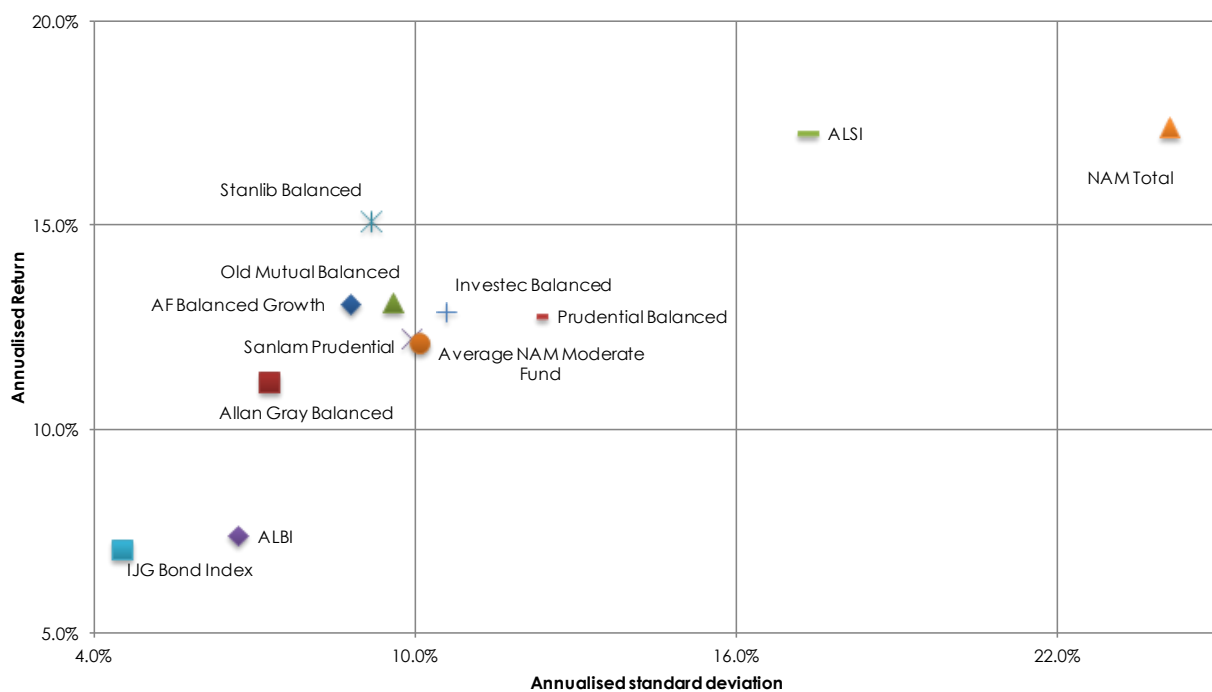


### 10 year performance for the period ending 31 December 2011



### Volatility vs Return

The following graph illustrates the volatility and return statistics of the moderate portfolios for a 3 year period ending **31 December 2011**. These returns are also **gross** of all investment charges.



## Moderate-low portfolios

### Asset allocation

The figures below reflect the asset allocation of the moderate-low portfolios as at **31 December 2010 (12 months ago)**

	Nam Coronation Absolute	Prudential Inflation Plus	Default Portfolio
Nam Equities	6.8%	12.9%	13.2%
Nam Bonds	16.1%	10.4%	8.6%
Nam Cash	16.9%	18.1%	17.3%
Nam Property	-	1.6%	1.7%
SA Equities	33.8%	2.2%	13.9%
SA Bonds	22.8%	23.4%	12.0%
SA Cash	0.1%	-	2.0%
SA Property	3.0%	6.0%	3.1%
Offshore	0.5%	25.4%	27.5%
Other	-	-	0.7% <sup>1</sup>
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

