



MONTHLY PORTFOLIO REPORT

July 2015

STRATEGIC OUTCOMES

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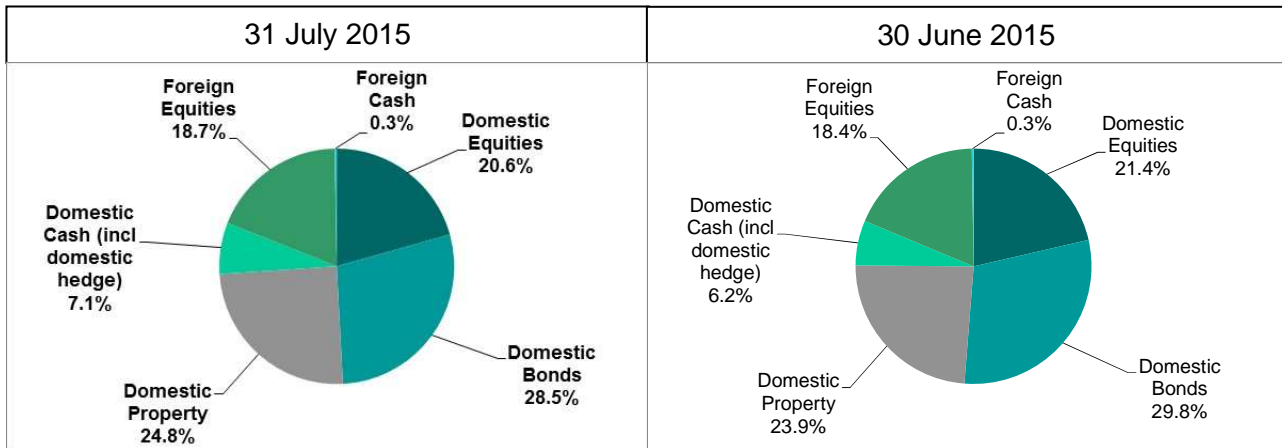
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Asset allocation and forward portfolio income yield

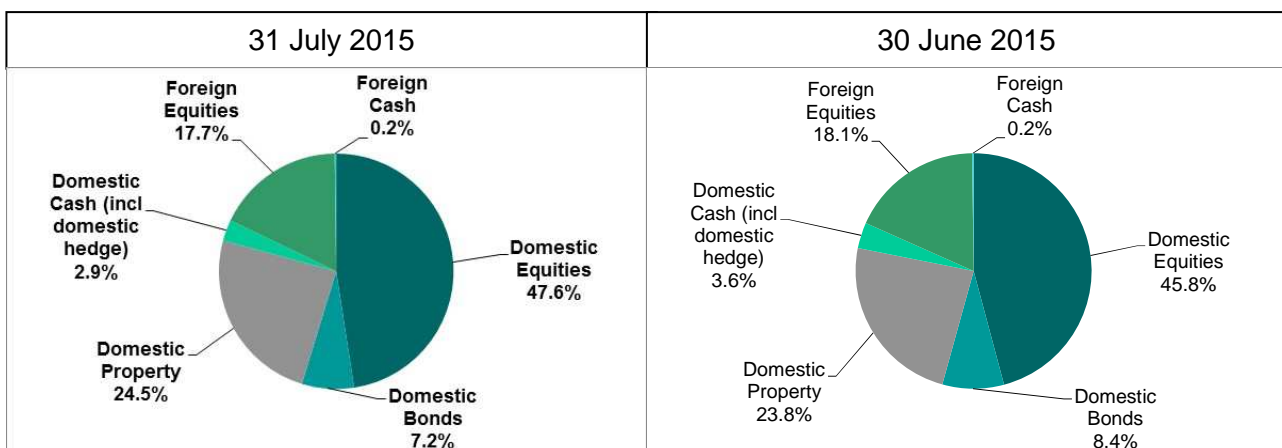
Plexus Wealth BCI Conservative Fund



Forward portfolio income yield: 5.9% (gross)
3 year compound annual growth rate: 5.6%

Exposure to Domestic Equities and Domestic Bonds decreased in favour of mainly Domestic Property and Domestic Cash.

