



MONTHLY PORTFOLIO REPORT

August 2016

STRATEGIC OUTCOMES

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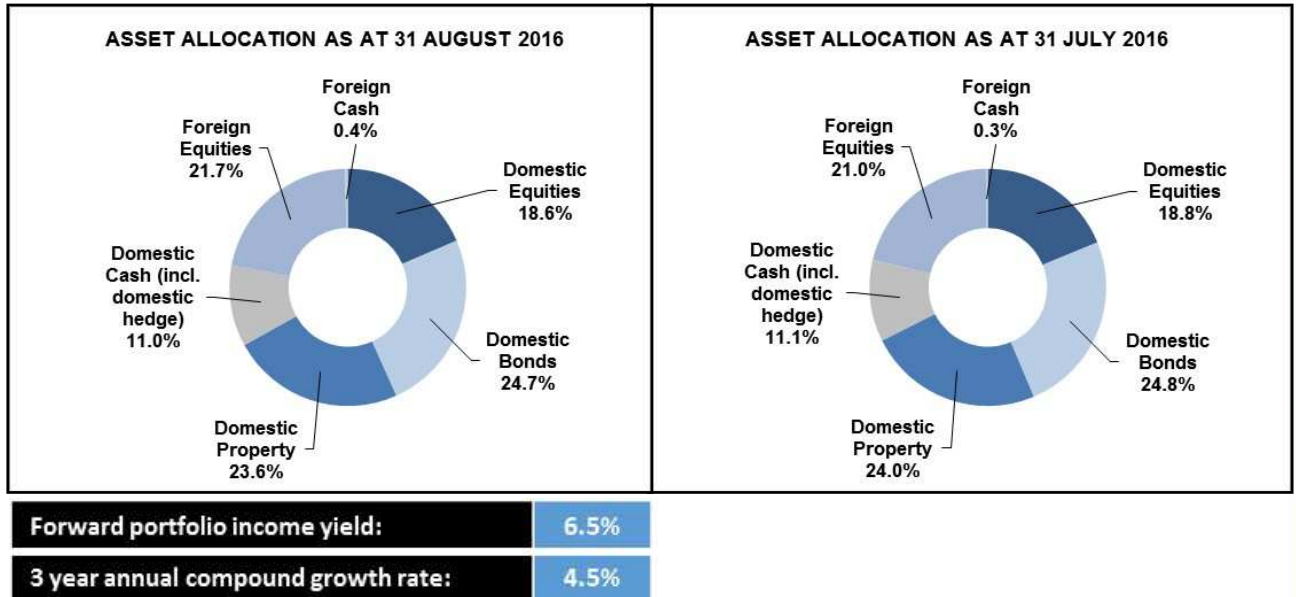
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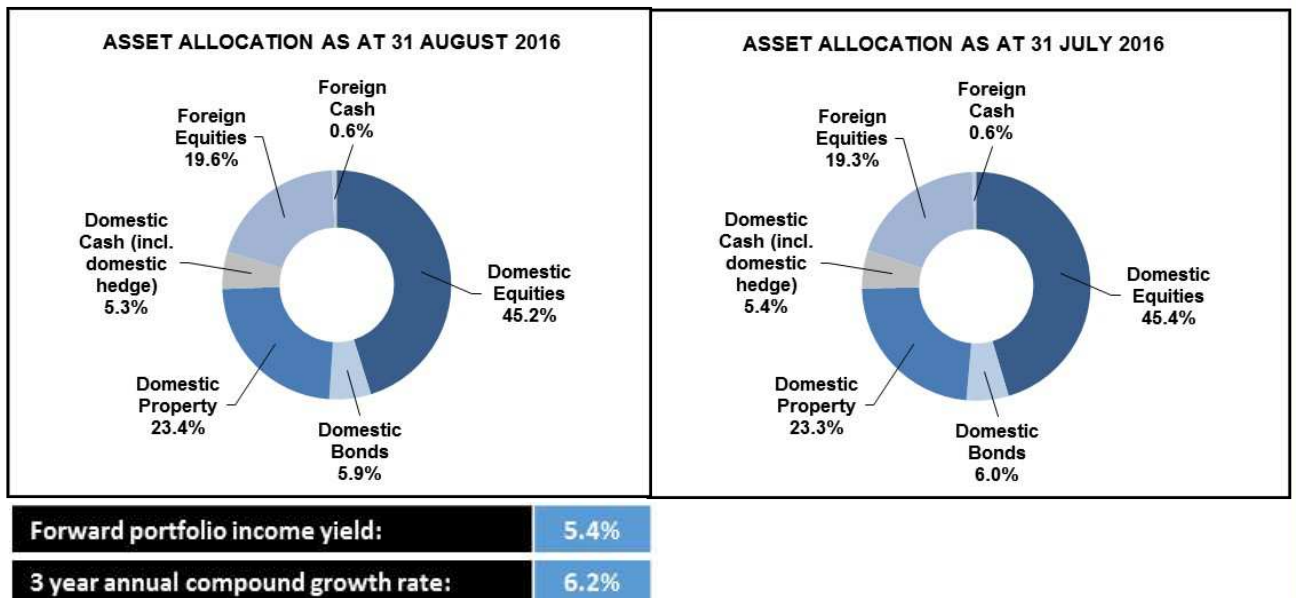
Asset allocation and forward portfolio income yield

