



MONTHLY PORTFOLIO REPORT

June 2015

STRATEGIC OUTCOMES

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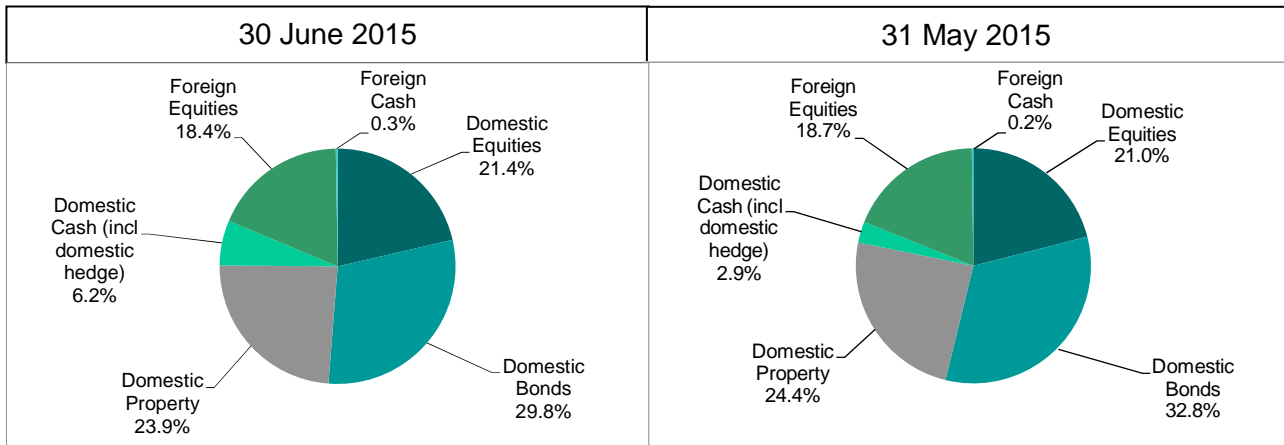
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Asset allocation and forward portfolio income yield

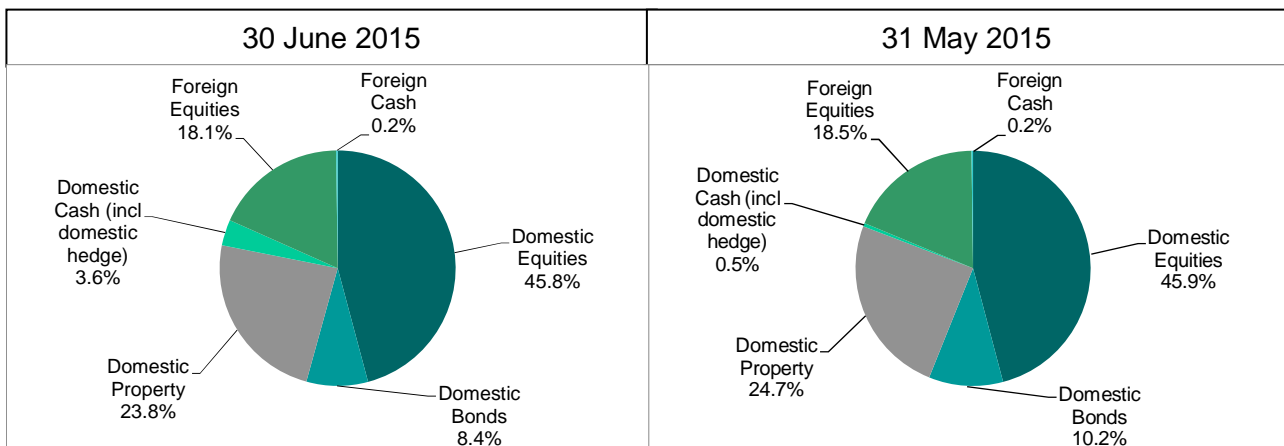
Plexus Wealth BCI Conservative Fund



Forward portfolio income yield: 6.0% (gross)
3 year compound annual growth rate: 5.7%

Exposure to Domestic Bonds decreased in favour of 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 Bonds decreased in favour of Domestic Cash.

