

# Standard Bank Money Market Fund



As at 30 June 2011

## Investment Policy and Objectives

The primary performance objective of the portfolio is to obtain as high a level of current income as is consistent with capital preservation and liquidity. Capital gains will be of an incidental nature.

Minimum South African Exposure: 100.00% of the portfolio,  
Maximum Foreign Exposure: 0.00% of the portfolio,  
Tenor of any one asset: Maximum 12 months,  
Weighted Average Duration of portfolio: Maximum 90 days.

This portfolio may not have any direct and/or indirect foreign exposure.

## Performance (%)

	1 year	3 years	5 years
Class R	6.05	8.36	8.71
Sector	6.04	8.31	8.78
Benchmark	6.19	8.33	8.76
Rank (Class R)	10/22	9/21	14/19

Figures quoted are from Morningstar for the period ending 30 June 2011 for a lump sum, using NAV-NAV prices and do not take any upfront managers charge into account. Income distributions are declared on the ex-dividend date. Actual investment performance will differ based on the upfront managers charge applicable, the actual investment date and the date of reinvestment of income.

## Asset Allocation (%)



## Portfolio Facts

<b>Portfolio Size</b>	R 39'274.27 million
<b>Sector Classification</b>	Domestic Fixed Interest Money Market
<b>Income Distribution</b>	Net revenue is distributed daily and paid monthly.
<b>Income Declaration</b>	Monthly
<b>Benchmark</b>	STeFI Composite Index

	Class R
<b>Launch Date</b>	02 May 1997
<b>Minimum Investment</b>	
Lump Sum	R25,000
Debit Order Per Month	R2,000
<b>ISIN No.</b>	ZAE000021663
<b>JSE Code</b>	STMM
<b>Total Expense Ratio *</b>	0.57%

Maximum Portfolio Charges **	
Total Upfront Charge	0.29%
Upfront Charge Intermediary Portion	0.00%
Total Service Charge	0.57%
Service Charge Intermediary Portion	0.00%

\* Please refer to page 2 under "Statutory Disclosure and General Terms & Conditions"  
\*\* Additional Information can be obtained from Portfolio Charges Brochure on [www.stanlib.com](http://www.stanlib.com)

## Highlights \*\*\*

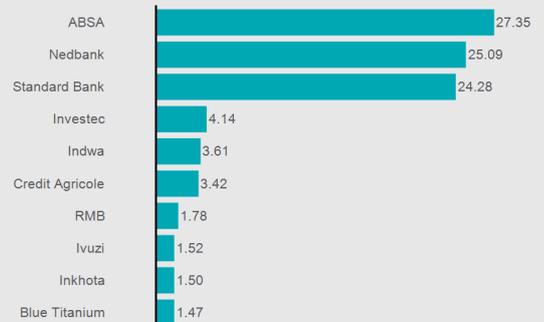
- South Africa's second largest Money Market Fund.
- Managed by STANLIB's highly rated and experienced team headed by Ansie van Rensburg.

Morningstar

## Cumulative Performance - Last 5 years



## Institutional Exposure (%)



## Income Distribution

	Class R
Jul 2010	0.56 cpu
Aug 2010	0.56 cpu
Sep 2010	0.53 cpu
Oct 2010	0.53 cpu
Nov 2010	0.49 cpu
Dec 2010	0.48 cpu
Jan 2011	0.48 cpu
Feb 2011	0.42 cpu
Mar 2011	0.46 cpu
Apr 2011	0.43 cpu
May 2011	0.45 cpu
Jun 2011	0.43 cpu

	Class R
<b>Paid in the last 12 months</b>	<b>5.82 cpu</b>
Paid during 2010	6.68 cpu
As a % of 2010 year end price	6.68

## Risk Rating

<b>Conservative</b>	<b>Moderate</b>	<b>Aggressive</b>
---------------------	-----------------	-------------------

## Franchise

The STANLIB Cash Management team is always on the lookout for opportunities in the market for products that could maximise clients' short-term cash returns and aims to offer liquidity.

Fixed-interest portfolios are made up of varying investments in the bond, money market and other income securities. These portfolios aim to provide interest income over the short- to medium-term. Income and bond portfolios also provide the opportunity for capital growth. This interest rate view is the framework within which the team manages assets on a day-to-day basis

## Fund Features

The Fund's objective is to achieve as high a level of current income as is consistent with capital preservation and liquidity.