1-Other represents Gold ETF's

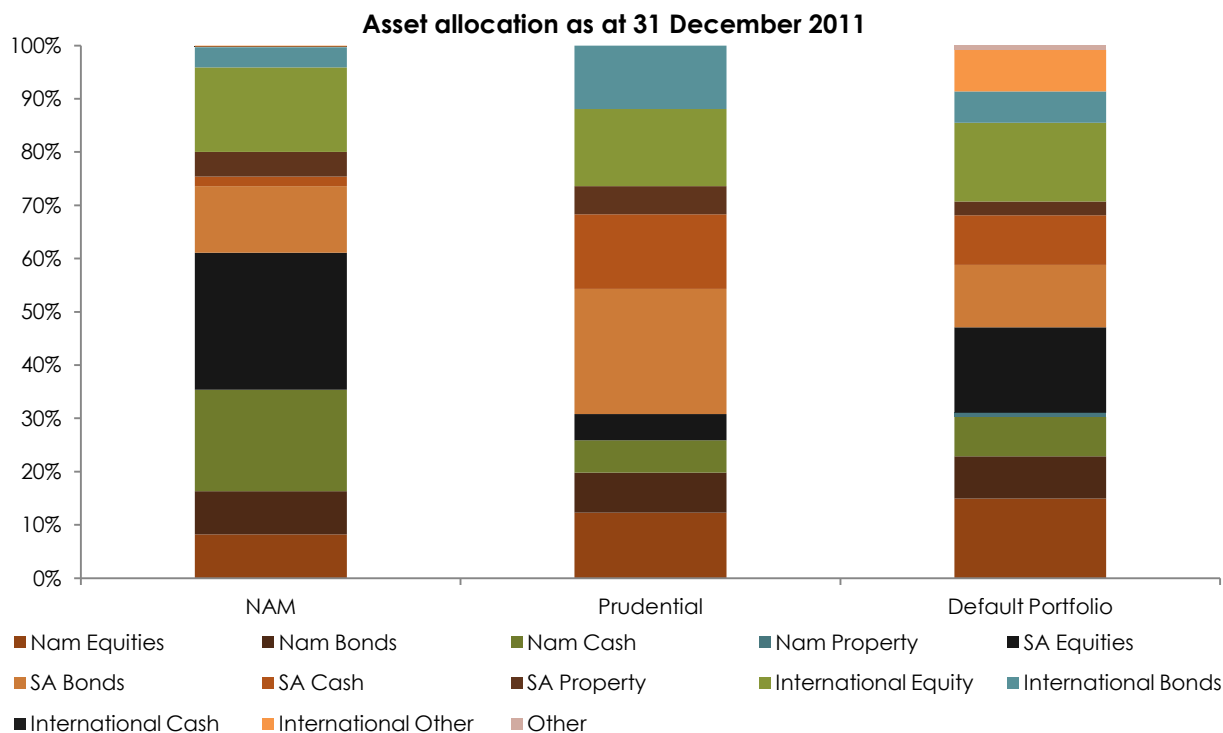
The figures below reflect the asset allocation of the moderate-low portfolios as at **31 December 2011**

	NAM Coronation Capital Plus	Prudential Inflation Plus	Default Portfolio
Nam Equities	8.2%	12.3%	15.1%
Nam Bonds	8.1%	7.5%	7.9%
Nam Cash	19.1%	6.1%	7.4%
Nam Property	-	-	0.8%
SA Equities	25.7%	4.9%	16.0%
SA Bonds	12.5%	23.5%	11.7%
SA Cash	1.8%	14.0%	9.3%
SA Property	4.6%	5.3%	2.6%
International Equity	15.9%	14.5%	14.7%
International Bonds	3.8%	11.9%	5.9%
International Cash	0.1%	-	-
International Other <sup>1</sup>	0.2%	-	7.8%
Other <sup>2</sup>	-	-	0.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