Plexus Wealth BCI Conservative Fund



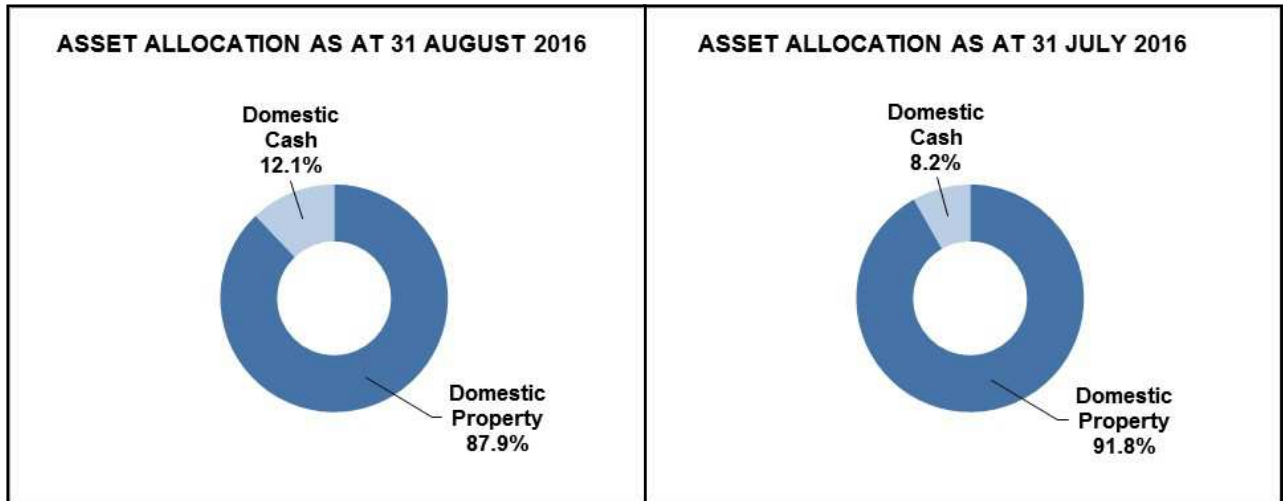
Domestic Property decreased slightly in favour of mainly Foreign Equities.

Plexus Wealth BCI Balanced Fund



There was virtually no change to the asset allocation during August.

Plexus Wealth BCI Property Fund



Forward portfolio income yield:	5.8%
3 year annual compound growth rate:	9.2%

Domestic Property was reduced in favour of Domestic Cash.

Notes:

The Plexus Wealth BCI Property Fund is managed by Plexus Wealth KZN. The Plexus Wealth BCI Conservative Fund and the Plexus Wealth BCI Balanced funds are managed by Grindrod Asset Management.