Plexus Wealth BCI Property Fund



Forward portfolio income yield: 5.3% (gross)
 3 year compound annual growth rate: 9.6%

Domestic Property exposure increased slightly at the expense 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 30 June 2015					
Fund / ASISA sector	1 Month	3 Months	6 Months	1 Year	
				Fund	Benchmark
Plexus Wealth BCI Conservative Fund	-1.0%	-2.4%	4.5%	14.7%	7.7%
SA Multi-Asset Low Equity	-0.5%	0.3%	3.7%	7.2%	
Plexus Wealth BCI Balanced Fund	-1.1%	-2.8%	5.5%	16.9%	9.9%
SA Multi-Asset High Equity	-1.0%	-0.1%	4.5%	7.4%	
Plexus Wealth BCI Property Fund	-2.1%	-6.5%	10.4%	37.3%	27.0%
SA Real Estate General	-1.0%	-5.4%	6.7%	26.4%	

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, the Plexus Wealth BCI Balanced Fund ranks third and the Plexus Wealth BCI Property Fund ranks second.**

Since inception performance to 30 June 2015 (annualised)			
Plexus Wealth BCI Fund	Fund	Benchmark	SA Multi-Asset Low Equity
Conservative Fund (inception date 11/06/2009)	11.8%	8.4% (CPI + 3%)	10.2%
			SA Multi-Asset High Equity
Balanced Fund (inception date 24/06/2009)	14.3%	10.6% (CPI + 5%)	13.7%
			SA Real Estate General
Property Fund (Inception date 12/06/2009)	22.1%	21.7% (FTSE/JSE SA Listed Property Index)	19.9%

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 30 June 2015			
Plexus Wealth BCI Fund	Inception date	Volatility (standard deviation of returns)	Maximum drawdown (since inception)
Conservative Fund	11/06/2009	4.50%	-5.50%
Balanced Fund	24/06/2009	6.51%	-6.78%
FTSE/JSE All Share Index		12.28%	-13.25%
Property Fund	12/06/2009	10.64%	-18.29%
FTSE/JSE SA Listed Property Index		11.57%	-20.02%

Source: MoneyMate and I-Net Bridge

Performance of financial markets

Equities

Global equity markets declined in June as investors watched the Greek bailout discussions break down and Greece default on a payment to the IMF. While a Greek default is unlikely to destabilise the region's financial system, a Greek exit from the eurozone might have more serious implications for Europe. Investors have also become increasingly concerned about the outlook for global growth, which will impact on corporate profit growth. Commodity prices continued to decline as the OECD and the World Bank cut their forecasts for global growth in both 2015 and 2016. Adding to investor concerns are fears that the Fed may starting hiking interest rates in the United States as early as September, derailing an already fragile economic recovery.

Equity Indices (International)	1 Month	3 Months	1 Year
MSCI World (\$)	-2.5%	-0.3%	-0.5%
MSCI Emerging Markets (\$)	-3.2%	-0.2%	-7.5%
Dow Jones Industrial	-2.2%	-0.9%	4.7%
S&P500	-2.1%	-0.2%	5.3%
Nasdaq	-1.6%	1.8%	13.1%
London FTSE100	-6.6%	-3.7%	-3.3%
German Dax	-4.1%	-8.5%	11.3%
French CAC	-4.4%	-4.8%	8.3%
Japanese Nikkei	-1.6%	5.4%	33.5%
Hong Kong Hang Seng	-4.3%	5.4%	13.2%

Source: I-Net Bridge

Apart from the resources sector, South Africa's equity market held up relatively well. Sharply lower commodity prices contributed to a 7% decline in the value of the Resources Index, which is now down almost 29% over the past 12 months. In stark contrast, the financial sector is up almost 21% over the past 12 months and the industrial sector is up 14% over the same period. The one year forward price-earnings ratio on the FTSE/JSE All Share Index, according to estimates from I-Net Bridge, is 16.2 times, while the one year forward dividend yield is 3.6%. On both these metrics, the market continues to look expensive.

