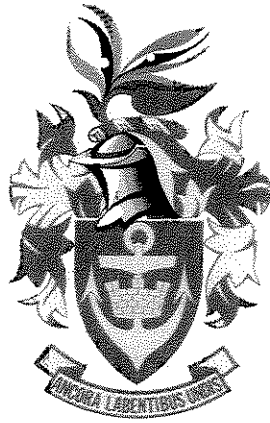


ANNUAL REPORT - 2011



NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT)

31ST March 2011

ANNUAL REPORT

NAME OF RETIREMENT FUND : **Natal Joint Municipal Pension Fund
(Retirement)**

**FINANCIAL SERVICES BOARD
REGISTRATION NUMBER** : **12/8/6676/2**

**SOUTH AFRICAN REVENUE
SERVICES APPROVAL NUMBER** : **5538 699 843**

FOR THE PERIOD : **1 April 2010 to 31 March 2011**

CONTENTS

Schedule	ITEM	Schedule	ITEM
Regulatory Information	1	Statement of changes in net assets and funds	6 Annexure B
Statement of responsibility by the Committee of Management	2	Notes to the financial statements	6 Annexure B
Statement of responsibility by the Principal Officer	3	Report by the independent auditors to the Registrar of Pension Funds on factual findings	7 Annexure C
Report of the auditor-general	4 Annexure A	Assets held in compliance with Regulation 28	8 Annexure D
Report of the Committee of Management	5	Schedule IA pertaining to annual financial statements	8 Annexure D
Statement of net assets and funds	6 Annexure B	Assurance report of the independent auditors to the Registrar of Pension Funds	9 Annexure E
		Report of the valuator	10 Annexure F

ANNUAL GENERAL MEETING

The **ANNUAL GENERAL MEETING** of the General Committee of the Fund will be held at the Sinodale Centre, Pietermaritzburg, in the month of NOVEMBER 2011. The attention of members of the Fund is drawn to Rule 17(b) of the joint Rules for the Management and Administration of the Natal Joint Municipal Pension/KwaZulu-Natal Joint Municipal Provident Funds, as amended, which provides that a copy of the Annual Report and Financial Statements shall be forwarded to each Municipality at least 45 days prior to the Annual General Meeting and to each member upon written request to the Fund. Any business that a Municipality or member desires to be discussed at such meeting shall be submitted in writing to the Director at least 30 days prior thereto.

PIETERMARITZBURG



**MR. S. CAMILLERI
PRINCIPAL OFFICER**

SCHEDULE - A

Item 1

The following Annual Report and Financial Statements for the year ended 31 March 2011 are submitted by the Committee of Management in terms of the Rules for the Management and Administration of the Fund approved by the Premier of KwaZulu-Natal, and promulgated in Provincial Gazette No. 5148 dated 8 August 1996 under PN. 273,1996.

REGULATORY INFORMATION FOR THE YEAR ENDED 31 MARCH 2011

Funds registered office (the Fund is a self-administered Fund)

Postal Address:	Physical Address:
P.O. Box 890 Pietermaritzburg 3200	2 nd Floor Timpen 17 Timber Street Pietermaritzburg 3201

Financial reporting periods

Current Period:	Previous Period:
1 April 2010 to 31 March 2011	1 April 2009 to 31 March 2010

Responsible persons in terms of section 8 of the Pensions Funds Act, 1956

Principle Officer	: Mr. Sam Camilleri
Date Appointed	: 01.07.2007
Postal Address	: P.O. Box 890, Pietermaritzburg, 3200
Physical Address	: 2 nd Floor Timpen, 17 Timber Street, Pietermaritzburg, 3201
Telephone Number	: (033) 264 1800
E-mail Address	: director@njmpf.co.za

Board of Trustees**- Employer Representatives**

Full Name	Date Appointed	Date Resigned
Cllr. Mrs. Msibi Veronica Zanele (V.C.)	02.03.2001	28.04.2010
Cllr. Mrs. Madlopha Celiwe Qhamkile	24.03.2006	26.11.2010
Cllr. Mvelase Siphos Andrias	23.03.2001	-
Cllr. Talmage Earl Andrew	23.07.2007	-
Cllr. Mrs. Shabalala J.N.	14.11.2008	-
Cllr. Mrs. Gumbi N.V	21.05.2010	-
Cllr. Mr. H.C. De Villiers	21.01.2011	-

- Member Representatives

Full Name	Date Appointed	Date Resigned
Mrs. Deku Dorothy Thandiwe	01.11.2007	16.04.2010*
Mr. Dube Xolani	30.11.2001	-
Ms. Mngadi Thandi Barbara	01.07.2002	-
Mrs. Myeza Dombi Rosemary	06.02.2004	-
Mr. Madlala Dennis Mndeni	22.02.2008	-
Mr. Mngomezulu Mandla	21.05.2010	-

*DUE TO NON-ELECTION BY MUNICIPALITY

- Pensioner Representative

Full Name	Date Appointed	Date Resigned
Mr. Hoosen Abdul Rahaman	07.07.2008	-

- Provincial Minister of Local Governments Representative

Full Name	Date Appointed	Date Resigned
The MEC has not made an appointment	-	-

Professional Service Providers

- Actuary/Valuator:

Full Name	:	Arthur Els & Associates Consulting Actuaries
Postal Address	:	Suite 163, Private Bag X11, Craighall, 2024
Physical Address	:	1 st Floor, Marlborough Gate, Hyde Lane, Hyde Park, 2196
Telephone Number	:	(011) 441 2700 - 2710
E-mail Address	:	info@arthurels.com

- Auditors

▪ Statutory Auditor:

Full Name	:	Auditor-General
Postal Address	:	Private Bag X9034, Pietermaritzburg, 3200
Physical Address	:	Redlands Estate, 1 George MacFarlane Ln, Wembley, 3201
Telephone Number	:	(033) 264 7400
E-mail Address	:	pmbrrha@agsa.co.za

▪ Internal Auditor (appointed by Committee of Management):

Full Name	:	Deloitte & Touche Chartered Accountants (SA)
Postal Address	:	P.O. Box 243, Durban, 4000
Physical Address	:	Deloitte Place, 2 Pencarrow Crescent, Pencarrow Park, La Lucia Ridge Office Estate, La Lucia, 4051
Telephone Number	:	(031) 560 7000
E-mail Address	:	clientservicecentre@deloitte.co.za

- Asset Consultants/Investment Advisor:

Full Name	:	Alexander Forbes Financial Services
Postal Address	:	P.O. Box 786029, Sandton, 2146
Physical Address	:	Alexander Forbes Place, 61 Katherine Street, Sandown, 2196
Telephone Number	:	(011) 269 0000
E-mail Address	:	www.alexanderforbes.com
FAIS Number	:	1177

- **Custodian and Nominees:**

Full Name	: Nedbank Limited (Head Office) - Reg. No. 1951/000009/06
Postal Address	: P.O. Box 3212, Johannesburg, 2000
Physical Address	: 135 Rivonia Road, Sandton, 2196
Telephone Number	: (011) 294 3166
E-mail Address	: www.nedbank.co.za

- **Risk (Fidelity) Insurers:**

Full Name	: Camargue – Reg. No. 2000/028098/07
Postal Address	: Postnet Suite 250, Private Bag X4, Bedfordview, 2008
Physical Address	: 1 st Floor Eton House, 15 Eton Road, Parktown, Johannesburg
Telephone Number	: (011) 356 4845
E-mail Address	: camargue@camargueum.co.za
FSP Number	: 6344

The list of participating employers (Municipalities) and the list of participating employees are available at the Fund's offices if needed.

SCHEDULE - B**Item 2****STATEMENT OF RESPONSIBILITY BY THE COMMITTEE OF MANAGEMENT FOR THE YEAR ENDED 31 MARCH 2011**

The Committee of Management hereby certify to the best of its knowledge that, during the period under review, in the execution of its duties they:

- ensured that proper registers, books and records of the operations of the Fund were kept, inclusive of proper minutes of all resolutions passed by the Committee of Management; and
- ensured that proper internal control systems were employed by or on behalf of the Fund; and
- took all reasonable steps to ensure that contributions were paid timeously to the Fund or reported where necessary in accordance with Section 13A and regulation 33 of the Pension Funds Act, 1956; and
- obtained expert advice on matters where they lacked sufficient expertise; and
- ensured that the regulations and the operation and administration of the Fund complied with the Pension Funds Act, 1956, the Financial Institutions (Protection of Funds) Act, 2000, and all other applicable laws, and
- confirm that, in respect of self-administered assets, the Fund is covered under a fidelity guarantee insurance policy. This cover is deemed adequate and in compliance with the regulations of the Fund. In respect of assets administered by the five Investment Managers, each Manager has procured Fidelity cover and/or Professional liability cover, by means of single policies, for amounts considered adequate to fulfill the requirements of the combined clientele of each individual Investment Manager. The Committee of Management is of the opinion that the existing fidelity cover maintained by the Fund and its Investment Managers is adequate in accordance with the above guidelines and policies; and
- confirm that the Investments of the Fund are in accordance with the investment strategy and policy and, as the Fund is a defined benefit Fund, individual investment choice do not apply.

KEY PERFORMANCE OBJECTIVES

The Long Term Investment Objectives of the Funds as approved by the Committee of Management are:

- To achieve a long-term real return of at least CPIX plus 4.5% net of investment fees over rolling five-year periods.
- In addition, the manager is expected to add returns of 2% a year in excess of that achieved from the passive benchmark portfolio, measured over rolling 5 year periods.
- During the Financial year the Committee of Management and the Fund's Actuary having considered the Liabilities of the Fund, using appropriate stochastic asset modeling tools have from 1 April 2011 increased the long term investment objective return to at least CPIX plus 5.0% net of investment fees over rolling five-year periods. This long term real rate of return is, in the Committee of Management considered opinion, the minimum required.

PERFORMANCE RESULTS

Year	CPI + 4.5%	Retirement Fund % Return
5 years to 31st March 2011	11,5	12,3

Year	Benchmark + 2%	Retirement Fund % Return
5 years to 31st March 2011	11,6	12,3

Source: Alexander Forbes

The Fund has achieved all investment objectives.

APPROVAL OF THE FINANCIAL STATEMENTS

The annual financial statements of the Fund are the responsibility of the Committee of Management. The Committee of Management fulfils this responsibility by ensuring the implementation and maintenance of accounting systems and practices adequately supported by internal financial controls. These controls, which are implemented and executed by the Fund, provide reasonable assurance that:

- the Fund's assets are safeguarded, and
- transactions are properly authorised and executed; and
- the financial records are reliable.