Plexus Wealth BCI Balanced Fund



Forward portfolio income yield: 5.0% (gross)
3 year compound annual growth rate: 8.4%

Exposure to Domestic Equities and Domestic Property increased at the expense of mainly Domestic Bonds and Domestic Cash.

Plexus Wealth BCI Property Fund



Forward portfolio income yield: 5.1% (gross)
 3 year compound annual growth rate: 9.6%

Domestic Property exposure decreased slightly 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 July 2015					
Fund / ASISA sector	1 Month	3 Months	6 Months	1 Year	
				Fund	Benchmark
Plexus Wealth BCI Conservative Fund	2.7%	-0.2%	3.7%	17.1%	7.9%
SA Multi-Asset Low Equity	1.2%	0.1%	3.2%	7.6%	
Plexus Wealth BCI Balanced Fund	2.7%	-1.4%	3.6%	19.1%	10.1%
SA Multi-Asset High Equity	1.1%	-1.3%	3.7%	7.4%	
Plexus Wealth BCI Property Fund	5.6%	-1.9%	8.9%	40.1%	31.0%
SA Real Estate General	4.8%	-1.5%	5.0%	30.1%	

Source: 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.

The performance of the Plexus Wealth BCI Funds has proved to be excellent over the past year, both against their respective benchmarks and comparable ASISA sectors. **In fact, over the one-year period the Plexus Wealth BCI Conservative Fund ranks first in its ASISA sector, while the Plexus Wealth BCI Balanced Fund and the Plexus Wealth BCI Property Fund rank second in their respective sectors.**

Since inception performance to 31 July 2015 (annualised)			
Plexus Wealth BCI Fund	Fund	Benchmark	SA Multi-Asset Low Equity
Conservative Fund (inception date 11/06/2009)	12.1%	8.4% (CPI + 3%)	10.3%
			SA Multi-Asset High Equity
Balanced Fund (inception date 24/06/2009)	14.6%	10.6% (CPI + 5%)	13.7%
			SA Real Estate General
Property Fund (Inception date 12/06/2009)	22.8%	22.3% (FTSE/JSE SA Listed Property Index)	20.5%

Source: MoneyMate

Note: Performance figures quoted are sourced from 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 July 2015			
Plexus Wealth BCI Fund	Inception date	Volatility (standard deviation of returns)	Maximum drawdown (since inception)
Conservative Fund	11/06/2009	4.52%	-5.50%
Balanced Fund	24/06/2009	6.49%	-6.78%
FTSE/JSE All Share Index		12.20%	-13.25%
Property Fund	12/06/2009	11.28%	-18.29%
FTSE/JSE SA Listed Property Index		11.62%	-20.02%

Source: MoneyMate and I-Net Bridge

Performance of financial markets

Equities

The prices of Chinese A shares (i.e. shares of Chinese companies traded in China and which can be owned only by Chinese investors) have tumbled by almost 30% since the middle of June this year. The Chinese government has weighed in to try to stop the rot by cutting interest rates and curbing large-scale stock selling. It should be noted that despite the recent sharp sell-off, the Shanghai Composite Index is up more than 65% over the past 12 months. In the United States, companies that have reported earnings for the second quarter have, on average, produced earnings that were 1.3% lower than in the same quarter last year and revenues that were 3.3% lower. Analysts had expected larger declines in both earnings and revenues.

Equity Indices (International)	1 Month	3 Months	1 Year
MSCI World (\$)	1.7%	-0.7%	3.0%
MSCI Emerging Markets (\$)	-7.3%	-13.9%	-15.4%
Dow Jones Industrial	0.4%	-0.8%	6.8%
S&P500	2.0%	0.9%	9.0%
Nasdaq	2.8%	3.8%	17.4%
London FTSE100	2.7%	-3.8%	-0.5%
German Dax	3.3%	-1.3%	20.2%
French CAC	6.1%	0.7%	19.7%
Japanese Nikkei	1.7%	5.5%	31.8%
Hong Kong Hang Seng	-6.2%	-12.4%	-0.5%

Source: I-Net Bridge

In South Africa, the pattern that has emerged over the past 18 months was maintained in July. The resources sector declined by another 8.5% and is now down 37.8% over the past 12 months, while the financial sector and industrial sector advanced 3.8% and 1.2% in July respectively. The financial sector is now up more than 24% in the past 12 months. In the resources sector, Lonmin was down 52.7% in July, Kumba was down 28.1% and Implats was down 16.2%. The platinum price has fallen in each of the last six months and is down 23.5% since its January 2015 peak of \$1 286.50 an ounce.

