

Investment Objectives and Strategy

The Fund aims to provide regular and stable income that targets long term inflation beating returns, while managing the risk of capital loss in the short term. Investments to be included may, apart from assets in liquid form, consist of equity and non-equity securities, fixed interest instruments (including, but not limited to, bonds, corporate bonds, inflation linked bonds, convertible bonds, cash deposits and money market instruments), debentures, preference shares and property securities as well as any other income enhancing securities consistent with the objective. Equity exposure will be limited to a maximum of 10%. The Manager may include participatory interests and other forms of participation of local and global collective investment schemes, or other similar schemes operated in territories with a regulatory environment which is at least equivalent to that in South Africa. The Fund will be managed within the requirements of retirement funds prudential investment guidelines.

Fund Statistics

| | |
|--------------------------------|-----------------------------------|
| Inception Date | 2014/07/22 |
| Fund Size | R 140 415 515 |
| NAV | 1.01 |
| Ticker | NMIF |
| Benchmark | 110% of STeFi Call |
| ASISA Sector | (ASISA) South African MA Income |
| Risk & Investment Term | Low, 3mths - 1yr |
| Portfolio Manager | Northstar Fixed Income Team |
| Annual Management Fee | 1.14% (incl. VAT) |
| Manager's Upfront Charge (max) | 0% (incl. VAT) |
| FSP Upfront Comm (max) | 3.42% (incl. VAT) |
| Total Expense Ratio (TER) * | |
| Date of Income Declaration | 31 Mar / 30 Jun / 30 Sep / 31 Dec |
| Minimum Lumpsum Investment | R10 000 |
| Minimum Monthly Investment | R500 |
| Valuation Time | 15h00 |
| Transaction Time | 14h00 |

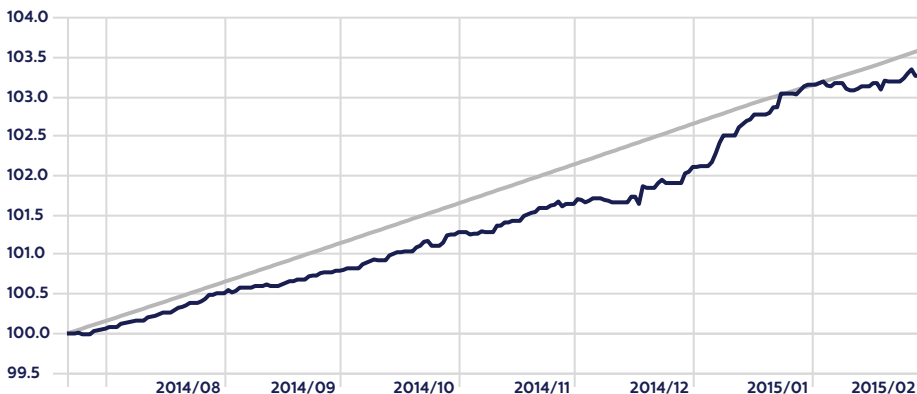
* No TER has been calculated due to the fund not having been in existence for a minimum of 12 months. The TER is disclosed as a percentage of the average Net Asset Value of the portfolio that were incurred as charges, levies and fees related to the management of the portfolio. The TER is adjusted for significant subsequent portfolio restructurings and/or fee changes. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER can not be regarded as an indication of future TERs.

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. 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. MET Collective Investments (RF) (Pty) Ltd 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. 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. Service charges and investment manager charges are calculated and accrued on the daily marketed value of the investment and paid out monthly. MET Collective Investments (RF) (Pty) Ltd is the Manager of the MET Collective Investments Scheme, and a full member of the Association for Savings and Investment SA. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, MET Collective Investments (RF) (Pty) Ltd does not accept any responsibility for any claim, damages, loss or expense, howsoever arising, out of or in connection with the information in this document, whether by a client, investor or intermediary. This 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 with or in any of MET Collective Investments Limited (RF) (Pty) Ltd's product.

Investment Growth

Time Period: 2014/07/22 to 2015/02/28



— Northstar MET Income A 103.3 — 110% of STeFi Call 103.6

Monthly Returns

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Year |
|------|------|------|-----|-----|-----|-----|-----|------|------|------|------|------|------|
| 2015 | 1.02 | 0.11 | | | | | | | | | | | |
| 2014 | | | | | | | | 0.45 | 0.28 | 0.49 | 0.35 | 0.46 | |

Risk Statistics (3 Years)

Time Period: 2012/03/01 to 2015/02/28

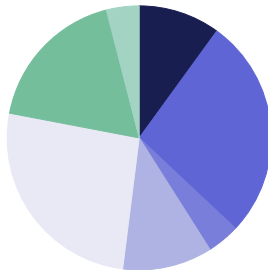
| | Fund | Benchmark |
|--------------------------|------|-----------|
| Std Dev | | 0.1 |
| Sharpe Ratio (arith) | | 4.2 |
| Max Drawdown (12 months) | | 0.0 |

Income Distribution

2015/01/02 0.17 cents/unit

Asset Allocation

Portfolio Date: 2015/02/28



| | % |
|---------------------------------|--------------|
| ● Cash | 10.0 |
| ● Fixed Rate NCDs | 27.0 |
| ● Floating Rate NCDs | 4.0 |
| ● Commercial Paper | 11.0 |
| ● Floating Rate Notes (FRNs) | 26.0 |
| ● Fixed Coupon Bonds | 18.0 |
| ● Inflation Linked Bonds (ILBs) | 4.0 |
| Total | 100.0 |

Modified Duration (excl. ILBs): 0.76

Effective Yield: 6.98%

Regulation 28 Compliance & Intended Maximum Limits

| Compliant | Equity | Property | Equity & Property | Foreign | Africa | Cash | Debt |
|-----------|--------|----------|-------------------|---------|--------|------|------|
| YES | 10% | 15% | 25% | 20% | 5% | 100% | 100% |

Investment Philosophy

Northstar Asset Management undertakes a rigorous and structured approach to analysing fixed income opportunities. We use proprietary systems to assess all instruments in our investment universe and manage our portfolios with an active bias. Our investment decision is based on detailed interest rate research (duration management and curve positioning), prudent fundamental credit analysis and vigorous liquidity management.

