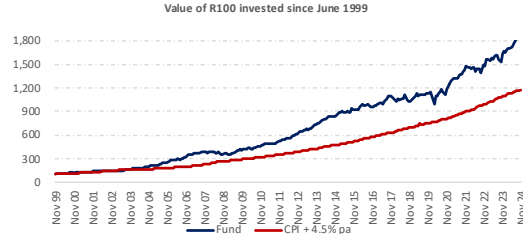
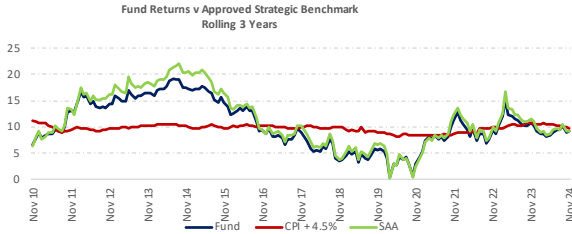


**FUND OBJECTIVE**

The EPPF aims to earn an annual return of at least 4.5 percent after inflation (as measured by the South African Consumer Price Index), applicable taxes, and investment fees and costs, over a rolling three-year period.

Fund size (R'Bn): 215.22



|                     | 1 year | 3 years | 5 years | 7 years | 10 years |
|---------------------|--------|---------|---------|---------|----------|
| Fund Return         | 14.2%  | 9.1%    | 10.4%   | 7.8%    | 8.1%     |
| Strategic Benchmark | 16.1%  | 9.3%    | 11.0%   | 8.1%    | 8.7%     |
| CPI Target          | 2.9%   | 9.8%    | 9.4%    | 9.2%    | 9.4%     |

Note: CPI Target over 1 year is CPI. CPI Target for 3 years and greater is CPI + 4.5%. Returns are annualised for periods greater than 1 year

The strategic benchmark consists of the index returns of the various asset classes in the proportions set out in the Fund's Strategic Asset Allocation, and it assumes no active management.

**STRATEGIC ASSET ALLOCATION**

|                                  | FUND          | BENCHMARK     |
|----------------------------------|---------------|---------------|
| Local Equity                     | 40.2%         | 33.0%         |
| Local Nominal Bonds              | 6.4%          | 5.0%          |
| Local Inflation Linked Bonds     | 12.6%         | 16.0%         |
| Local Cash                       | 0.8%          | 1.0%          |
| Local Property                   | 6.2%          | 6.0%          |
| <b>Local Assets</b>              | <b>66.1%</b>  | <b>61.0%</b>  |
| International Equity             | 21.8%         | 23.0%         |
| International Bonds              | 0.6%          | 2.0%          |
| International Cash               | 0.4%          | 0.0%          |
| International Property           | 0.0%          | 1.0%          |
| Emerging Market Equity           | 5.7%          | 6.0%          |
| Africa ex South African Equities | 2.1%          | 2.0%          |
| Africa ex South African Bonds    | 0.9%          | 0.0%          |
| China A                          | 2.3%          | 3.0%          |
| Frontier Markets                 | 0.0%          | 2.0%          |
| <b>International Assets</b>      | <b>33.9%</b>  | <b>39.0%</b>  |
|                                  | <b>100.0%</b> | <b>100.0%</b> |

| TOP 10 HOLDINGS | SECURITY                      | ASSET CLASS    | WEIGHT | THREE YEAR RISK METRICS  | FUND | BENCHMARK |
|-----------------|-------------------------------|----------------|--------|--------------------------|------|-----------|
| 1               | I2050 2.5% 311250             | Fixed Interest | 5.1%   | Standard Deviation (Ann) | 8.5% | 9.2%      |
| 2               | I2046 2.5% 310346             | Fixed Interest | 3.9%   | Sharpe Ratio             | 0.2  | 0.2       |
| 3               | NASPERS LIMITED-N SHS         | Equity         | 3.2%   | Maximum Gain             | 7.6% | 8.2%      |
| 4               | FIRSTRAND LIMITED             | Equity         | 2.1%   | Maximum Drawdown         | 5.6% | 6.6%      |
| 5               | STANDARD BANK GROUP LIMITED   | Equity         | 1.9%   |                          |      |           |
| 6               | PROSUS                        | Equity         | 1.8%   |                          |      |           |
| 7               | I2038 2.25% 310138            | Fixed Interest | 1.7%   |                          |      |           |
| 8               | ANGLO AMERICAN PLC            | Equity         | 1.3%   |                          |      |           |
| 9               | CAPITEC BANK HOLDINGS LIMITED | Equity         | 1.2%   |                          |      |           |
| 10              | NEPI ROCKCASTLE N.V           | Equity         | 1.1%   |                          |      |           |

Source: EPPF, STATPRO

**ASSET CLASS PERFORMANCE**

|                        | 1 year | 3 years | 5 years | 7 years | 10 years |
|------------------------|--------|---------|---------|---------|----------|
| SA Cash                | 8.5%   | 7.1%    | 6.2%    | 6.5%    | 6.7%     |
| Nominal Bonds          | 19.3%  | 11.4%   | 10.0%   | 10.3%   | 8.5%     |
| Inflation Linked Bonds | 10.0%  | 7.2%    | 7.8%    | 6.6%    | 5.3%     |
| SA Equity              | 16.0%  | 10.2%   | 11.5%   | 6.9%    | 7.6%     |
| SA Capped SWIX Equity  | 17.1%  | 10.3%   | 11.0%   | 6.7%    | 7.0%     |
| SA Listed Property     | 41.2%  | 15.3%   | 4.5%    | 0.2%    | 3.2%     |
| All Property           | 41.7%  | 14.6%   | 4.3%    | -0.3%   | 2.1%     |
| Global Equity          | 20.2%  | 12.1%   | 16.1%   | 14.3%   | 14.8%    |
| Emerging Equity        | 6.6%   | 2.8%    | 7.6%    | 6.1%    | 8.4%     |
| China A                | 6.0%   | -6.3%   | 7.1%    | 3.9%    | 7.1%     |
| Africa Equity          | -5.6%  | -1.4%   | 2.5%    | 2.4%    | 2.5%     |
| International Property | 15.5%  | 3.0%    | 6.1%    | 8.1%    | 9.6%     |

Source: EPPF, StatPro Revolution

**NOTES**

With the input from the EPPF's actuary, the Board of Trustees of the EPPF have determined and established the primary investment objective for the EPPF. The investment strategy has been developed in the context of long-term capital market expectations, as well as multi-year projections of actuarial liabilities. Accordingly, the investment objectives and strategies emphasise a long-term outlook and interim performance fluctuations will be viewed with the corresponding perspective.