FTSE/JSE Equity Indices (TR)	1 Month	3 Months	1 Year
All Share	-0.8%	-0.2%	4.8%
SWIX	0.6%	-0.1%	10.2%
Financial	-0.5%	-2.3%	20.9%

FTSE/JSE Equity Indices (TR)	1 Month	3 Months	1 Year
SA Industrial	0.6%	1.7%	14.0%
Resources	-7.1%	-4.9%	-28.8%
Mining	-7.1%	-4.9%	-26.8%
Gold Mining	-8.1%	-16.8%	-28.8%
Top 40	-0.2%	0.8%	3.4%
Mid-cap	-3.8%	-6.4%	11.7%
Small Cap	-1.9%	1.5%	13.7%

Source: I-Net Bridge

Fixed Income

Bond yields in the United States and Europe continued to rise in June, although they did dip substantially when Greece failed to make its payment to the IMF. Ten-year US Treasury yields rose by as much as 35 basis points during June as investors became increasingly concerned that the Fed would raise rates at its meeting in September. Yields then tumbled by 14 basis points at the end of the month as the situation in Greece began to unravel and investors sought the relative safety of sovereign debt.

Fixed Interest Indices (International)	1 Month	3 Months	1 Year
JP Morgan Global Government Bond Index (\$)	-0.3%	-1.7%	-7.5%
Bloomberg Global Developed Sovereign Bond Index (\$)	-0.2%	-1.7%	-8.1%
Bloomberg Local Emerging Market Sovereign Bond Index (\$)	-0.5%	0.1%	-1.7%

Source: I-Net Bridge

South African government bond yields continued to drift higher in June as investors sought the safety of high-quality sovereign debt in the United States and Europe.