FTSE/JSE Equity Indices (TR)	1 Month	3 Months	1 Year
All Share	0.5%	-4.2%	4.4%
SWIX	-0.2%	-4.4%	8.6%
Financial	3.8%	-2.6%	24.1%

FTSE/JSE Equity Indices (TR)	1 Month	3 Months	1 Year
SA Industrial	1.2%	-1.2%	16.6%
Resources	-8.5%	-19.3%	-37.8%
Mining	-8.5%	-19.4%	-37.1%
Gold Mining	-21.9%	-41.1%	-45.8%
Top 40	0.9%	-3.3%	3.8%
Mid-cap	-1.9%	-9.9%	6.3%
Small Cap	-0.6%	-3.2%	11.9%

Source: I-Net Bridge

Fixed Income

The turmoil in Chinese stock markets, which has prompted fears that economic growth may slow sharply in the world's second-largest economy, helped push bond markets higher as investors sought out the relative safety of government bonds.

Fixed Interest Indices (International)	1 Month	3 Months	1 Year
JP Morgan Global Government Bond Index (\$)	0.6%	-1.8%	-6.1%
Bloomberg Global Developed Sovereign Bond Index (\$)	0.6%	-2.0%	-6.8%
Bloomberg Local Emerging Market Sovereign Bond Index (\$)	-0.6%	-2.0%	-1.8%

Source: I-Net Bridge

There was little direction for South Africa's bond market, despite the MPC's decision to raise the repo rate by 0.25%. As a result, longer-dated bond yields closed approximately 5 basis points lower for the month.

Fixed Interest Indices (Domestic)	1 Month	3 Months	1 Year
STEFI Composite Index	0.6%	1.6%	6.3%
BEASSA All Bond Index (ALBI)	-0.2%	-1.4%	8.2%
Barclays Inflation-Linked Bond Index	0.4%	1.6%	5.1%