The annual financial statements have been prepared in accordance with:

- generally accepted accounting practice in South Africa; and
- the rules / regulations of the Fund; and
- the provisions of the Pension Funds Act, 1956.


These financial statements have been reported on by the Auditor-General, who was given unrestricted access to all financial records and related data, including minutes of all relevant meetings. The Committee of Management believes that all representations made to the Auditor-General during their audit were valid and appropriate. The Auditor-General's audit report is presented in Annexure A.

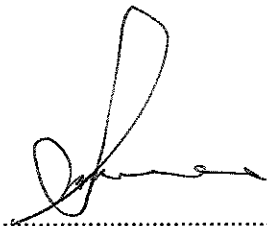
These financial statements:

- were approved by the Committee of Management;
- are certified by them to the best of their knowledge to be true;
- fairly represent the net assets of the Fund at 31 March 2011 as well as the results of its activities for the period then ended; and
- are signed on the Committee of Management's behalf by:

DATE: 15 09 2011


 CHAIRPERSON
 MR. K. M. JAGGETH


 EMPLOYER REPRESENTATIVE
 Cllr

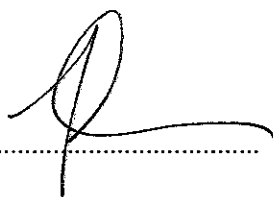

 MEMBER REPRESENTATIVE

SCHEDULE - C

Item 3

STATEMENT OF RESPONSIBILITY BY THE PRINCIPAL OFFICER FOR THE YEAR ENDED 31 MARCH 2011

I confirm that for the year under review the Fund has lodged with the Registrar of Pension Funds all such returns, statements, documents and any other information required in terms of the Pension Funds Act, 1956.

A handwritten signature in black ink, consisting of a large, stylized initial 'S' followed by a horizontal line that extends to the right and then curves downwards.

**MR. S. CAMILLERI
PRINCIPAL OFFICER**

ANNEXURE A

SCHEDULE - D

Item 4

REPORT OF THE AUDITOR-GENERAL ON

THE ANNUAL FINANCIAL STATEMENTS

OF THE FUND FOR THE YEAR ENDED

31 MARCH 2011

REPORT OF THE AUDITOR-GENERAL TO THE BOARD OF TRUSTEES AND THE REGISTRAR OF PENSION FUNDS ON THE NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT)

REPORT ON THE FINANCIAL STATEMENTS

Introduction

1. I have audited the accompanying financial statements of the Natal Joint Municipal Pension Fund (Retirement), which comprise the statement of net assets and funds as at 31 March 2011, the statement of changes in net assets and funds for the year then ended, a summary of significant accounting policies and other explanatory information, and the report of the committee of management as set out in schedule E and on pages 1 to 17 of annexure B.

The Board of Trustees' responsibility for the financial statements

2. The Board of Trustees is responsible for the preparation of these financial statements in accordance with the basis of accounting applicable to retirement funds in South Africa as set out in annexure B to the financial statements, the requirements of the Pension Funds Act, 1956 (Act No. 24 of 1956), and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor-General's responsibility

3. As required by section 188 of the Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996), section 4 of the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA) and section 15 of the Pension Funds Act, my responsibility is to express an opinion on these financial statements based on my audit.
4. I conducted my audit in accordance with International Standards on Auditing and *General Notice No. 1111 of 2010* issued in *Government Gazette No.33872 of 15 December 2010*. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
6. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

7. In my opinion, the financial statements of the Natal Joint Municipal Pension Fund (Retirement) as at 31 March 2011 have been prepared, in all material respects, in accordance with the basis of accounting applicable to retirement funds in South Africa as set out in annexure B of the financial statements and the requirements of the Pension Funds Act.

Emphasis of matter

8. I draw attention to the matter below. My opinion is not modified in respect of this matter.

Financial reporting framework

9. The fund prepared its financial statements in accordance with the basis of accounting applicable to pension funds in South Africa as set out in annexure B of the financial statements and the requirements of the Pension Funds Act.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

10. In accordance with the PAA and in terms of *General Notice No. 1111 of 2010*, issued in *Government Gazette No.33872 of 15 December 2010*, I include below my findings on the annual performance report as set out on pages 7 to 8.

Predetermined objectives

11. There are no material findings on the annual performance report.

Compliance with laws and regulations

12. There are no findings concerning material non-compliance with laws and regulations applicable to the fund.

INTERNAL CONTROL

13. In accordance with the PAA and in terms of *General Notice No. 1111 of 2010*, issued in *Government Gazette No. 33872 of 15 December 2010*, I considered internal control relevant to my audit, but not for the purpose of expressing an opinion on the effectiveness of internal control. There are no significant deficiencies in internal control that resulted in a qualification of the auditor's opinion on the financial statements and/or findings on predetermined objectives and/or material non-compliance with laws and regulations.

OTHER REPORTS

Investigations completed

14. An investigation was conducted by an independent consulting firm on the request of the fund. The investigation was initiated based on allegations of the misappropriation of funds by a senior official within the accounting function of the fund. The investigation has resulted in the removal and criminal prosecution of the senior official involved.

Auditor-General

Pietermaritzburg

31 August 2011



AUDITOR-GENERAL
SOUTH AFRICA

Auditing to build public confidence

SCHEDULE - E

Item 5

REPORT OF THE COMMITTEE OF MANAGEMENT FOR THE YEAR ENDED 31 MARCH 2011

Description of the fund:

In terms of Section 1 of the Income Tax Act, 1962, the Fund is classified as a Pension Fund (defined benefit).

