



March/15

FINSOLNET MONEY MARKET FUND

ABOUT THE PORTFOLIO

The Finsolnet Money Market Portfolio is a low risk portfolio that aims to deliver returns in excess of the STeFI consistently over time. The portfolio aims to exploit multiple sources of low risk excess returns within the money market arena.

The portfolio is managed on a multi-manager basis. The underlying managers have been selected, mandated, monitored and reviewed by Amadwala Asset Consulting on behalf of their clients.

The portfolio complies with Regulation 28 of the Pension Funds Act, 1956 as amended. The portfolio is offered on a pooled and unitised basis on the Sygnia Life license.

PERFORMANCE SUMMARY

Month	12 Months	Since Inception
0.6%	6.2%	8.1%

PERFORMANCE COMMENTARY

Risk aversion re-appeared in March on a combination of economic and geopolitical factors, and ongoing concerns about the timing of US interest rate increases, triggering a sharp sell-off of emerging markets. Banks around the world, including Thailand, South Korea, Russia, Serbia, Sweden, India and China, took advantage of lower inflation numbers to ease monetary policy in the hope of stimulating growth.

In the US, the job market continued to recover, but other economic yardsticks were anaemic. However, opinions remain divided as to whether the economy is really slowing down or whether the data merely reflects bad weather-related conditions.

The ECB kicked off its €60 billion-a-month bond buying programme on 12 March. Yields on Italian, Spanish and Portuguese government debt fell to record lows and European stock markets rallied in response.

China joined the wave of global easing by cutting short term interest rates for the second time in three months. In a shock announcement, China set its economic growth target at 7%, the lowest in more than 15 years.

The first half of the month saw significant volatility in markets as the disappointing US and Chinese economic data and the lack of progress on Greece translated into rising risk aversion and a sell-off of resource stocks. The second half of the month benefitted from the US Federal Reserve's announcement that it planned to raise interest rates more slowly because of the unusually fragile condition of the US economy.

On the domestic front, consumer inflation slowed to 3.9% year-on-year, its lowest in four years. The Reserve Bank kept interest rates on hold at 5.75% while raising its inflation forecast for 2015 to 4.8% on the back of higher food, electricity and petrol prices. In yet another reprieve both S&P and Fitch confirmed that South Africa's credit rating is unlikely to be downgraded in June. The FTSE/JSE All Share Index returned -1.3% in March, pulled down by the Resources sector which fell by 8.5%. Financials returned 2.3% and Industrials -0.5%. The bond market fell by 0.5%, while the listed property sector rose by 2.6%. The rand weakened to a 13-year low of R12.18/US\$ on a combination of domestic economic factors, global risk aversion and the strength of the US dollar.

PERFORMANCE

PERIOD	FUND	BM	DIFFERENCE
1 month	0.6%	0.5%	0.1%
3 month	1.7%	1.5%	0.1%
6 month	3.3%	3.1%	0.2%
Year to date	1.7%	1.5%	0.1%
1 year	6.2%	6.1%	0.1%
2 year	6.2%	5.7%	0.6%
3 year	6.3%	5.6%	0.7%
5 year	6.4%	5.8%	0.6%

HISTORICAL PERFORMANCE

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2011	0.5%	0.6%	0.5%	0.5%	0.5%	0.5%	0.4%	0.5%	0.5%	0.4%	0.5%	0.5%	6.1%
2012	0.5%	0.5%	0.5%	0.5%	0.6%	0.5%	0.6%	0.5%	0.5%	0.5%	0.5%	0.5%	6.4%
2013	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.6%	0.5%	0.5%	6.3%
2014	0.5%	0.5%	0.5%	0.6%	0.5%	0.6%	0.5%	0.0%	0.5%	0.6%	0.5%	0.6%	6.0%
2015	0.5%	0.5%	0.6%										1.7%

FOR MORE INFORMATION CONTACT:

Sygnia Life Limited | 7th Floor | The Foundry | Cardiff Street | Green Point | 8001
Tel | +27 21 446 4940 Fax | +27 21 446 4950 E-mail | info@sygnia.co.za

Disclaimer - Sygnia Life Limited: The information and commentary contained in this document is of a general nature and is not intended to address the circumstances of a particular individual or entity. Whilst reasonable care was taken in ensuring that the information is accurate, Sygnia Life Limited does not warrant its accuracy, correctness or completeness and accepts no liability in respect of any damages and/or loss suffered as a result of reliance on the information in this document. No one should act on the information contained in this document without having obtained appropriate and professional investment, legal, tax and such other relevant advice as may be required in each instance. Sygnia Life Limited is a licensed financial services provider (FSP 2935): 7th Floor, the Foundry, Cardiff Street, Green Point, 8001 Tel: (021) 446 4940/Fax: (021) 446 4950