Source: I-Net Bridge

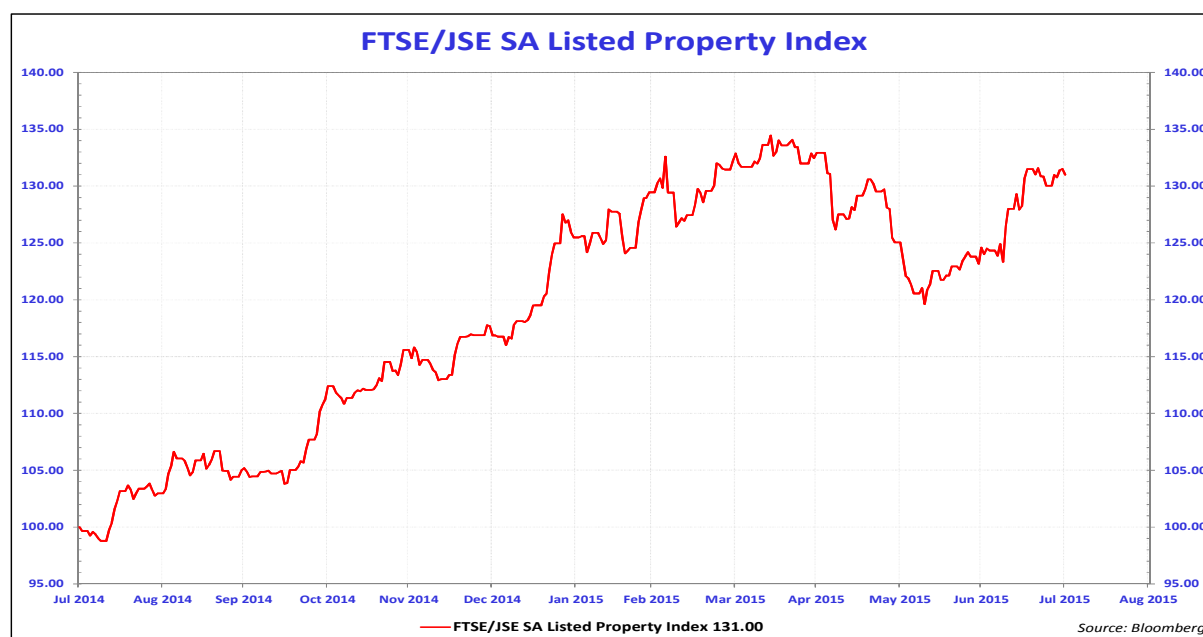
Listed Property

Bond yields throughout the world were marginally lower during July, but listed property markets recovered most of May's sharp losses. The GPR 250 REIT Index advanced 4.6% in US dollars in July, on the back of lower bond yields and stronger than expected earnings and dividend growth from many of the US listed property companies that reported their second quarter results.

South Africa's listed property sector clawed back most of May and June's losses in July as the FTSE/JSE SA Listed Property (SAPY) Index advanced 5.1%. The sector was stronger despite the fact that the South African Reserve Bank raised official interest rates by 25 basis points after their July policy meeting. The announcement by Fortress Income Fund that it intends to acquire the non-office portion of Capital Property Fund provided a strong underpin for the sector. At the same time, the first company results announcements for the June 2015 financial reporting period came in ahead of expectations and the outlook for the rest of 2015 and 2016 looks promising at this stage. Foreign investor appetite for South African listed property companies remains high and not just from the index tracker funds. At this stage, foreign investor interest is limited to the five or six largest companies in the sector and consequently, the prices of these companies have continued to rise despite valuations already looking stretched.

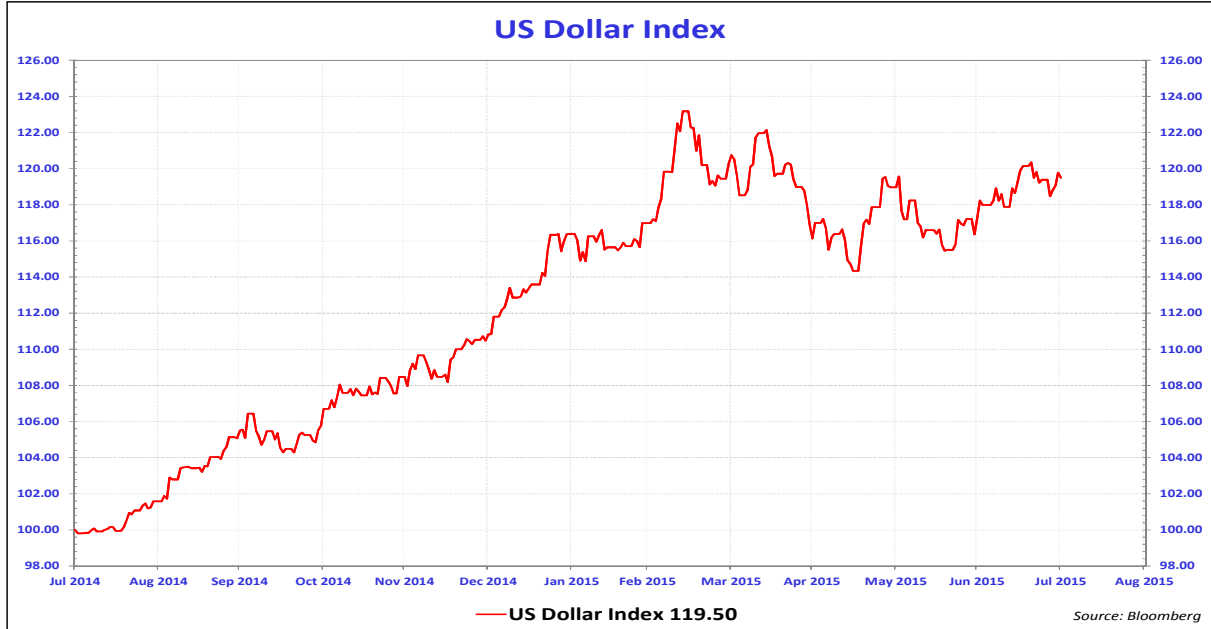
Listed Property Indices	1 Month	3 Months	1 Year
GPR 250 REIT Index (USD)	4.6%	-0.7%	5.7%
FTSE/JSE SA Listed Property Index (ZAR)	5.1%	-1.4%	31.0%

Source: I-Net Bridge



Currencies

The US dollar gained against all the major currencies during July as US economic growth improved during the second quarter.