The Retirement Fund was established in 1967 as a defined contribution fund and was subsequently converted into a defined benefit fund in 1975, at which time the payment of lump sums and monthly pensions commenced upon the early retirement of members at age 55 to normal retirement at age 65, and to spouses upon the death of members, subject to the provisions of the Regulations, calculated on salary and service.

The Funds Rules & Regulations are available at the employer's offices, the Fund's offices and on the Fund's webpage (www.njmpf.co.za).

The strategy of the Committee of Management relative to unclaimed benefits is to endeavour to trace beneficiaries and thus effect payment of unclaimed benefits. The Fund has maintained complete records, as prescribed, in respect of unclaimed benefits.

With regards to contributions, members contribute at a rate of either 7,00% or 8,65% of their pensionable emoluments in terms of regulation 15 whilst participating employers contribute at a rate of 13,65% of members' pensionable emoluments in terms of regulation 18(1)(b) together with a surcharge of 17% of members' pensionable emoluments.

Investment strategy:

The primary objective of the Fund is to ensure that full benefits in accordance with the regulations of the Fund can be paid as and when they arise. It is provided in the Fund's regulations that pension increases must also keep up with a minimum of 75% of the cumulative increase in the consumer price index.

The broad investment objective which is contained in the Funds Investment Policy Statement is to invest in appropriate asset types that will deliver returns over a rolling five-year periods (after tax and investment manager fees) of CPIX plus 4,5%. The Domestic Investment Managers are expected to produce a return of at least 2% per annum above their Benchmark net of fees, over rolling three-year periods. The Fund's International Investment Managers' are expected to produce a return of at least 1,5% per annum in excess of the equity component of the Benchmark. On the Absolute Return Fund component, the return should be at least equal to the return on LIBOR, net of fees, over rolling three-year periods.

The Committee of Management has appointed Investment Managers to invest the Fund's assets and meet the investment objectives set out in the Investment Policy Statement (which is available for inspection at the Fund's offices) and has also appointed Alexander Forbes as the investment consultant to report back on performance and ensure manager compliance with the mandate. The Committee of Management meets monthly to monitor the asset allocation, investment performance and compliance.

The Investment Manager must at all times adhere to the limits set out in Regulation 28 of the Pension Funds Act.

There are no investments held in Municipalities which participate in the Fund, nor any loans to members.

Assets under Management**- Domestic Assets**

MANAGER	VALUE OF ASSETS R	
	2011	2010
ALLAN GRAY LIMITED	541,381,139.09	621 556 955.81
CORONATION FUND MANAGERS	572,449,051.15	509 901 873.83
PRUDENTIALPORTFOLIO MANAGERS	535,314,109.15	481 761 558.76
NJMPF (R)	18,820,487.96	311 719.91
Total value of domestic investments managed	1,667,964,787.35	1 613 532 108.31

- International Assets

MANAGER	VALUE OF ASSETS R	
	2011	2010
ALLAN GRAY LIMITED	27,358,473.75	25 206 571.89
CORONATION FUND MANAGERS	11,765,286.00	11 224 492.12
PRUDENTIALPORTFOLIO MANAGERS	9,258,859.50	8 820 392.44
RUSSELL INVESTMENT GROUP	129,446,998.97	66 106 250.43
ORBIS INVESTMENT MANAGEMENT	262,367,270.68	138 903 938.16
Total value of international investments managed	440,196,888.90	250 261 645.04

Membership Statistics

- Contributing Members

Contributing Members

Membership of the Fund decreased by 7.04% to a total of 3 726 during the year as reflected hereunder:-

		2011	2010
Membership as at 1 April 2010		4008	4 318
Admissions		29	4
Transfer	External	-	-
	Internal	-	1
Re-admission	External Fund – In	5	-
New Members		24	3
Exits		311	314
Retirement	At pension/optional retirement age	49	40
	Early	52	51
Ill-health	(at least 10 years service)	27	24
	(less than 10 years service)	1	2
Retrenchment	(at least 10 years service)	-	-
	(less than 10 years service)	-	-
Death		133	122
Resignation		21	31
Dismissal		13	12
Transfer	Internal	-	1
	External	7	8
	External to – Super Fund	2	8
	Provident	2	14
		-	-
Deferred Beneficiary		-	-
Other		4	1
Membership as at 31 March 2011		3 726	4 008

- Pensioners/Dependant Beneficiaries

The number of pensioners and dependant beneficiaries increased by 1.29% to a total of 3 916 during the year as reflected hereunder:-

	PENSIONERS ORDINARY		DEPENDANT BENEFICIARIES
	Pensioners Ordinary	* Other	Widows
At beginning of year	1236	57	2573
Additions	213	1	290
Exits	197	19	238
At end of year	1 252	39	2 625

* Refers to those benefits which are payable by an employer, until such time as the person concerned attains the pension age.

- Deferred Pensioners

	Number
At beginning of year	5
Additions	-
Exits	-
At end of year	5

- **Unclaimed Benefits**

	Amount R
At beginning of year	4 936 060.95
Unclaimed benefits received	7 884 495.92
Less: Unclaimed benefits paid	5 283 094.22
Forfeited to the Fund	-
At end of year	7 537 462.65

- **Actuarial Report**

Please refer to attached Actuarial Report for the Retirement Fund as at 31 March 2011.