The gross forward income yield is the amount of income (before costs and withholding taxes), expressed as a percentage of the current price, which the portfolio is expected to deliver to investors over the next 12 months. The income growth is the expected per annum growth in the income paid to investors over the next three years. These are estimates based upon our expectations of all income (dividends, interest and distributions) to be received by the portfolio for payment to investors, assuming market conditions do not change materially over the 12-month and three-year periods. The gross forward income yield and income growth rate are indicative only and are not guaranteed. These are Grindrod Asset Management estimates.

Performance and risk statistics

Performance to 31 August 2016					
Fund / ASISA sector	1 Month	3 Months	6 Months	1 Year	
				Fund	Benchmark
Plexus Wealth BCI Conservative Fund	-0.1%	-1.2%	4.0%	7.9%	9.2%
SA Multi-Asset Low Equity	0.9%	0.2%	4.8%	7.5%	
Plexus Wealth BCI Balanced Fund	-1.0%	-1.9%	5.0%	6.8%	11.4%
SA Multi-Asset High Equity	1.0%	-0.7%	5.9%	7.6%	
Plexus Wealth BCI Property Fund	-3.1%	-2.4%	5.4%	7.0%	3.5%
SA Real Estate General	-3.5%	-1.6%	6.0%	3.4%	

Source: Morningstar/MoneyMate

Note: The Plexus Wealth BCI Property Fund is managed by Plexus Wealth KZN. The Plexus Wealth BCI Conservative Fund and the Plexus Wealth BCI Balanced funds are managed by Grindrod Asset Management.

Since inception performance to 31 August 2016				
Plexus Wealth BCI Fund	Fund	Rank	Benchmark	SA Multi-Asset Low Equity
Conservative Fund (inception date 11/06/2009)	11.3%	10/71	8.6%	9.7%
				SA Multi-Asset High Equity
Balanced Fund (inception date 24/06/2009)	13.1%	28/74	10.8%	12.3%
				SA Real Estate General
Property Fund (inception date 12/06/2009)	20.4%	2/20	19.2%	17.8%

Source: Morningstar/MoneyMate

Note: Performance figures quoted are sourced from Morningstar/MoneyMate for the current period for lump-sum investments including income distributions at NAV to NAV basis and do not take any initial fees into account. Income is reinvested on the ex-dividend date. Actual investment performance may differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income.

Risk statistics to 31 August 2016			
Plexus Wealth BCI Fund	Inception date	Volatility (standard deviation of returns)	Maximum drawdown (since inception)
Conservative Fund	11/06/2009	4.61%	-5.50%
BCI Balanced Fund	24/06/2009	6.68%	-8.54%
FTSE/JSE All Share Index		12.24%	-14.97%
Property Fund	12/06/2009	12.25%	-18.29%
FTSE/JSE SA Listed Property Index		13.35%	-20.03%