Greece defaulting on its IMF loan, the near exit of Greece out of the EU, as well as weak Chinese manufacturing data, highlighted the risks in the geared financial system. Lower growth and deflationary forces were impacting commodity prices with dire consequences for commodity producing countries and their currencies. The rand, the second worst performing currency for the month, traded at a 14 year low, reaching R12.76/\$ before closing at R12.65/\$ at month end.

Currencies (Domestic)	1 Month	3 Months	1 Year
ZAR/USD	-4.0%	-6.1%	-15.6%
ZAR/EUR	-2.6%	-4.0%	2.9%
ZAR/GBP	-3.4%	-7.6%	-8.7%

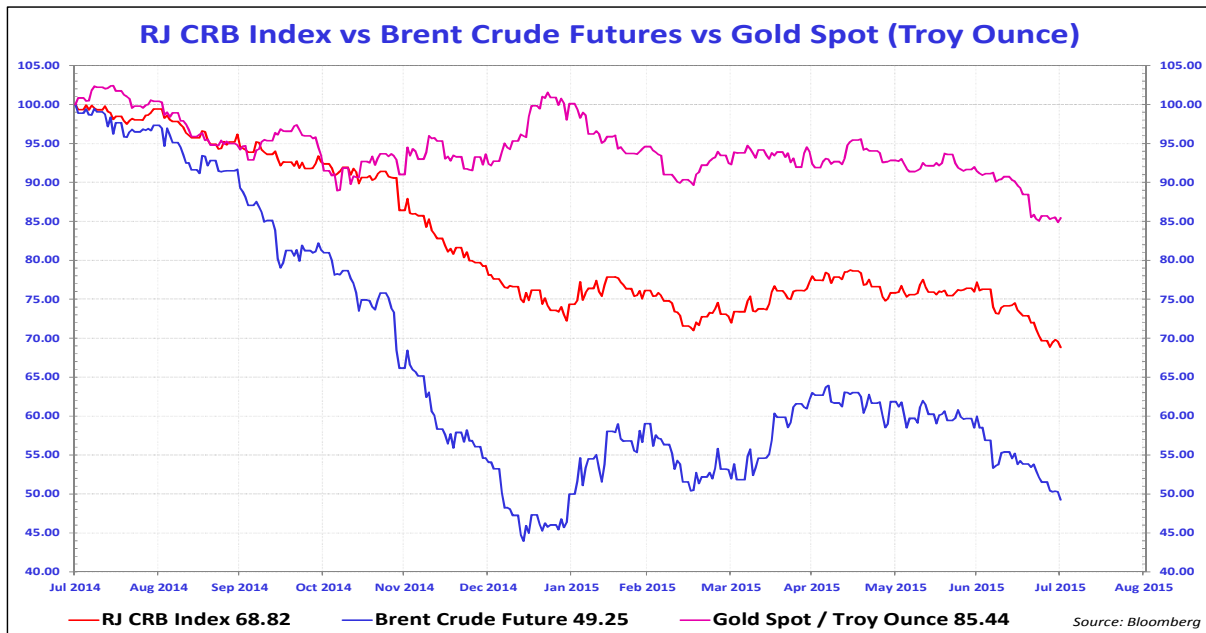
Source: I-Net Bridge

Commodities

Further signs of weaker economic growth in the world's second largest economy, namely China, has exacerbated the oversupply/weak demand scenario that commodities find themselves in and resulted in further price declines during the month of July. The strength in the US dollar also did not help.

Commodities (International)	1 Month	3 Months	1 Year
RJ CRB Index (\$)	-10.8%	-11.7%	-31.2%
Brent Crude Futures (\$)	-17.9%	-21.8%	-50.8%
Gold (\$)	-6.5%	-7.5%	-14.6%
London Metals Exchange Index (\$)	-6.2%	-17.0%	-25.7%

Source: I-Net Bridge



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