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

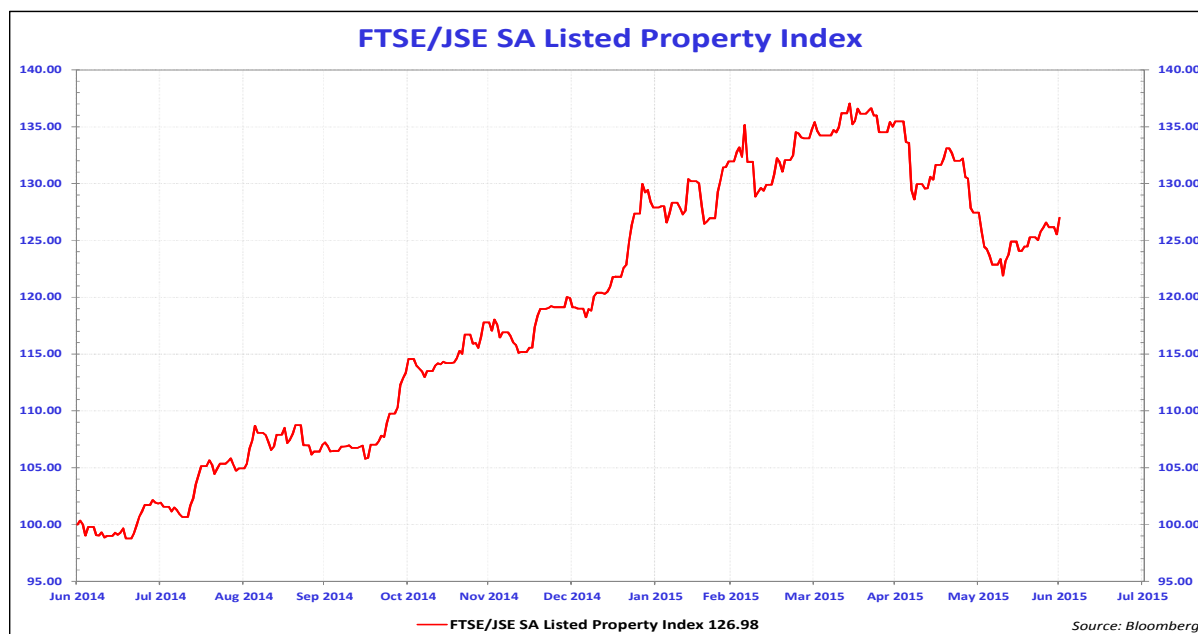
Listed Property

The situation in Greece deteriorated throughout June, culminating in Greece becoming the first developed nation to default on a payment to the International Monetary Fund. The default was expected, given Greece's failure to find common ground with its creditors on a new bailout and has led to a global sell-off in equity markets and other risky assets. As a result, global listed property securities declined by 3.9% (as measured by the GPR 250 REIT index). Supply-constrained property markets like New York and London have continued to register strong growth in market rentals, which should support strong earnings growth in the years ahead as leases expire into a stronger rental market.

During June, South Africa's listed property sector succumbed to the turmoil in global financial markets, sparked by the problems in Greece. The sector did receive a boost on the final day of trading in June as the prices of Growthpoint, Hyprop and Resilient were pushed higher into the quarter-end close. These moves therefore masked an otherwise weak month for the sector as a whole, given their large weights in the FTSE/JSE SA Listed Property (SAPY) Index. For the month as a whole, the SAPY index was down just 0.4%, outperforming the FTSE/JSE All Share index which was down 0.8%.

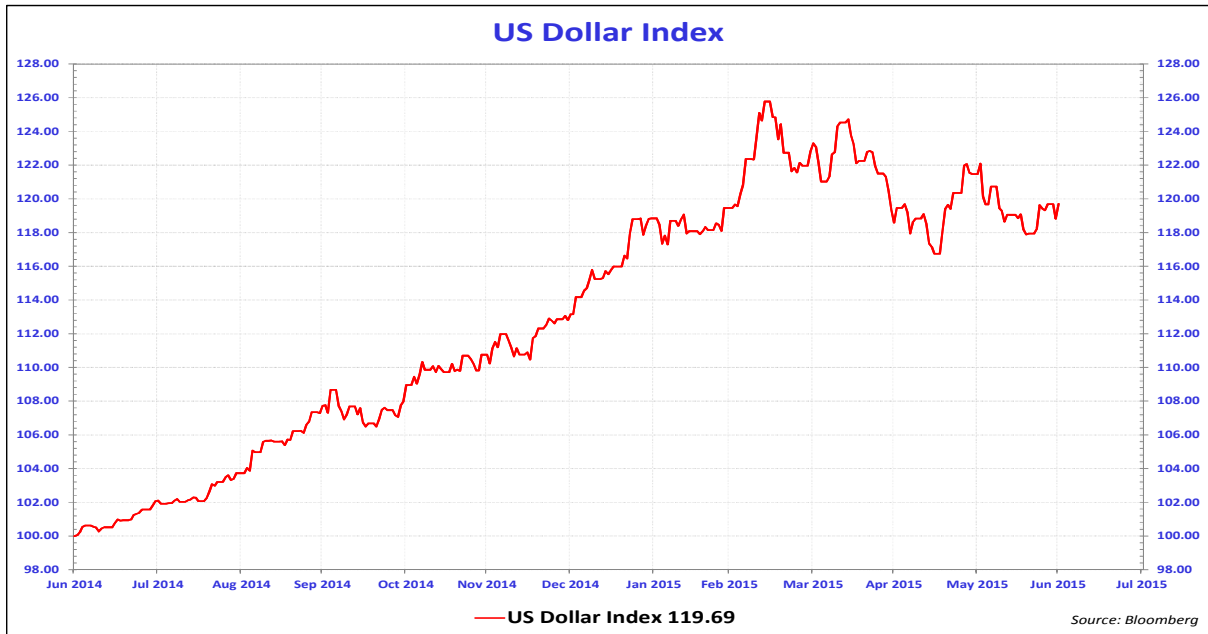
Listed Property Indices	1 Month	3 Months	1 Year
GPR 250 REIT Index (USD)	-3.9%	-8.1%	1.2%
FTSE/JSE SA Listed Property Index (ZAR)	-0.4%	-6.2%	27.0%

Source: I-Net Bridge



Currencies

The US dollar declined against all the major currencies during June after the US Federal Reserve delayed raising interest rates. It is now widely expected that the Fed will begin to raise interest rates at its September or October meeting.