Source: Morningstar/MoneyMate and I-Net Bridge

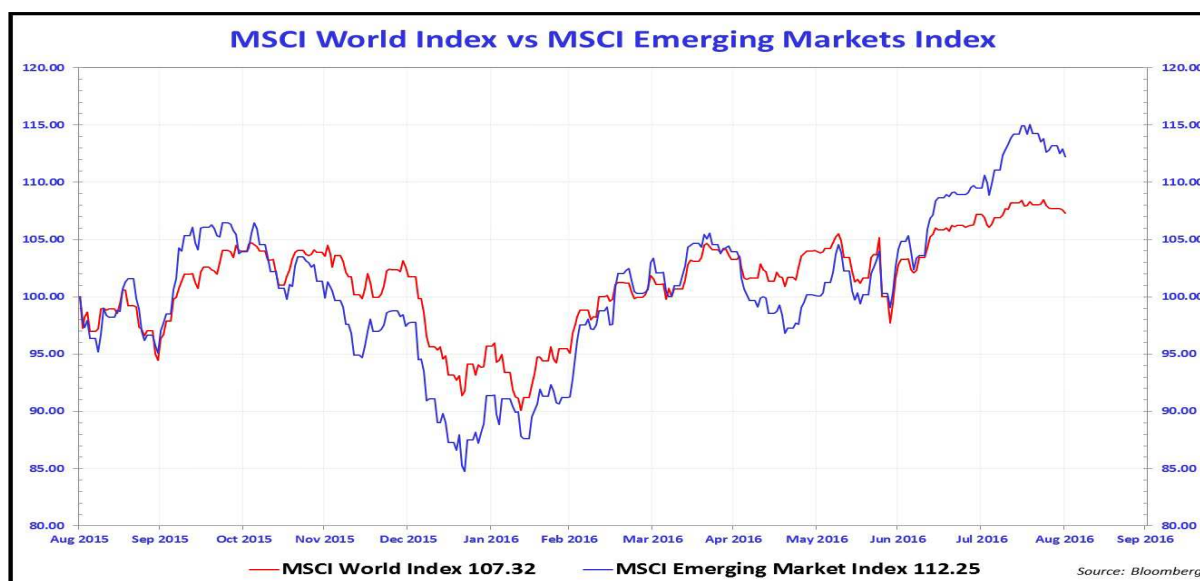
Performance of financial markets

Equities

Global equity markets moved sideways during August, with investors focusing on corporate earnings and Janet Yellen's speech at Jackson Hole. Despite the warning that interest rates might be raised sooner than expected, investors tended to focus on Yellen's more upbeat assessment of the US economy, which in turn could lead to higher consumer spending and earnings growth for US businesses. In Japan, a weaker yen helped boost the share prices of exporters, resulting in a 1.9% gain for the Nikkei 225 Index. The Japanese equity market has lagged other equity markets over the past 12 months due to the yen's strength against the US dollar. Emerging markets once again delivered better US dollar returns than developed markets.

Equity Indices (International)	1 Month	3 Months	1 Year
MSCI World (\$)	-0.1%	2.7%	4.5%
MSCI Emerging Markets (\$)	2.3%	10.7%	9.2%
Dow Jones Industrial	-0.2%	3.5%	11.3%
S&P500	-0.1%	3.5%	10.1%
Nasdaq	1.0%	5.4%	9.1%
London FTSE100	0.9%	8.8%	8.5%
German Dax	2.5%	3.2%	3.3%
French CAC	-0.0%	-1.5%	-4.6%
Japanese Nikkei	1.9%	-2.0%	-10.6%
Hong Kong Hang Seng	5.0%	10.4%	6.0%

