

**Portfolio information**

Fund Manager	Heinrich Dietzsch
Fund Size	R1.37bn
Launch Date	19 October 1998
Initial Fee	No initial fee
Max Advice Fee	No advice fee
Annual Fee incl. VAT	0.57%
Minimum Investment	R25 000 lump sum
Risk Profile	Low
Benchmark	Mstar (ASISA) Dom. FI Money Market Average
<b>Total Expense Ratio (TER)</b>	<b>0.59%</b>

The PSG Money Market Fund has a Total Expense Ratio (TER) as listed above. For the period from 1 April 2010 to 31 March 2011, 0.59% of the average Net Asset Value of the portfolio were incurred as charges, levies and fees related to the management of the portfolio. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER can not be regarded as an indication of future TER's.

**Performance Tables**

Annualised Performance	Fund	Benchmark
1 Year	6.24%	6.28%
2 Years	7.02%	7.04%
3 Years	8.64%	8.65%
5 Years	8.83%	8.83%
Inception	9.83%	9.89%

All performance data are net of fees, include income, assumes reinvestment of income, on a NAV to NAV basis. Source: © 2011 Morningstar, Inc. All Rights Reserved and South African Reserve Bank (benchmark).

**Top 5 Holdings**

ABSA
Bidvest
Capitec Bank
Investec Bank
Nedbank

**Investment Objective**

The investment objective of the fund is to provide a medium whereby investors can obtain undivided participation in a diversified portfolio of such money market instruments as defined from time to time.

The primary performance objective of the fund is to obtain as high a level of current income as is consistent with capital preservation and liquidity. The PSG Money Market Fund actively invests in South African cash deposits and highly liquid, fixed-interest securities such as Negotiable Certificates of Deposit, Bankers' Acceptances, Treasury Bills, Debentures, Gilts and Semi-Gilts. A spread of investments in top-quality financial instruments and institutions moderates risk through diversification. Only short-term instruments with a maturity of one year or less are permitted, however the fund will maintain a weighted average maturity of no more than 90 days. This reduces the fund's exposure to price fluctuations and interest rate volatility and ensures added capital stability. Returns consist of interest income. The fund aims to outperform traditional savings vehicles such as fixed deposits and call accounts over the long term and to provide capital security, a steady income yield and high liquidity.

**Fund Manager Commentary**

CPI increased to 4.1% for March 2011, which was above market expectations. The main contributors for the month was food, transport and housing. Core inflation remained unchanged at 3.4%.

The economy shed about 14 000 jobs during Q1 2011. This brings the unemployment rate to 25%, from 24% in Q4 2010. The biggest job losses was experienced in transport, construction and agriculture. New vehicle sales dropped to a 8% y-o-y increase in April from the 22% y-o-y increase in March. This drop can largely be explained by base effects, as well as the high number of public holidays in April.

The above data highlights the unsteady progress of economic recovery. The FRA curve is currently pricing in a 50bps interest rate increase by November 2011.

**Asset Allocation**

Floating Rate Notes	3.3%
NCD's	43.0%
Promissory Notes	41.0%
Treasury Bills	7.2%
Call Funds	5.5%
<b>Total</b>	<b>100%</b>

A constant price will be maintained. Past performance is not necessarily a guide to future performance. A schedule of fees and charges and maximum commissions is available on request from the company/scheme. Unit trusts can engage in borrowing and scrip lending. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. Figures quoted are from Source: © 2011 Morningstar, Inc. All Rights Reserved as at 29 April 2011, for a lump sum using NAV-NAV prices, with income distributions reinvested. **Conflict of Interest Disclosure:** PSG Collective Investments and PSG Asset Management (Pty) Ltd are wholly owned by PSG Konsult (Pty) Ltd. PSG Collective Investments Limited is a member of the Association for Savings and Investment South Africa (ASISA).

**MANAGEMENT COMPANY**

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