

GRYPHON MONEY MARKET FUND



Gryphon is a registered FAIS; FSP license no: 581

Coris Capital (Pty) Ltd is a registered FAIS; FSP license no: 720

Valuation date : June 30, 2009
Investment manager : Gryphon Asset Management
 Jan Meintjes, CA (SA), CFA &
 Abri du Plessis, M Comm
Benchmark : Short term Fixed Interest Index (STEF1)
Classification : Domestic - Fixed Interest - Money Market

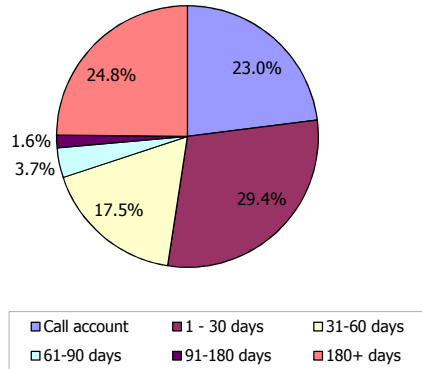
Min lump sum : R5 000
Min debit order : N/A
Income declaration : Declared daily, paid monthly
Charges (incl VAT) : 0.00% Maximum initial
 0.29% Annual
Total Expende Ratio (TER): 0.25%

Fund profile

The Coris Capital Money Market Fund generates a high monthly interest income, while preserving capital. It invests in money market instruments such as government and public sector securities, treasury bills, debentures and bank deposits. These instruments have a maturity of not more than 12 months. In order to ensure that liquidity is available and the capital is retained, the average maturity will not exceed 90 days.

Duration as at 30 June 2009

Average days to maturity = 90



Key features

The Fund is designed to generate optimal interest income while protecting the unit holders' capital investment.

Who should invest ?

- Investors seeking maximum interest income without risking their capital investment.
- Investors with an appetite for bank deposits or equivalents.

Performance objective

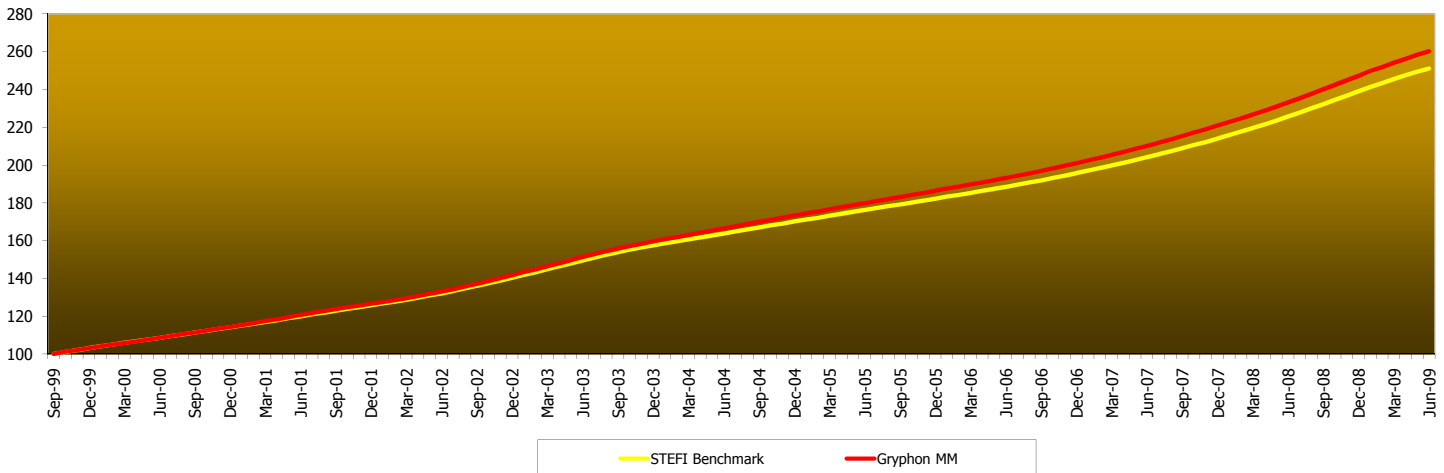
The primary performance objective of the portfolio is to obtain as high a level of current income as is consistent with capital preservation and liquidity. Capital gains will be of an incidental nature. The aim is top quartile performance in its category.

Market comment

There are tentative signs of global and local economies bottoming out, but the timing, speed and magnitude for recovery remain uncertain and in all likelihood be slow and protracted when it commences. The SA Reserve Bank shifted emphasis from inflation to growth risks early in the current easing cycle and cut interest rates aggressively by 4.5% since December, but decided to keep rates on hold at the last meeting on the 25th of June. It now seems as if they are shifting back to an inflation focus, which may cause the repo rate to remain at current levels for a few months. News on the domestic economy will continue to be on the negative side over the next few months, but various cost-push and exogenous factors may cause inflation to remain sticky over the same period. For this reason, uncertainty regarding further monetary easing has increased. We, however, still believe that a further 100 basis easing will be possible by September.

From a philosophy perspective, we remain a fundamentally conservative fund manager and will continue to actively avoid extremely risky investments and invest only in vanilla instruments with A1/F1 or better credit-rated counterparties. We shall however, manage the fund's duration close to the maximum allowed for the time being. We expect the yield curve to remain steep, benefitting the fund's relatively long and well-positioned maturity profile. Liquidity-wise, the fund is furthermore well-positioned to buy into value-opportunities, which usually arise as liquidity starts to squeeze in easing cycles. We are confident that the good long-term performance history of the Gryphon Money Market Fund will remain intact and our short term relative performance has already returned to top quartile. Performance volatility of the fund remains low, the best in the industry.

GRYPHON MONEY MARKET FUND PERFORMANCE



Annualised performance figures (ranking) as at 30 June 2009(sell to sell)

(Source: MoneyMate)

Fund	12 Months	3 Years	5 Years
Benchmark (STeFi)	11.49% (8/26)	10.08% (10/22)	8.91% (3/19)
Gryphon MM	11.32%	10.05%	8.93%

Unit trusts should be considered medium- to long-term investments. The value of units may go down as well as up. Past performance is not necessarily an indication of future performance. Unit trusts are traded at ruling prices and can engage in scrip lending and borrowing up to 10% of the market value of the portfolio to bridge insufficient liquidity. Unit trust prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accruals and less any permissible deductions (permissible deductions may include management fees, brokerage, UST, auditor's fees, bank charges, trustee fees and RSC levies) from the portfolio, divided by the number of participatory interests in issue. Funds are valued daily at 15:00. Instructions must reach us before 14:30 (11:30 for Money Market) to ensure same day value. A schedule of fees, charges and commissions is available on request. Commission and incentives may be paid, and if so, are included in the overall costs. Forward pricing is used. Performance figures are quoted from MoneyMate for lump sum investments using net asset value prices, with income distributions reinvested. Coris Capital Collective Investments is a member of the Association of Collective Investments.