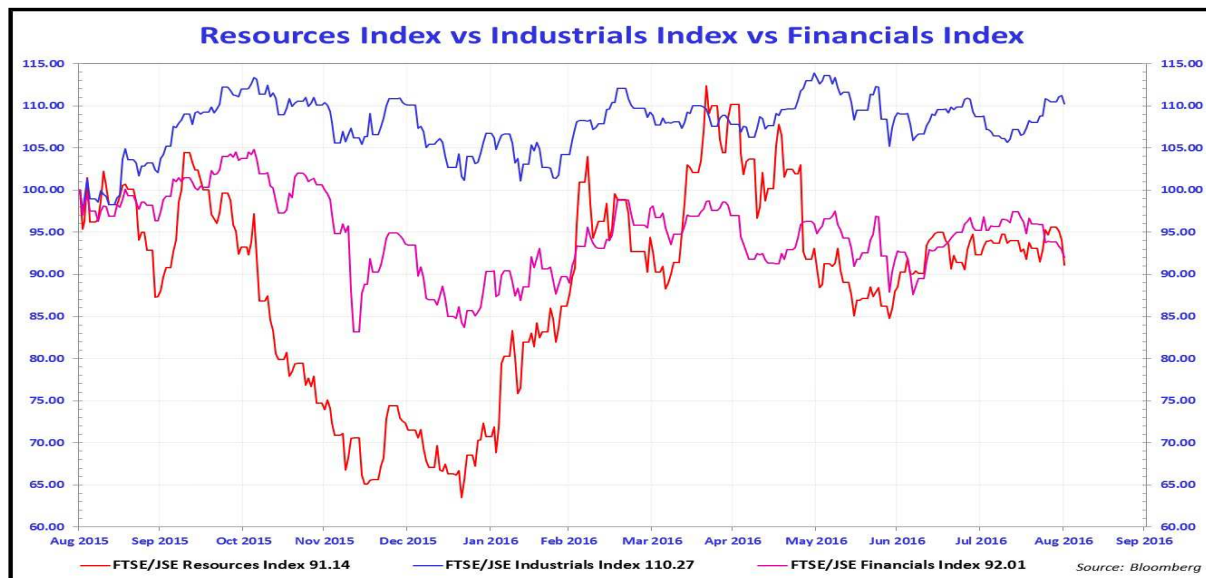
Source: I-Net Bridge



The South African equity market posted a modest gain of 0.3% in August. The overall market was boosted by strong gains in the rand-hedge heavyweights like Naspers (up 10.4%), SABMiller (up 6.7%) and British American Tobacco (up 4.5%). Businesses with a strong domestic focus were sold off aggressively on the back of increased political risk as renewed fears of Pravin Gordhan's possible arrest hampered investor confidence. Mr Price (down 19.4%) and Truworths (down 14.7%) were among the hardest hit, following a decline in the levels of retail sales growth. The banking sector declined 5% as investors became concerned about the ongoing spat between the Presidency and the Finance Ministry.

FTSE/JSE Equity Indices (TR)	1 Month	3 Months	1 Year
All Share	0.3%	-1.6%	8.6%
SWIX	-0.7%	-0.1%	8.9%
Financial	-3.2%	-2.6%	-3.9%
SA Industrial	1.9%	-2.1%	12.8%
Resources	-0.9%	0.9%	-5.4%
Mining	-2.6%	7.7%	12.0%
Gold Mining	-16.3%	21.9%	138.3%
Top 40	1.2%	-3.1%	7.4%
Mid-cap	-4.9%	6.2%	15.8%
Small Cap	1.7%	4.3%	11.1%

Source: I-Net Bridge



Fixed Income

The threat of an interest rate hike in the US before the end of the year pushed global bond yields higher. The increases were more muted than in the past when the Fed chairwoman

has adopted a more hawkish stance, suggesting the Fed has lost some credibility with bond market investors.

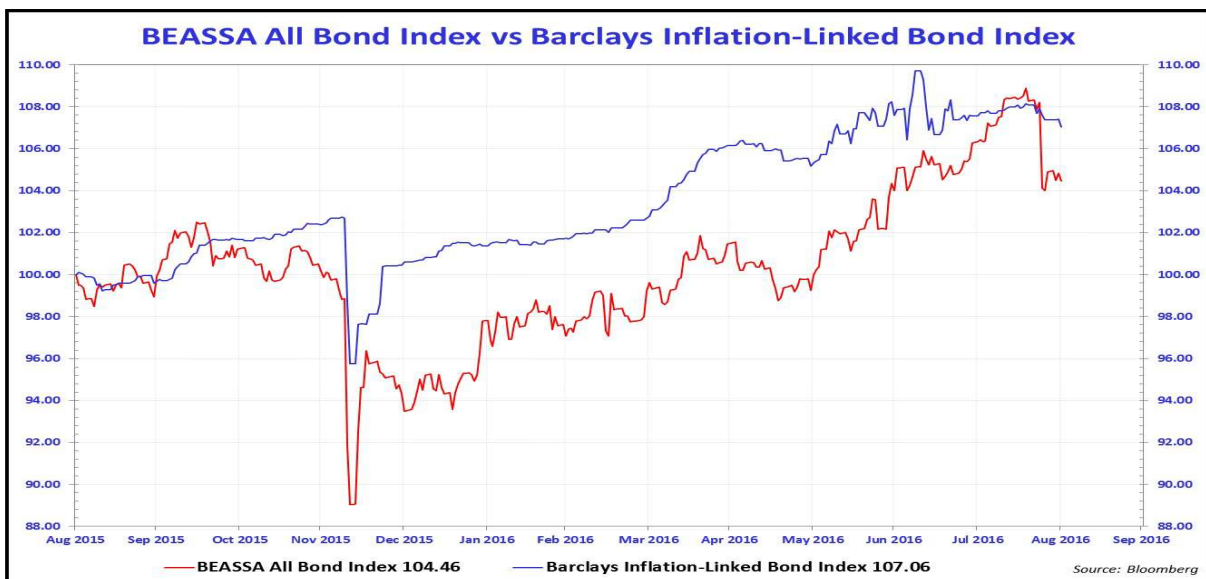
Fixed Interest Indices (International)	1 Month	3 Months	1 Year
JP Morgan Global Government Bond Index (\$)	-0.8%	3.2%	9.9%
Bloomberg Global Developed Sovereign Bond Index (\$)	-0.9%	3.6%	11.3%
Bloomberg Local Emerging Market Sovereign Bond Index (\$)	0.5%	3.8%	7.3%