- **Surplus Apportionment**

There was no surplus available for distribution at the surplus apportionment date (31 March 2003). Future surpluses as may be disclosed are for the account of the employers and may be used by them at their discretion for any of the purposes set out in Section 15E of the Pension Funds Act, 1956.

- **Subsequent Events**

At the Annual General Meeting in November 2008, it was unanimously approved to merge the Natal Joint Municipal Pension Fund (Superannuation Fund) and the Natal Joint Municipal Pension Fund (Retirement). The reason for the merger is to remove historical discrimination in benefits.

The MEC for KZN Co-operative Governance and Traditional Affairs has signed the approval of the merger on the 2nd February 2010 and we are hopeful that the necessary amendments to the legislation and promulgation will be made effective from 1st April 2011.

ANNEXURE B

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
STATEMENT OF NET ASSETS AND FUNDS FOR THE YEAR ENDED 31/03/2011

	NOTES	2011 R	2010 R
ASSETS			
NON-CURRENT ASSETS		2,108,161,676.14	1,863,793,753.35
PROPERTY PLANT AND EQUIPMENT	1	0.00	0.00
INVESTMENTS	2	2,108,161,676.14	1,863,793,753.35
HOUSING FACILITIES	3	0.00	0.00
SURPLUS IMPROPERLY UTILISED RECEIVABLE	22	0.00	0.00
CURRENT ASSETS		17,882,996.94	19,430,237.98
TRANSFERS RECEIVABLE	5	0.00	0.00
ACCOUNTS RECEIVABLE	4	685,988.69	1,083,982.01
CONTRIBUTIONS RECEIVABLE	12	8,755,245.24	9,392,036.19
CASH AT BANK	24	8,441,763.01	8,954,219.78
SURPLUS IMPROPERLY UTILISED RECEIVABLE	22	0.00	0.00
TOTAL ASSETS		2,126,044,673.08	1,883,223,991.33
FUNDS AND LIABILITIES			
MEMBERS' FUNDS AND SURPLUS ACCOUNT		2,059,232,949.39	1,835,989,960.86
ACCUMULATED FUNDS		2,059,232,949.39	1,835,989,960.86
AMOUNTS TO BE ALLOCATED	23	0.00	0.00
MEMBERS SURPLUS ACCOUNT	21	0.00	0.00
RESERVES			
RESERVE ACCOUNTS	21	0.00	0.00
REVALUATION RESERVE: PROPERTY, PLANT & EQUIPMENT	6	0.00	0.00
TOTAL FUNDS AND RESERVES		2,059,232,949.39	1,835,989,960.86
NON-CURRENT LIABILITIES		9,181,567.44	6,479,094.46
EMPLOYER SURPLUS ACCOUNTS	21	0.00	0.00
FINANCIAL LIABILITIES	16.1	0.00	0.00
PROVISIONS	16.2	1,644,104.79	1,543,033.51
UNCLAIMED BENEFITS	9	7,537,462.65	4,936,060.95
CURRENT LIABILITIES		57,630,156.25	40,754,936.01
TRANSFERS PAYABLE	7	5,999,387.62	6,189,359.42
BENEFITS PAYABLE	8	32,507,061.10	23,850,495.56
ACCOUNTS PAYABLE	10	19,123,707.53	10,715,081.03
RETIREMENT FUND TAXATION	11	0.00	0.00
TOTAL FUNDS AND LIABILITIES		2,126,044,673.08	1,883,223,991.33

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
STATEMENT OF CHANGES IN NET ASSETS AND FUNDS FOR THE YEAR ENDED 31/03/2011

	NOTES	2011 R	2010 R
CONTRIBUTIONS RECEIVED AND ACCRUED	12	122,376,925.66	117,308,725.13
CONTRIBUTIONS TRANSFERRED FROM RESERVE A/C'S	21	0.00	0.00
CONTRIBUTIONS TRANSFERRED FROM SURPLUS A/C'S	21	0.00	0.00
SURPLUS IMPROPERLY UTILISED	22	0.00	0.00
REINSURANCE PROCEEDS		0.00	0.00
NET INVESTMENT INCOME	13	227,725,974.52	381,439,028.22
(LESS) ALLOCATED TO UNCLAIMED BENEFITS		0.00	0.00
OTHER INCOME		0.00	0.00
LESS:		9,041,888.05	6,470,118.73
REINSURANCE PREMIUMS		0.00	0.00
ADMINISTRATION EXPENSES	14	9,041,888.05	7,114,474.94
RETIREMENT FUND TAXATION	11	0.00	(644,356.21)
NET INCOME BEFORE BENEFITS AND TRANSFERS		341,061,012.13	492,277,634.62
TRANSFERS AND BENEFITS		117,515,850.94	113,593,353.62
TRANSFERS FROM OTHER FUNDS	5	0.00	9,576.50
TRANSFERS TO OTHER FUNDS	7	4,015,482.19	11,531,112.59
BENEFITS - CURRENT MEMBERS	8	113,500,368.75	102,071,817.53
NET INCOME AFTER BENEFITS AND TRANSFERS		223,545,161.19	378,684,281.00
FUNDS AND RESERVES		1,835,687,788.20	1,457,305,679.85
BALANCE AT BEGINNING OF PERIOD		1,835,989,960.85	1,457,305,679.85
PRIOR-YEAR ADJUSTMENTS		0.00	0.00
OTHER		(302,172.65)	0.00
TRANSFER BETWEEN RESERVE ACCOUNTS	21	0.00	0.00
INVESTMENT INCOME ALLOCATED		0.00	0.00
CURRENT MEMBERS		0.00	0.00
FORMER MEMBERS		0.00	0.00
SURPLUS AND RESERVE ACCOUNTS	21	0.00	0.00
SURPLUS APPORTIONMENT	21	0.00	0.00
REVALUATION SURPLUS: PROP, PLANT & EQUIPMENT	6	0.00	0.00
TRANSFER BETWEEN RESERVE ACCOUNTS		0.00	0.00
EMPLOYER SURPLUS ACCOUNT		0.00	0.00
MEMBER SURPLUS ACCOUNT		0.00	0.00
ALLOCATION TO/FROM SURPLUS ACCOUNTS		0.00	0.00
BENEFITS TO FORMER MEMBERS		0.00	0.00
SURPLUS TRANSFERS PAYMENTS		0.00	0.00
BENEFITS ENHANCEMENTS - OTHER		0.00	0.00
SURPLUS TRANSFERS RECEIVED		0.00	0.00
BALANCE AT END OF PERIOD		2,059,232,949.39	1,835,989,960.85

