# RE:CM Core Managed Fund April 2003

RE:CM

## Fund details

| | | |
|---|---|---|
| **Sector** | : | **Managed Prudential** |
| **Inception date** | : | **7 April 2003** |
| **Fund manager** | : | **Piet Viljoen** |
| **Fee** | : | **1.5% annual fee + 20% performance fee on returns above CPI-X plus 8%. No initial fee.** |
| **Minimum lump Sum** | : | **R250 000. No monthly contribution.** |

## Mandate

The fund may invest across all asset classes, but within the prudential investment guidelines. Although the fund is equity centric, it is able to hold cash , bonds, listed property and off-shore assets.

## Objective

The investment objective of the fund is to generate returns in excess of inflation over the long term, at below average risk levels. In the short term , the fund aims to limit capital losses. It should be stressed that in managing this fund, your manager does take risk. This is not a guaranteed fund. Your investment can and will experience periods of flat and negative returns. While we prefer these periods to be short, strong long term returns do not require that they be short, as long as our periodic losses are not deep.

## Commentary

The month of April was characterized by a very strong Rand, a very weak local equity market, as well as a firm bond market. Your fund has very slowly started to phase money into the equity market. Your fund generated positive performance of 0,5% for the month.

At present, there is no sector within the local equity market that stands out as being either massively overvalued or undervalued. As such, picking stocks has become paramount in generating performance. Of course, the fact that the market overall is at inexpensive levels, will greatly assist your manager in generating these returns. Your manager remains very confident on the long term prospects for good returns from local equities, ambivalent towards bonds and has no view at all on the short term prospects for any asset class.

Your fund is not yet fully invested, but progress in reaching that point is being made.

## Risk measures

**(Since inception month end prices)**

**Maximum drawdown**
**Annualise monthly volatility**

## Asset Allocation

| | |
|---|---|
| Equity | 17% |
| Bonds | 0% |
| Cash | 83% |
| Property | 0% |
| Offshore | 0% |

## Equity Sector Allocation

| | |
|---|---|
| Resources | 12% |
| Financials | 24% |
| Industrials | 64% |

## Top 10 Stocks

**1. Tiger Brands**
**2. ABI**
**3. Pick 'n Pay**
**4. African Bank**
**6. Nampak**
**7. ABSA**
**8. Standard Bank**
**9. Richemont**
**10.. Impala Platinum**

## Historic Performance

**THE HISTORY OF THE FUND IS TOO SHORT TO SHOW MEANINGFUL FIGURES.**

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