Source: I-Net Bridge

Heightened political risk towards the end of the month sparked a sharp sell-off in the South African bond market. Having fallen as low as 8.4% following the results of the local government elections, the yield on government’s benchmark R186 finished the month above 9%. The bulk of the selling was by local investors who have become increasingly concerned about the latest bout of uncertainty surrounding the future of Pravin Gordhan as Minister of Finance.

Fixed Interest Indices (Domestic)	1 Month	3 Months	1 Year
STEFI Composite Index	0.7%	1.8%	7.0%
BEASSA All Bond Index (ALBI)	-1.8%	4.5%	4.5%
Barclays Inflation-Linked Bond Index	-0.5%	1.7%	7.1%

Source: I-Net Bridge

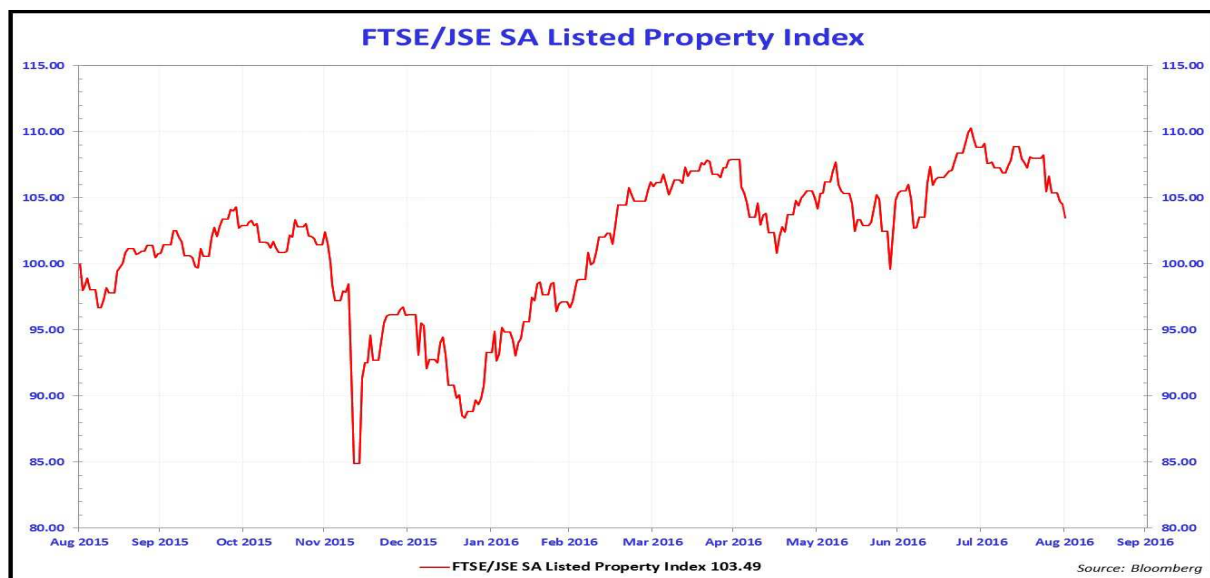


Listed Property

Global listed property markets responded more negatively to Yellen's comments and the GPR 250 REIT Index declined by 3.3% in August, although it is still up 14% in 2016. The higher yields on offer make listed property an attractive investment in a low interest rate environment. South Africa's listed property sector declined by almost 5% on the back of higher bond yields and concerns about earnings and distribution growth in 2017 and 2018.