The rand ended the month virtually unchanged against the US dollar, but weakened against the stronger euro and British pound.

Currencies (Domestic)	1 Month	3 Months	1 Year
ZAR/USD	-0.1%	-0.3%	-12.6%
ZAR/EUR	-1.6%	-4.0%	7.4%
ZAR/GBP	-2.8%	-6.0%	-4.8%

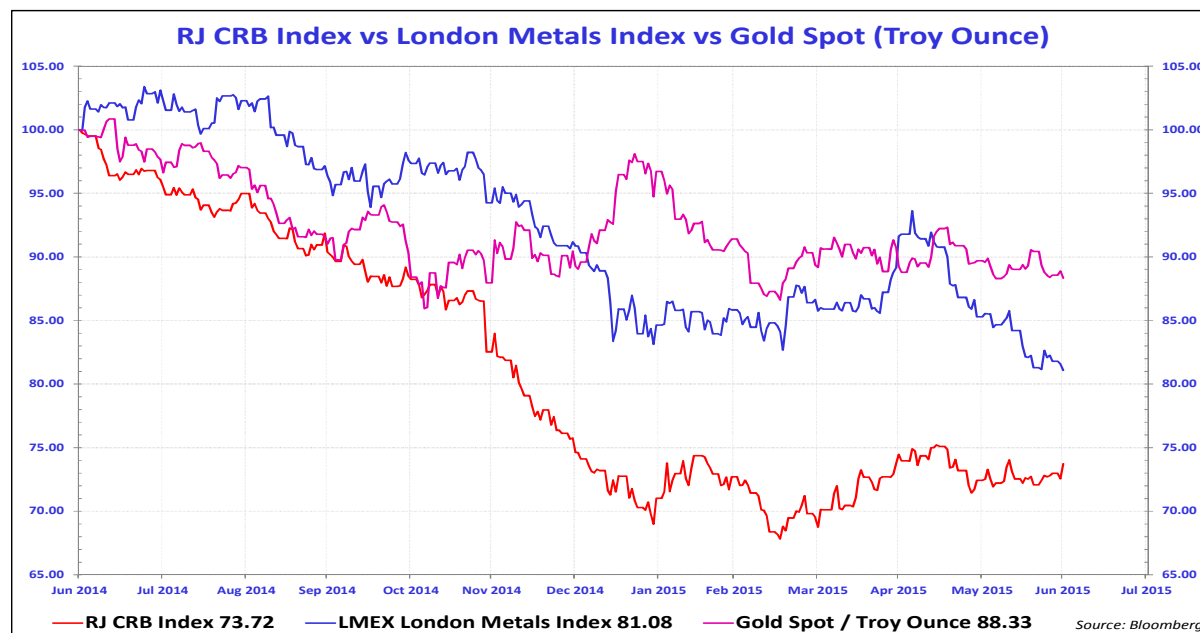
Source: I-Net Bridge

Commodities

The RJ CRB Index increased during June mainly on the back of higher prices for agricultural commodities. However, the prices of industrial metals (e.g. iron ore, copper, etc.) and oil declined due to the continued concerns about muted global growth and slower growth in China (with less spend on infrastructure) resulting in lower demand for these commodities.

Commodities (International)	1 Month	3 Months	1 Year
RJ CRB Index (\$)	1.8%	7.2%	-26.3%
Brent Crude Futures (\$)	-3.0%	15.4%	-43.4%
Gold (\$)	-1.5%	-1.0%	-11.7%
London Metals Exchange Index (\$)	-4.9%	-5.5%	-18.9%

Source: I-Net Bridge



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