FAIS Conflict of Interest Disclosure

Please note that in most cases where the FSP is a related party to Northstar Asset Management Pty (Ltd) and/or MET Collective Investments (RF) (Pty) Ltd, the Northstar Asset Management Pty (Ltd) and/or distributor earns additional fees apart from the FSP's client advisory fees. It is the FSP's responsibility to disclose additional fees to you as the client. Such fees are paid out of the portfolio's service charge and range anything between (excl VAT):

CIS Manager: Up to 0.15%
 Northstar Asset Management: Up to 0.60%
 Distributor/LISP: Up to 0.25%

Total Management Fee: 1.00%

Contact Details

Custodian:
 Standard Executors & Trustees: Tel 021 441-4100

Management Company:
 MET Collective Investments, 268 West Avenue, Centurion, 0157; PO Box 7400, Centurion, 0046
 Call Centre Tel: 0860 111 899, Fax (012) 675-3889
 Email: ci.clientservice@momentum.co.za
 Registration No: 1991/03741/06

Fund Manager:
 Northstar Asset Management
 An authorised financial services provider, FSB No. 601
 Tel: 021 810-8400
 Email: admin@northstar.co.za
 Address: Suite 1A, Ground Floor, Madison Place, Alphen Office Park, Constantia Road, Constantia, 7806

Deposit Details

Deposits can be made at any First National Bank:
 Account Holder: Met Collective Investments Ltd - METCI Client Deposit Trust
 Account Number: 623 614 33784
 Branch Code: 253 145
 Bank: First National Bank
 Please fax deposit slip to: (012) 675 3889
 or email to: ci.clientservice@momentum.co.za



A member of MMI Holdings

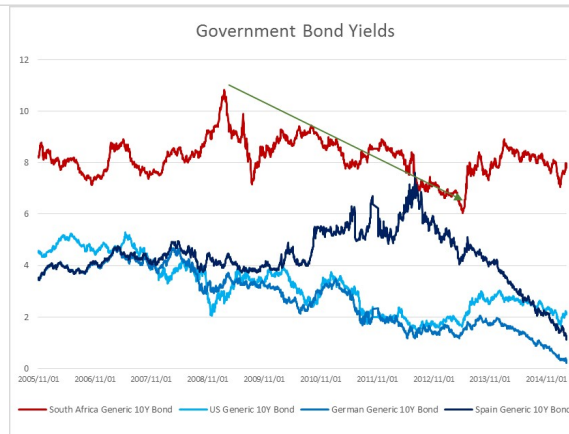
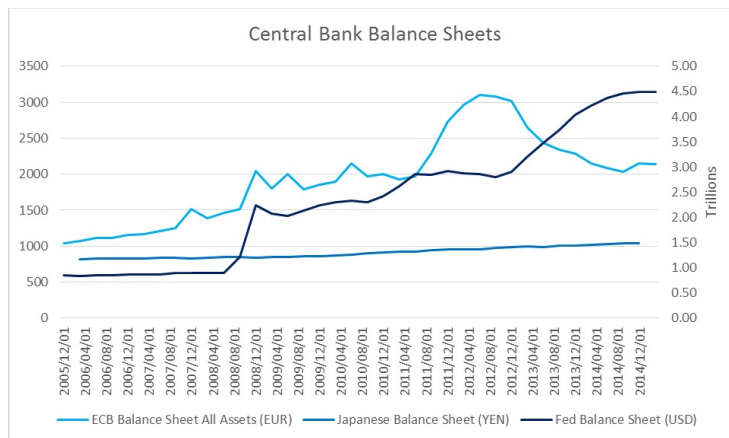
Source: Morningstar Direct

Monthly Commentary

A deeper look at the impact of European QE

European bond purchases (or Quantitative Easing as it's known in the market) began on 9 March 2015. The implementation will see the European Central Bank purchasing EUR60 billion of nominal marketable debt instruments of governments within the Eurozone monthly. This is close to 7% of the Eurozone GDP – small relative to the Bank of England's purchases equal to 20% of GDP. The purpose of this is to reduce deflationary conditions, which is detrimental to growth. Effectively, this contributes approximately EUR1.14 trillion to the economy over the period of the programme.

Given the diverging monetary policy from central banks and particularly, the tightening rhetoric from the Fed versus the easing policy implemented by the ECB, markets have readjusted to these expectations with significant volatility in currency, equity and bond markets. This, as interest rate and GDP differentials continue to broaden. The Euro is expected to continue depreciating against the dollar, whilst portfolio rebalancing towards European equity markets and disinvestments from Euro bond markets are widely expected.



Emerging bond markets were beneficiaries of the quantitative easing programme in the US, as international investors had to restructure portfolios to enhance returns above record low yields present in the Treasury market. The Federal Reserve, however, increased the size of its balance sheet by USD3.5 trillion over 5 years and the amount of money in the monetary system was considerably higher than that which the ECB is planning to inject into the capital markets. Consequently, the effect of the ECB's quantitative easing programme on emerging markets will likely not be as positive. There will be portfolio rebalancing, but if the Federal Reserve raises rates as expected, the US market is likely to be the relative beneficiary versus emerging markets.

In light of this, we at Northstar still hold a constructive view on local bonds. We find better value at the mid- to longer-end of the yield curve and will position ourselves accordingly.