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

PRINCIPAL ACCOUNTING POLICIES

The following are the principal accounting policies used by the Fund, which are consistent with those of the previous year.

Basis of preparation

The financial statements are prepared for regulatory purposes in accordance with the Regulations to the Pension Funds Act. The Regulations require the basis of accounting applied by the pension funds comprise of general adherence to Generally Accepted Accounting Practice as applied to retirement funds in South Africa, except for the following requirements applicable to the :

- * Disclosure of cash flow information.
- * Disclosure of prior year adjustment.
- * Presentation of consolidated financial statements in which investments in subsidiaries are consolidated in accordance with the standard on consolidated and separate financial statements.

The financial statements are prepared on the historical cost and going concern basis, modified by the valuation of financial instruments and investment properties to fair value, and the revaluation of property, plant and equipment to market value.

Property, plant and equipment

- * All property and equipment is initially recorded at cost. Land and buildings are subsequently shown at market value, based on annual valuations by external independent valuers.
- * Decreases that offset previous increases of the same asset are charged to the income statement.
- * Depreciation is calculated on the straight-line method to write off the cost of each asset, or the revalued amounts, to their residual values over the estimated useful life as follows

- Computer equipment and software	5 years
- Office equipment	5 years
- Furniture & fittings	10 years

The useful life of the existing assets has been further extended to September 2012 when the lease on the current premises expires.

- * Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount (i.e. Impairment losses are recognised).
- * Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining the net surplus or deficit.
- * Maintenance and repairs, which neither materially add to the value of assets nor appreciably prolong their useful lives, are charged against income.

Financial Instruments

- * Recognition
 - * Financial instruments carried on balance sheet include cash and bank balances, investments, receivables and trade creditors.
 - * Financial instruments are initially measured at cost as of trade date, which includes transaction costs. Subsequent to initial recognition, these instruments are measured as set out below.
- * Measurement
 - * Held to maturity investments are measured at amortised cost using effective interest rates. Available for sale and held for trading investments are measured at fair value. The fair value of marketable securities is calculated by reference to the applicable Stock Exchange quoted selling prices at the close of business on the statement of funds and net assets date. Units in unit trusts are valued at the repurchase price.

Investment property

- * Investment properties are held to earn rental income and appreciate capital value.
- * Investment properties are accounted for at fair market value determined annually by an external independent professional valuer. Fair value adjustments are included in the net surplus or deficit for the period. Investment properties are not subject to depreciation.

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

Accounts receivable

Accounts receivable originated by the Fund is stated at cost.

Cash and cash equivalents

Cash and cash equivalents are measured at fair value.

Accounts payable

Accounts payable are recognised at cost, namely original debt less principal payments.

Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Where the effect of discounting to present value is material, provisions are adjusted to reflect the time value of money.

Contributions

Contributions are brought to account on the accrual basis.

Dividend income, interest and rentals

- * Interest is recognised on a time proportion basis, taking account of the principal outstanding and the effective rate over the period to maturity, when it is determined that such income will accrue to the fund.
- * Dividends are recognised when entitlement to revenue is established.
- * Rental income is recognised on a straight-line basis over the lease term.
- * Gains and losses on subsequent measurement to fair value of investments and of all other financial instruments are recognised in the net investment income during the period in which the change arises.
- * All income derived from script lending is included in the investment income received note.

Transfers to and from the Fund

Section 14 transfers to or from the Fund are recognised on approval being granted by the Financial Services Board. Individual transfers are recognised when the individual member's transfer is received or paid.

Comparatives

Where necessary, comparative figures have been reclassified to conform to changes in presentation.

Foreign transactions policy

In preparing the financial statements of the Fund, transactions in currencies other than the Fund's functional currency which is SA Rands, (foreign currencies) are recorded at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on the retranslation of monetary items, are included in profit or loss for the period. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the period except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised directly in equity. For such non-monetary items, any exchange component of that gain or loss is also recognised directly in equity.

