

GRYPHON MONEY MARKET FUND



Gryphon is a registered FAIS; FSP license no: 581

Valuation date : August 31, 2009
Investment manager : Gryphon Asset Management
 Jan Meintjes, CA (SA), CFA &
 Abri du Plessis, M Comm
Benchmark : Short term Fixed Interest Index (STEFI)
Classification : Domestic - Fixed Interest - Money Market

Fund profile

The Gryphon 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.

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

Signs of the global and local economies bottoming out keep on improving, but the timing, speed and magnitude for recovery remain uncertain and in all likelihood be slow and protracted when it commences. Markets have already to a large extent discounted an upswing and further market strength will depend on earnings recovering. News flow over the next few months on the domestic economy will continue to be on the negative side, 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 50 basis point easing is possible by year-end.

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 relative 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; best in the industry.

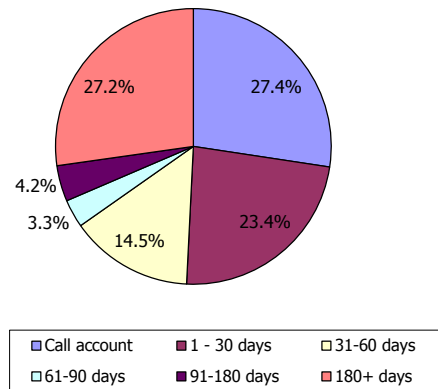


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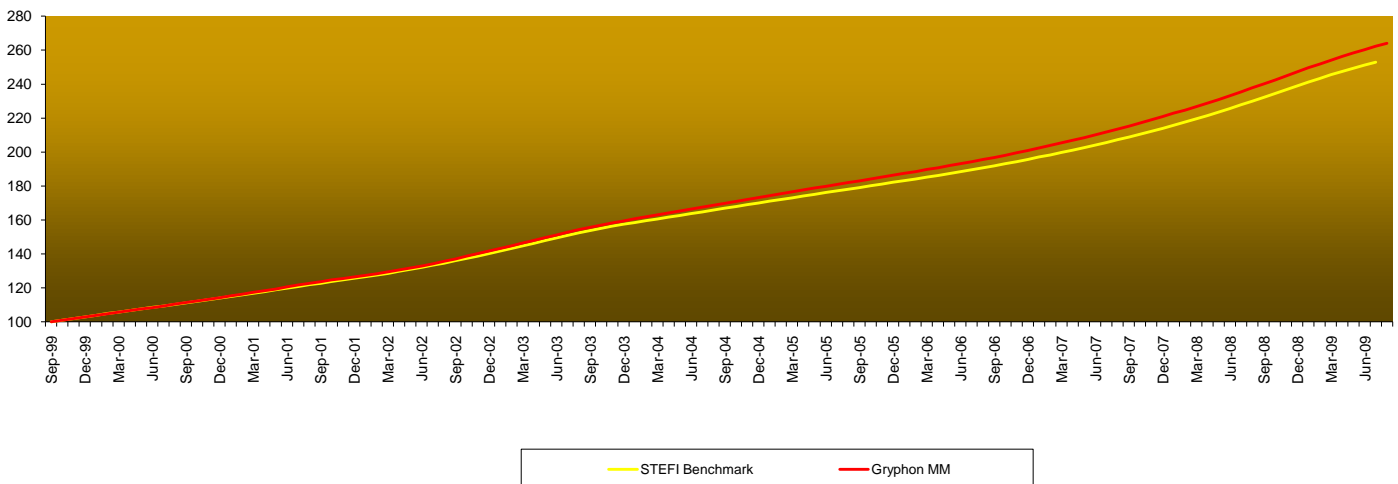
Min lump sum : R5 000
Min debit order : N/A
Income declaration : Declared daily, paid monthly
Charges (incl VAT) : 0.00% Maximum initial
 0.29% Annual
Total Expense Ratio (TER): 0.25%

Duration as at 31 August 2009

Average days to maturity = 88



GRYPHON MONEY MARKET FUND PERFORMANCE



Annualised performance figures (ranking) as at 31 August 2009 (sell to sell)

(Source: MoneyMate)

Fund	12 Months	3 Years	5 Years
Benchmark (STeFi)	10.73% (5/25)	10.13% (6/21)	8.92% (3/19)
Gryphon MM	10.67%	10.10%	8.94%

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.