

Momentum Small/Mid-Cap Fund

Collective Investments

Month ended 31 January 2014

momentum

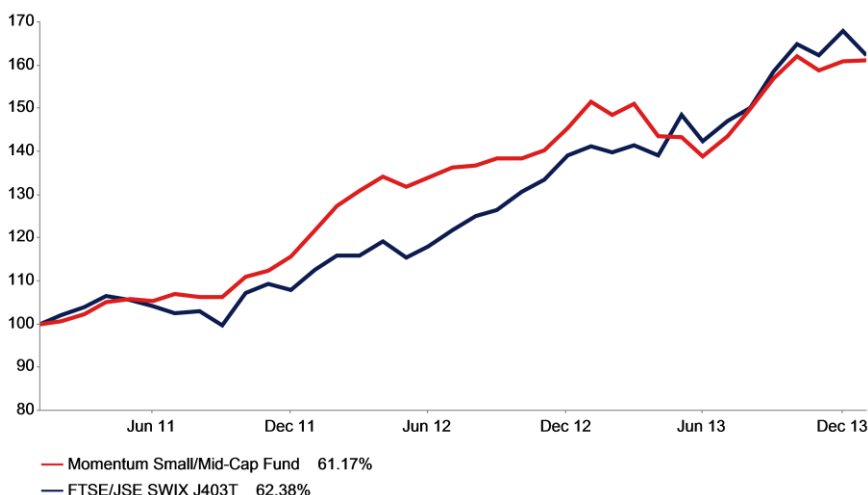
investments

Portfolio Class and Benchmark

Sector Classification	SA - Equity - Mid & Small Cap
Benchmark	FTSE/JSE SWIX J403T
Performance Objective	Outperform the index over the medium to longer term

Performance

3 year cumulative performance graph based to 100

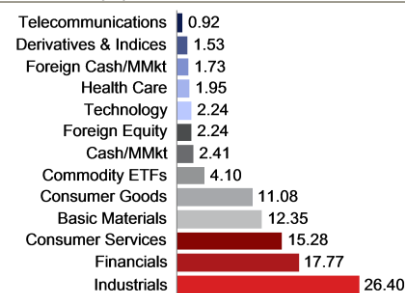


Annualised Performance

	1 year	3 years	5 years	7 years	10 years
Fund	6.45%	17.24%	23.64%	13.56%	22.61%
Sector	13.17%	16.77%	19.88%	8.39%	18.75%
Benchmark	14.95%	17.54%	20.95%	12.00%	19.49%
Rank	7/7	4/7	2/7	1/7	2/7
Cash	5.19%	5.46%	6.38%	7.59%	7.56%
Inflation	5.40%	5.72%	5.38%	6.43%	5.77%

Holdings

Portfolio (%)



Top Holdings (%)

Afgri Ltd	6.40
African Bank Ltd	6.34
Pallinghurst Resources Ltd	6.02
Sun International Ltd	3.80
Harmony Gold Mining Co Lt	3.58
SIBANYE GOLD MINING LTD	3.26
Stefanutti Stocks Hldgs	2.99
RCL FOODS LIMITED	2.86
Aveng Ltd	2.80
Torre Industrial Holdings	2.75

Why Invest?

The Momentum Small/Mid-Cap Fund's objective is to maximise returns over time through investment in small and mid-cap shares primarily listed on the FTSE/JSE. The fund offers investors the potential for long term capital growth.

Portfolio Facts

Portfolio Size R 811.77 million

Launch Date 2 May 2000

Minimum Investment
Lump Sum R 5,000
Monthly R 500

Codes
ISIN Number ZAE000023974
JSE Code RMEC
Bloomberg Code RMBECOS

Maximum Portfolio Charges

Initial Management Fee	0% (incl. VAT)
Initial Advisory Fee	0% - 3.42% (incl. VAT)
Annual Management Fee	1.71% p.a. (incl. VAT)
Annual Advisory Fee	0% - 1.14% (incl. VAT)
Performance Fee	0% - 1.14% (incl. VAT)
Sharing Ratio	15%

The performance fee applies to any excess performance of the fund relative to the benchmark measured over rolling two year periods.

Total Expense Ratio **Class A** 1.75%

Price History (cpu)

	Class A
Sep '13	1133.429
Oct '13	1171.890
Nov '13	1147.241
Dec '13	1163.254
Jan '14	1162.175

Income Distribution (cpu)

Distribution (Class A)

	Dividend	Interest	Total	Yield %
Jun '12	3.740	1.484	5.224	0.542
Dec '12	6.225	1.476	7.702	0.785
Jun '13	6.773	0.774	7.547	0.713
Dec '13	2.582	0.274	2.856	0.285

Distribution takes place **Semi-annually : June, December**

Portfolio Statistics

Portfolio PE	46.04
Dividend Yield	2.11%

Risk Classification

Risk	Low	Low-mod	Mod	Mod - high	High
Term	1 - 3mths	3mths - 1yr	1 - 3yrs	3 - 5 yrs	5+ yrs

