

RMBAM SICAV Africa Equity Fund

Month ended 31 December 2010



RMB
ASSET MANAGEMENT

Fund profile

The RMBAM SICAV Africa Equity Fund (SICAV) aims to exploit opportunities in the inefficient, under-invested markets on the African continent. The Fund invests in listed equity securities on recognised stock exchanges across the continent, excluding South Africa.

Performance objectives

The objective of the Fund is to generate competitive, risk-adjusted returns on a consistent basis through a full market cycle by investing in the most liquid African markets while being cognisant of levels of risk within each country. The medium to long-term objective is to outperform the designated benchmark.

Investment approach

The Fund reflects our best stock ideas we believe will maximise expected returns in Africa. Our proven investment process ensures that we integrate macro economic and political factors during stock analysis. Liquidity and market capitalisation filters ensure that our investable universe is of the right size to facilitate entry and exit without prejudicing investors within the Fund. Our valuation driven bottom up approach takes into consideration ratios like free cash flows, growth potential, dividend payout and gearing levels. In order to clearly assess future company risk, we also look at non-financial factors like corporate governance, levels of transparency, labour policies and environmental awareness. The Africa Team frequently travels to meet companies that we invest in and regulators across the continent.

Fund commentary

The Fund rose 1.9% in the month against a 4.9% increase in the MSCI EFM Africa ex-SA Index. Key Egyptian stocks in the Index rose in excess of 7% on the back of Arab participation (the market distinguishes between local, Gulf and other international investors) and strong foreigner interest. Strong banks performance in Morocco saw the index close up 6.3% making for an appreciable 14.3% move in the full year.

Nigeria was flat for the month (-0.7%) as banks that had rallied in the previous month experienced profit taking. Non-banking large caps were mostly down during the month but closed in positive double digit performance for the 12 months. Kenya put on a percent in December to bring the year's tally to 28.1% with Equity Bank being the star performer among the large caps - up 75% for the year and up 5% in December alone.

Social unrest in Tunisia contributed to a lacklustre December in which stocks fell -1.1%, denting 2010 performance. The market ended the year up 9.5% lower than Namibia's 24.5% and Zambia's 14.3%.

Note: performance sourced from Bloomberg and is quoted in US Dollars (USD)

Contacts

For further details on how to invest in our RMBAM SICAV Africa Equity Fund please send an email to africa@rmbam.co.za or contact:

Fungai Tarirah

Portfolio Manager - Africa

Office: +27 11 505 1651

Email: ftarirah@rmbam.co.za

Lonwabo Dambuzza

Africa Fund Specialist

Office: +27 11 505 1868

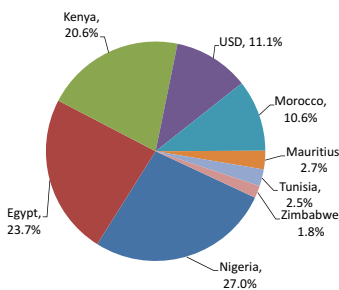
Mobile: +27 82 331 5009

Email: lonwabo.dambuzza@rmbam.co.za

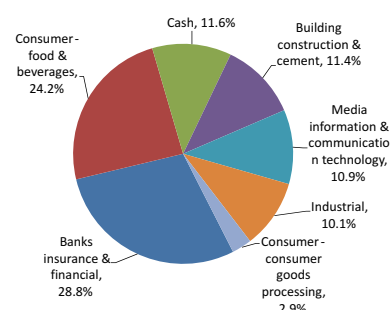
Fund details

Launch Date	September 2007
Fund Domicile	Luxembourg
Currency	US Dollars
Size of Fund	US \$9,500,000 million
Benchmark	MSCI Emerging Frontier Markets Africa excluding South Africa Index
Benchmark description	A market capitalisation weighted equity index with a focus on African markets
Bloomberg	RMBAESU LX Equity
ISIN	LU0319824214
Pricing	Daily

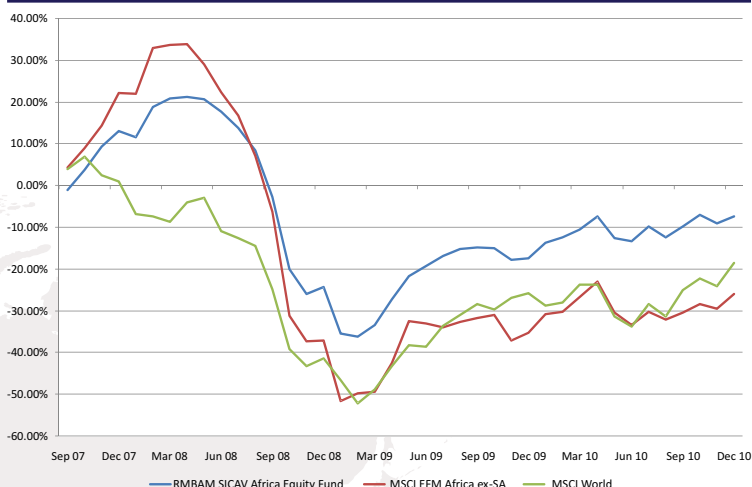
Country exposure



Sector exposure



Fund performance



Month	2007		2008		2009		2010	
	Fund	B'mark	Fund	B'mark	Fund	B'mark	Fund	B'mark
January			-1.3%	0.0%	-14.7%	-23.1%	4.4%	6.8%
February			6.5%	8.9%	-1.2%	4.1%	1.5%	0.9%
March			1.7%	0.6%	4.4%	0.7%	2.1%	5.1%
April			0.3%	0.1%	9.0%	13.6%	3.6%	4.8%
May			-0.5%	-3.5%	7.9%	17.3%	-5.5%	-9.5%
June			-2.4%	-5.2%	3.0%	-0.7%	-1.2%	-4.3%
July			-3.3%	-4.6%	3.0%	-1.3%	4.1%	4.8%
August			-4.7%	-8.2%	2.0%	1.8%	-2.8%	-2.5%
September	-1.1%	4.4%	-10.4%	-12.6%	0.5%	1.3%	3.0%	2.2%
October	4.8%	4.4%	-17.7%	-26.5%	-0.2%	1.3%	3.1%	3.1%
November	5.4%	5.0%	-7.4%	-9.0%	-3.3%	-9.1%	-2.2%	1.5%
December	3.4%	6.7%	2.2%	0.2%	0.4%	3.1%	1.9%	4.9%

Benchmark: MSCI Emerging Frontier Market Africa excluding South Africa index

Disclaimer: The document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing in any of RMBAM's products. The merits of any investment should be considered together with the investor's specific risk profile and investment objectives. Past performance is not necessarily a guide to future performance. Fluctuations in exchange rates may cause the value of international investments, if included in the mandate, to go up or down.

RMB Asset Management (Pty) Ltd. (Reg. No. 1987/004655/07) is an Authorised Financial Services Provider in terms of the FAIS Act (FSP Number 623).

Non-Executive Directors: BJ van der Ross (Chairman) LL Dippenaar PK Harris RJ Hutchison NAS Kruger M Mthombeni EB Nieuwoudt MW Pfaff FJC Truter
Executive Directors: DE Gouws (CEO) Silibusu Mabuza Company Secretary: GB Drake