4. Other represents Hedge Funds

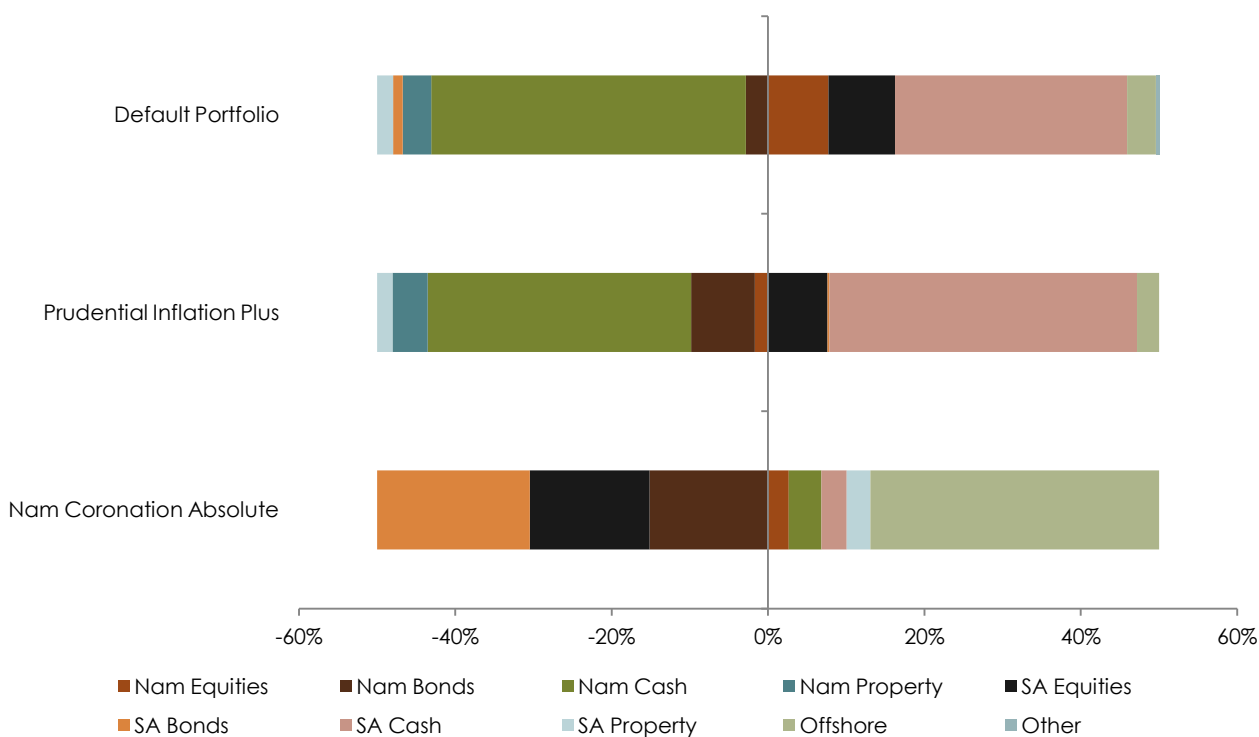
5. Other represents Gold ETF's

**Please note:** The NAM Coronation Absolute Fund was renamed to NAM Coronation Capital Plus Fund effective 26 April 2011.



### Change in Asset Allocation

The following graph illustrates the changes that were made to the managers' asset allocation over the 12 month period ending **31 December 2011**. In the event that the allocation to a asset class was decreased, the change would be indicated on the left hand side of the vertical axis.





### Geographical Split

	Nam Coronation Capital Plus	Prudential Inflation Plus	Default Portfolio
Namibia	35.4%	25.9% <sup>1</sup>	31.1%
South Africa	44.6%	47.7%	40.5%
International	20.0%	26.4%	28.4%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