The Fund is a well-diversified portfolio of money market instruments.

The Weighted Average Duration of the portfolio is a maximum of 90 days.

## Risk

General market risks including:

- Inflation can outpace portfolio returns
- Interest rate fluctuations
- Duration risk – if rates move in a direction contrary to what was expected
- General market conditions

## Statutory Disclosure and General terms & Conditions

The price of each participatory interest (unit) is aimed at a constant value. The total return to the investor is primarily made up of interest received but, may also include any gain or loss made on any particular instrument. In most cases this will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of reducing the capital value of the portfolio. Past performance is not necessarily a guide to future performance. An investment in the participatory interests of a collective investment scheme in securities is not the same as a deposit with a banking institution. Collective Investment Schemes are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from STANLIB Collective Investments Limited ("the Manager"). Commission and incentives may be paid and if so, would be included in the overall costs. An annualised seven day rolling average yield is calculated for Money Market Portfolios. The Total Expense Ratio (TER) of a portfolio is a measure of the portfolio's assets that were relinquished as operating costs expressed as a percentage of the daily average value of the portfolio calculated over a period of usually a financial year. Typical expenses which are deducted from a portfolio include service charges, taxes, trustee fees and audit fees. A higher TER ratio 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. Liberty is a full member of the Association for Savings & Investment SA (ASISA). The Manager is a member of the Liberty group of companies.

STANLIB Collective Investments Limited will endeavour to give clients access to their cash within a minimum period of 24 hours, provided that there are no outstanding administrative issues between the Manager and the client, that the client has a bank account with Standard Bank and that the client's repurchase request has reached the Manager before 10 a.m. on any business day. The Manager will not accept responsibility for not being able to make payments to the client within 24 hours if the abovementioned requirements have not been met or the delay was caused due to circumstances beyond the control of the Manager.

### \*\*\* Highlights

Morningstar group rating is based on the risk-adjusted performance of all portfolios under management over a three year period ended 30 June 2010. Only companies with at least five portfolios under management are considered. The Total Expense Ratio (TER) for this class or portfolio is indicated above. For the period from 01 Apr 2010 to 31 Mar 2011 each TER is the annualised percent of the average Net Asset Value of the portfolio incurred as charges, levies and fees. A higher TER ratio 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.

Trustees : ABSA Bank Ltd, 6th Floor, Absa Towers North (6E1), 180 Commissioner Street, Johannesburg, 2001, 2001, Tel: 011 350 4000

## Portfolio Manager

### Ansie van Rensburg

Ansie served articles with Theron van der Poel before joining Volkskas Merchant Bank. She was involved in the 1987 founding of CM Interbank, a money broking operation. She joined SCMB Asset Management in 1991 and is a member of the investment strategy team.



## Quarterly Comments

During the quarter under review, the Reserve Bank elected to keep the repo rate unchanged; this was in line with market expectations.

The Governor's speech after the May MPC meeting made reference to the fact that the Reserve Bank is expecting the upper limit of the inflation target to be breached in the final quarter of 2011 and to peak at 6.30% in the first quarter of 2012. Inflation is expected to return within range by the second quarter of 2012. This pressure on inflation is expected to come from administered price increases. According to the Reserve Bank the main risks to the inflation outlook continue to emanate from cost push pressures. The Governor highlighted that the bank will monitor closely the second round effects which can result in more generalised inflation. The market will watch closely the Governor's comments after the July MPC meeting on the 21st of July.

The forward rate agreements are pricing in the expectation of a rate hike in the last quarter of 2010.

With inflation fears the longer end of the Money Market curve has adjusted to price in a rate hike. The shorter end has remained flat. Floating rate notes and shorter dated instruments are currently more favourable.

## Contact Details

**STANLIB Collective Investments Limited**  
Reg. No. 1969/003468/06

17 Melrose Boulevard  
Melrose Arch  
Johannesburg  
South Africa

PO Box 202  
Melrose Arch  
2076

Contact Centre

0860 123 003  
www.stanlib.com

Compliance No :

L7151N