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

1. PROPERTY, PLANT AND EQUIPMENT
 1.1 CURRENT YEAR

	COMPUTER EQUIPMENT & SOFTWARE R	OFFICE EQUIPMENT R	FURNITURE & FITTINGS R	TOTAL R
GROSS CARRYING AMOUNT AT BEGINNING OF PERIOD	0.00	0.00	0.00	0.00
ADDITIONS	0.00	0.00	0.00	0.00
LESS DISPOSALS	0.00	0.00	0.00	0.00
ADJ. TO USEFUL LIFE OF ASSETS	0.00	0.00	0.00	0.00
OTHER MOVEMENTS	0.00	0.00	0.00	0.00
AT 31/03/2011	0.00	0.00	0.00	0.00
LESS: ACCUMULATED DEPRECIATION AND IMPAIRMENT LOSSES AT BEGINNING OF PERIOD	0.00	0.00	0.00	0.00
LESS DEPRECIATION CHARGES	0.00	0.00	0.00	0.00
ADD ACCUM. DEPRECIATION ON DISPOSALS	0.00	0.00	0.00	0.00
LESS IMPAIRMENT WRITE DOWN	0.00	0.00	0.00	0.00
LESS OTHER MOVEMENTS	0.00	0.00	0.00	0.00
NET CARRYING AMOUNT 31/03/2011	0.00	0.00	0.00	0.00

1.2 PREVIOUS YEAR

	COMPUTER EQUIPMENT & SOFTWARE R	OFFICE EQUIPMENT R	FURNITURE & FITTINGS R	TOTAL R
GROSS CARRYING AMOUNT AT BEGINNING OF PERIOD	0.00	0.00	0.00	0.00
ADDITIONS	0.00	0.00	0.00	0.00
LESS DISPOSALS	0.00	0.00	0.00	0.00
ADJ. TO USEFUL LIFE OF ASSETS	0.00	0.00	0.00	0.00
OTHER MOVEMENTS	0.00	0.00	0.00	0.00
AT 31/03/2010	0.00	0.00	0.00	0.00
LESS: ACCUMULATED DEPRECIATION AND IMPAIRMENT LOSSES AT BEGINNING OF PERIOD	0.00	0.00	0.00	0.00
LESS DEPRECIATION CHARGES	0.00	0.00	0.00	0.00
ADD ACCUM. DEPRECIATION ON DISPOSALS	0.00	0.00	0.00	0.00
LESS IMPAIRMENT WRITE DOWN	0.00	0.00	0.00	0.00
LESS OTHER MOVEMENTS	0.00	0.00	0.00	0.00
NET CARRYING AMOUNT 31/03/2010	0.00	0.00	0.00	0.00

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

2. INVESTMENTS

	NOTES	TOTAL LOCAL		TOTAL FOREIGN		FAIR VALUE 2011		FAIR VALUE 2010		CATEGORIZED PER	
		R		R		R		R		R	
CASH AND DEPOSITS		128,047,450.71		0.00		128,047,450.71		245,300,712.58			A
KRUGER RANDB		0.00		0.00		0.00		0.00			A
LOANS OTHER THAN HOUSING		0.00		0.00		0.00		0.00			A
DEBENTURES		0.00		0.00		0.00		0.00			A
BILLS BONDS AND SECURITIES		400,254,335.75		0.00		400,254,335.75		319,798,003.94			A
INVESTMENT PROPERTIES		0.00		0.00		0.00		0.00			A
EQUITIES		915,627,487.20		48,382,619.25		964,010,106.45		935,928,426.74			A
EQUITIES WITH PRIMARY LISTING ON JSE		670,167,672.42		0.00		670,167,672.42		662,008,805.56			A
EQUITIES WITH SECONDARY LISTING ON JSE		245,459,814.78		0.00		245,459,814.78		229,342,573.98			A
FOREIGN LISTED EQUITIES		0.00		48,382,619.25		48,382,619.25		44,577,047.20			A
EQUITY INDEXED LINKED INVESTMENTS		0.00		0.00		0.00		0.00			A
UNLISTED EQUITIES		0.00		0.00		0.00		0.00			A
PREFERENCE SHARES		0.00		0.00		0.00		0.00			A
INSURANCE POLICIES		0.00		0.00		0.00		0.00			A
NON LINKED RELATED POLICIES		0.00		0.00		0.00		0.00			A
LINKED RELATED POLICIES		0.00		0.00		0.00		0.00			A
COLLECTIVE INVESTMENT SCHEMES		224,035,513.58		129,446,998.97		353,482,512.55		223,862,672.30			A
DERIVATIVE MARKET INSTRUMENTS		0.00		0.00		0.00		0.00			A
PARTICIPATING MORTGAGE BONDS		0.00		0.00		0.00		0.00			A
INVESTMENT IN PARTICIPATING EMPLOYERS		0.00		0.00		0.00		0.00			A
OTHER		0.00		262,367,270.68		262,367,270.68		138,903,937.79			A
TOTAL LOCAL AND FOREIGN		1,667,964,787.24		440,196,888.90		2,108,161,676.14		1,863,793,753.35			A

(IAS39 - At fair value through statement of changes in net assets and funds)

A - Held for trading - Fair Value

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

3. HOUSING FACILITIES

3.1 GUARANTEE FOR HOUSING FACILITIES

- The fund has granted guarantees to First National, Standard and Ithala Banks for loans granted to members.
- The amount of the guarantee may not exceed 50% of the cash benefit that a member would receive if he or she had to terminate membership to the fund voluntarily.

