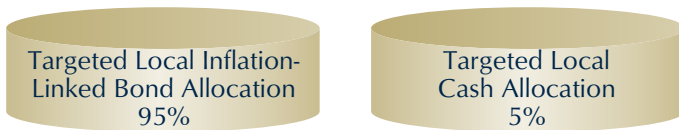


## Investment Portfolio Profile

The investment managers selected for this portfolio invest mainly in inflation-linked bonds issued by the South African government. These differ from conventional bonds in that the capital amount increases with inflation and the coupon rate is applied to this increased capital amount. This causes the coupon interest payments to move in line with the inflation index over time. The investor therefore receives income in real terms and an inflation-adjusted capital amount on redemption of the bond.

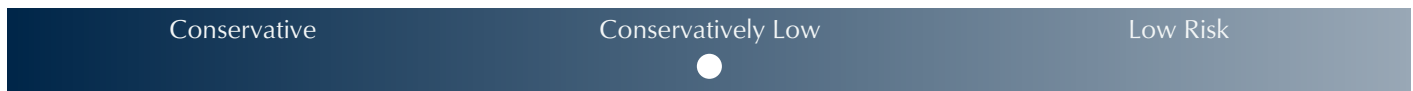
## Local Investment Strategy



The allocation illustrated is only indicative and the investment managers may vary exposure at times.

## Risk Meter

Risk refers to the predictability or volatility of returns over a five-year period.



The portfolio is aimed at investors pursuing interest income and a hedge against inflation. Investment Solutions expects this portfolio to have:

- A low probability of capital loss over the medium term (Although the portfolio provides protection of income against inflation, there could be short-term loss of capital if the inflation rate is negative, the inflation index is adjusted by Statistics SA or government, or real yields on inflation-linked bonds increase.)
- Investment returns linked to inflation over the medium term and above inflation over the longer term