Listed Property Indices	1 Month	3 Months	1 Year
GPR 250 REIT Index (USD)	-3.3%	6.3%	23.7%
FTSE/JSE SA Listed Property Index (ZAR)	-4.9%	-0.7%	3.5%

Source: I-Net Bridge

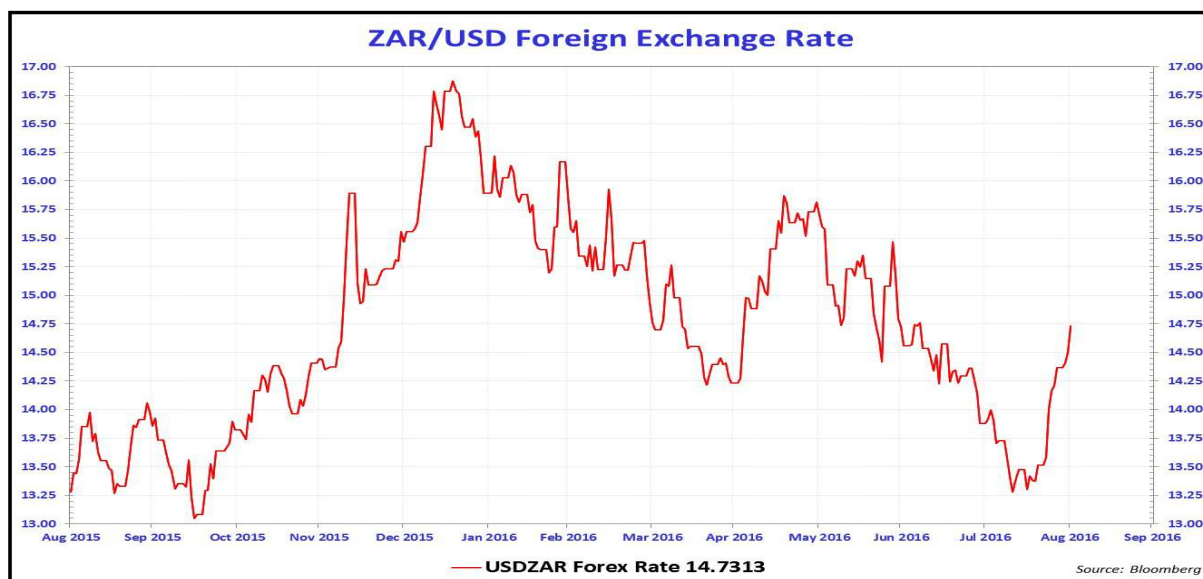


Currencies

The US dollar gained against all the major currencies during August, with prospects of higher interest rates providing support for the world's reserve currency. The heightened political uncertainty in South Africa resulted in a sharp depreciation of the rand against all the major currencies.

Currencies (Domestic)	1 Month	3 Months	1 Year
ZAR/USD	-5.8%	6.6%	-9.9%
ZAR/EUR	-5.6%	6.4%	-9.4%
ZAR/GBP	-5.2%	17.6%	5.3%

Source: I-Net Bridge



Commodities

All major precious metals traded weaker, with platinum retreating by 8.5% to trade at \$1052.5/oz. Silver and palladium shed 8.3% and 4.7% respectively. Gold lost 3.1% to trade at \$1308.79/oz. Industrial metals remained mixed, as lead gained 5.1%. Nickel and copper, however, traded weaker. Spot Iron Ore traded marginally lower at \$58.97/tonne. The CRB Index shed 0.5% despite Brent Crude Oil gaining 8.5% to trade at \$46.98/barrel.

Commodities (International)	1 Month	3 Months	1 Year
RJ CRB Index (\$)	-0.5%	-3.2%	-10.8%
Brent Crude Futures (\$)	10.8%	-5.3%	-13.1%
Gold (\$)	-3.1%	7.7%	15.4%
London Metals Exchange Index (\$)	-3.3%	4.5%	-1.2%

Source: I-Net Bridge

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