6. The Asset Manager confirmed the non-compliance is due to unsettled cash.

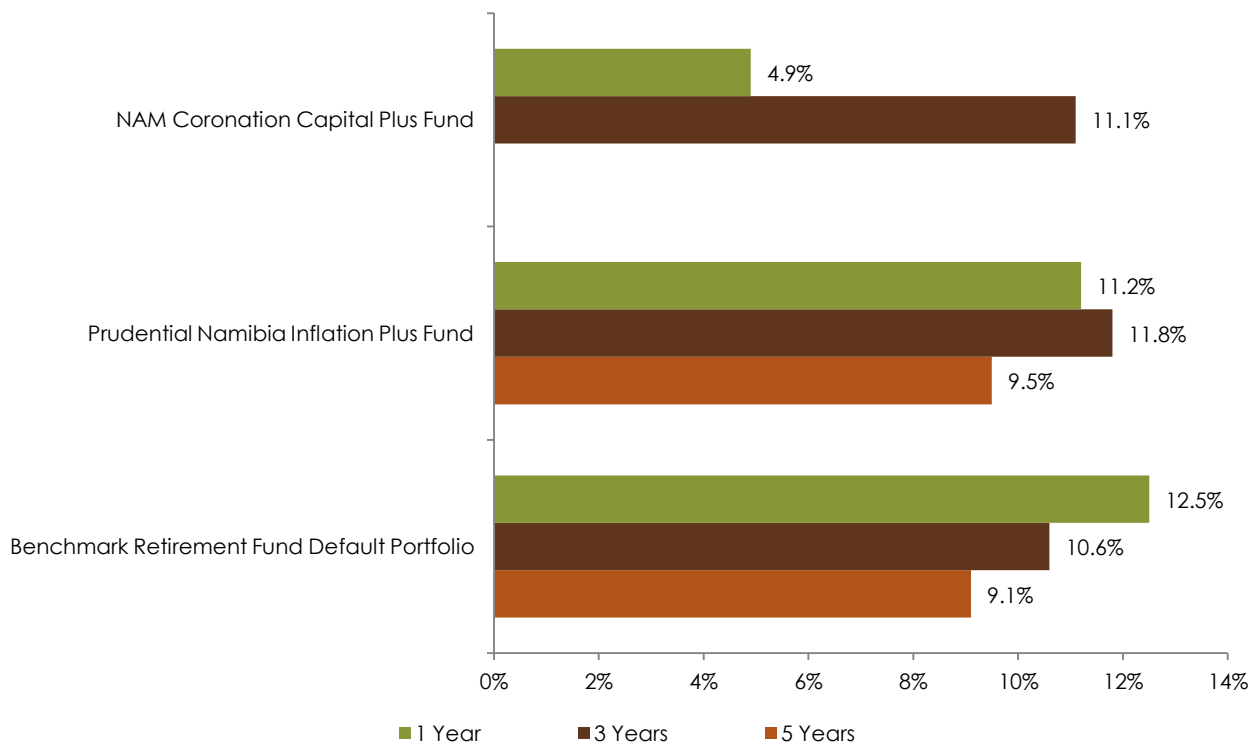
### Time weighted returns

Listed below are the investment returns achieved for the specified periods. Please note the returns are **gross** of fees.

Investment Portfolio	1 yr	3 yrs (annualised)	5 yrs (annualised)
NAM Coronation Capital Plus Fund	4.9%	11.1%	-
Prudential Namibia Inflation Plus Fund	11.2%	11.8%	9.5%
Benchmark Retirement Fund Default Portfolio	12.5%	10.6%	9.1%
<b>Inflation</b>	<b>7.2%</b>	<b>5.7%</b>	<b>7.0%</b>
<b>Target: Inflation + 4% to 5%</b>	<b>-</b>	<b>9.7% to 10.7%</b>	<b>11.0% to 12.0%</b>