3 Year Risk Statistics

Standard deviation ¹⁾	8.14%
Return per unit of risk	
- Sharpe Ratio ²⁾	1.37
- Information Ratio ³⁾	-0.08
Largest negative monthly return	-4.88%
Number of positive months	26/36

¹⁾Standard deviation - measures the volatility of returns

²⁾Sharpe ratio - (fund return minus cash return) / Std Dev(fund returns)

³⁾Information ratio - Return per unit of risk against the benchmark

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Market Performance

Benchmark	YTD	1 Year	3 Year	5 Year
ALBI TR Index	-3.22%	-2.65%	7.91%	7.47%
Alexander Forbes STeFI (Cash)	0.44%	5.19%	5.46%	6.38%
ALSI TR Index	-2.36%	14.86%	16.34%	20.40%
FTSE/JSE Listed Prop TR	-7.13%	-0.32%	15.85%	17.38%
JPM GBI Global Traded TR USD	8.40%	23.22%	17.97%	5.44%
MSCI World GR USD	2.71%	45.90%	27.35%	19.07%

Disclaimer

Collective Investment Schemes (CIS) in securities are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future. All CIS are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from the Momentum Collective Investments Limited. Commission may be paid and if so, would be included in the overall costs. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Momentum Collective Investments Limited reserves the right to close and reopen certain portfolios from time to time in order to manage them more efficiently. The Fund may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Different classes of participatory interests apply to certain portfolios, which are subject to different fees and charges. The exposure limit to a single security, in certain Specialist Equity portfolios, can be greater than is permitted for other portfolios in terms of the Collective Investments Schemes Control Act. Momentum Collective Investments Limited's portfolios are valued daily at 15h00. Instructions must reach Momentum Collective Investments Limited before 13h00 to ensure same day value.

Performance figures quoted are from Morningstar, as at the date of this factsheet, for a lump sum investment, using NAV-NAV prices with income distributions reinvested. CPI/Inflation figures are lagged by one month.

For the period from 01 January 2013 to 31 December 2013 the Total Expense Ratio (TER) is the percentage of the average Net Asset Value (NAV) of the portfolio incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.

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Fund Managers

Shawn Stockigt

Qualifications:
BCom (Law)



Current Position:
Portfolio manager and research analyst at Momentum Asset Management

Experience:
Shawn Stockigt joined the Momentum Asset Management Unconstrained Strategies team as a portfolio manager and research analyst in October 2012. Shawn has been employed in the asset management industry since 1993. He has extensive experience in various facets of asset management, having been involved in trading, research and portfolio management during various stages of his career. He joins us from Stanlib, where he was head of the Value Equity Franchise and responsible for the Value Unit Trust, Shari'ah Unit Trust and the Small-Cap Fund, in addition to managing Institutional mandates.

Sam Houlie

Qualifications:
CA(SA), CFA



Current Position:
Head of the Unconstrained Strategies at Momentum Asset Management

Experience:
Sam brings 16 years' of domestic and global investment experience to the firm. Sam was at Investec Asset Management until September 2011, where he held the positions of director, head of South African equities and portfolio manager in the Global Contrarian team. He started his career in the investment management industry at Allan Gray and moved to Abvest (now ABSA Asset Management), where he fulfilled the roles of portfolio manager, chief investment officer and, ultimately, chief executive officer, before leaving to join Investec Asset Management in early 2006. He headed a team of investment professionals responsible for well over R100 billion in equities across the full spectrum of portfolios, from pure equity to multi-asset mandates. He was the lead portfolio manager and key decision maker for close on R40 billion in client assets.

Investment Objectives and Universe

Investment Objective

The Momentum Small/Mid-Cap Fund is a specialist portfolio, having the primary objective of growth of capital for investors.

Investment Universe

The Manager will focus on achieving this objective where the securities to be acquired for the Momentum Small/Mid-Cap Fund will be comprised, in the main, of those companies, both local and international, offering special opportunities, such as smaller market capitalisation and emerging companies that offer above average growth potential, as well as established companies with sound recovery prospects from a low earnings base, and any other securities which are considered consistent with the portfolio's investment objectives, cash, and any other securities that the Act may from time to time allow, all to be acquired at fair market prices. Interest bearing instruments in a currency other than the Republic of South Africa, may only be included in this portfolio if they comply with a credit rating of investment grade by the credit rating agencies approved by the Registrar, provided further that if the grading of an instrument differs between the rating agencies, the lower of the two gradings will apply. The manager may from time to time invest in participatory interests or any other form of participation in portfolios of collective investment schemes or other similar collective investment schemes as the Act may allow from time to time, and which are consistent with the portfolio's investment policy. Where the aforementioned schemes are operated in territories other than South Africa, participatory interests or any other form of participation in portfolios of these schemes will be included in the portfolio only where the regulatory environment is, to the satisfaction of the manager and the trustee, of sufficient standard to provide investor protection at least equal to that in South Africa.

Contact Details

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