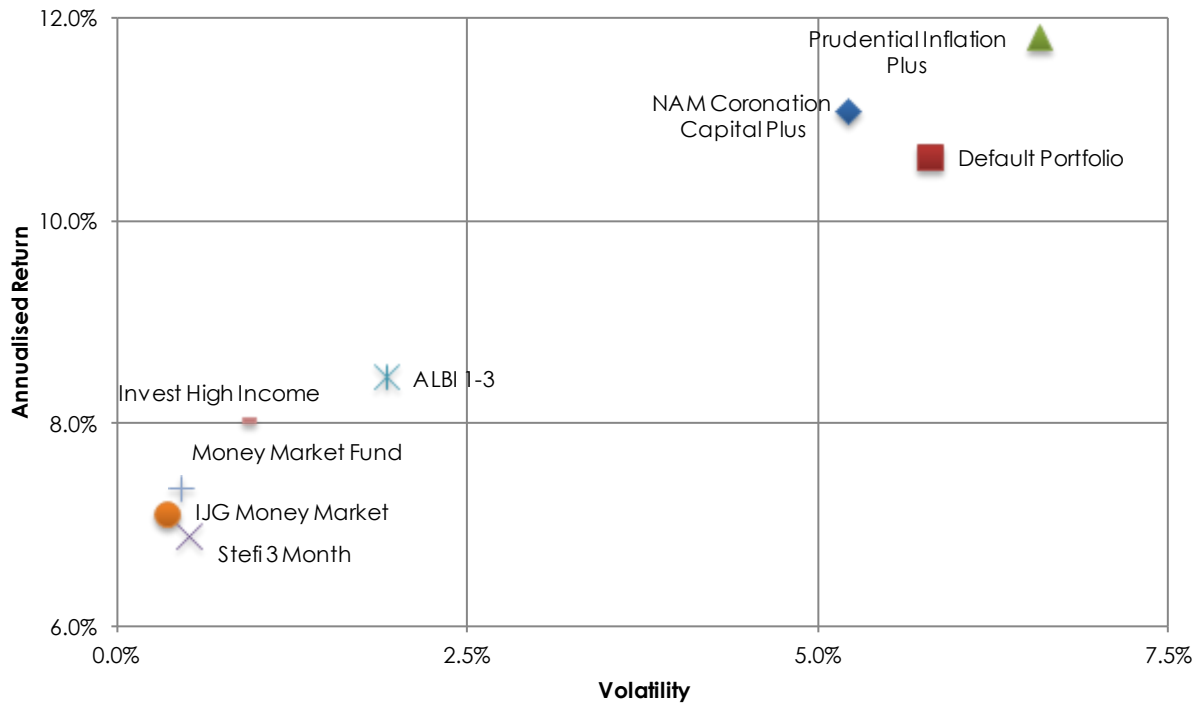
**Please note:** The NAM Coronation Absolute Fund was renamed to NAM Coronation Capital Plus Fund effective 26 April 2011.

The following graph reflects the investment returns achieved for each period graphically:



## Volatility vs Return

The following graph illustrates the volatility and return statistics of the moderate-low portfolios for a 3 year period ending **31 December 2011**. These returns are also **gross** of all investment charges.



## Low Risk and Capital Preservation Portfolios

### Asset allocation

The figures below reflect the asset allocation of the low risk portfolios.

Investec High Income Fund			
	31 December 2011	31 December 2010	Changes
Nam Equities	-	-	-
Nam Bonds	14.7%	17.2%	-2.5%
Nam Cash	22.1%	18.9%	3.2%
Nam Property	-	-	-
SA Equities	-	-	-
SA Bonds	27.5%	49.5%	-22.0%
SA Cash	35.7%	14.4%	21.3%
SA Property	-	-	-
Offshore	-	-	-
Other	-	-	-
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-</b>

### Time weighted returns

Listed below are the investment returns achieved for the specified periods. Please note the returns are **gross** of fees.

#### Low risk portfolios

Investment Portfolio	1 yr	3 yrs (annualised)	5 yrs (annualised)
Investec High Income Fund Namibia	6.3%	8.0%	9.1%
<b>ALBI 1-3 year Index</b>	<b>8.9%</b>	<b>8.5%</b>	<b>9.1%</b>
<b>Inflation</b>	<b>7.2%</b>	<b>5.7%</b>	<b>7.0%</b>
<b>Target: Inflation + 2% to 3%</b>	<b>-</b>	<b>7.7% to 8.7%</b>	<b>9.0% to 10.0%</b>

#### Capital Protection Portfolios

Investment Portfolio	1 yr	3 yrs (annualised)	5 yrs (annualised)
Money Market Fund	5.9%	7.4%	8.7%
<b>IJG Money Market Index</b>	<b>6.0%</b>	<b>7.1%</b>	<b>8.3%</b>
<b>Target: Inflation + 1%</b>	<b>-</b>	<b>6.7%</b>	<b>8.0%</b>