4. ACCOUNTS RECEIVABLE

	2011	2010
	R	R
ACCRUED INTEREST /DIVIDENDS	0.00	0.00
ADMINISTRATION	0.00	0.00
CONTRIBUTIONS	0.00	0.00
FUND MANAGERS	0.00	0.00
INTEREST	0.00	805.48
L.A. - ANNUITY REFUNDS	(9,205.08)	(36,052.21)
L.A. - MEDICAL BOARD FEES	8,410.95	24,575.22
L.A. - PENALTY INTEREST DUE	10,604.90	19,123.84
L.A - SURCHARGES	0.00	0.00
SUNDRY DEBTORS	342,601.75	749,463.24
PENSIONS - REFUNDS OF OVER PAYMENTS	331,665.23	323,130.37
PREPAID FUND MANAGERS FEES	0.00	0.00
PROPERTY AND ALLIED	0.00	0.00
PENSIONABLE SERVICE DEBTORS	1,910.94	2,936.07
STAFF VEHICLE LOANS	0.00	0.00
SUBSISTENCE AND TRAVELLING	0.00	0.00
TRANSFERS INWARD	0.00	0.00
TOTAL	685,988.69	1,083,982.01

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

5. TRANSFERS FROM OTHER FUNDS

	EFFECT. DATE	NO. OF MEMBERS	APPLIED FOR NOT APPROVED		AMOUNTS RAISED AT END OF PERIOD	RETURN ON TRANSFERS	ASSETS TRANSFERRED	AT END OF PERIOD
			R	R				
IN TERMS OF SECTION 14								
KZNNMPF	Apr-10	0	0.00	0.00	0.00	0.00	0.00	0.00
NJMPPF (S)	To	0	0.00	0.00	0.00	0.00	0.00	0.00
OTHER	Mar-11	0	0.00	0.00	0.00	0.00	0.00	0.00
IN TERMS OF SECTION 15B								
TOTAL		0	0.00	0.00	0.00	0.00	0.00	0.00

6. REVALUATION RESERVE - PROPERTY, PLANT AND EQUIPMENT

	CURRENT YEAR	PREVIOUS YEAR
	AT BEGINNING OF PERIOD	0.00
REVALUATION	0.00	0.00
IMPAIRMENTS	0.00	0.00
TRANSFER TO STATEMENT OF CHANGES IN NET ASSETS AND FUNDS	0.00	0.00
AT END OF PERIOD	0.00	0.00

7. TRANSFERS TO OTHER FUNDS

	EFFECT. DATE	NO. OF MEMBERS	APPLIED FOR NOT APPROVED		AMOUNTS RAISED AT END OF PERIOD	RETURN ON TRANSFERS	ASSETS TRANSFERRED	AT END OF PERIOD
			R	R				
IN TERMS OF SECTION 14								
KZNNMPF	Apr-10	2	0.00	4,987,769.03	194,850.96	494,738.46	127,524.93	5,549,833.52
NJMPPF (S)	To	2	0.00	209,519.31	771,871.86	165,133.59	1,065,401.54	81,123.22
OTHER	Mar-11	7	0.00	992,071.08	1,980,787.50	408,099.82	3,012,527.52	368,430.88
IN TERMS OF SECTION 15B								
TOTAL		11	0.00	6,189,359.42	2,947,510.32	1,067,971.87	4,205,453.99	5,999,387.62

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

8. BENEFITS
 8.1 BENEFITS - CURRENT MEMBERS

	A AT BEGINNING OF PERIOD		B BENEFITS FOR CURRENT PERIOD		C RETURN ALLOCATED		D PAYMENTS		E TRF'D TO/FROM UNCLAIMED BENEFITS		A+B+C-D-E AT END OF PERIOD	
	R		R		R		R		R		R	
MONTHLY PENSION	0.00		72,845,103.28		0.00		72,845,103.28		0.00		0.00	
LUMP SUM ON RETIREMENT	4,058,517.88		12,456,379.33		586,015.92		8,445,258.53		126,367.50		8,529,287.10	
- FULL BENEFIT	4,058,517.88		12,456,379.33		586,015.92		8,445,258.53		126,367.50		8,529,287.10	
- PENSIONS COMMUTED	0.00		0.00		0.00		0.00		0.00		0.00	
LUMP SUM BEFORE RETIREMENT	18,727,424.32		22,420,383.80		4,732,651.41		20,548,681.92		1,413,208.20		23,918,569.41	
- DISABILITY BENEFITS PAID BY THE FUND	0.00		0.00		0.00		0.00		0.00		0.00	
- DEATH BENEFITS	14,953,586.21		14,543,002.61		3,777,427.39		16,315,490.78		1,371,594.10		15,586,931.33	
- WITHDRAWALS 10 YEARS OR MORE	3,673,611.23		7,685,317.42		946,007.45		4,233,191.14		41,614.10		8,030,130.86	
- WITHDRAWALS < 10 YEARS	100,226.88		192,063.77		9,216.57		0.00		0.00		301,507.22	
- RETRENCHMENTS	0.00		0.00		0.00		0.00		0.00		0.00	
DEFAULTS - HOUSING FACILITIES	0.00		0.00		0.00		0.00		0.00		0.00	
OTHER - DIVORCE ORDERS	0.00		456,380.38		3,454.63		400,630.42		0.00		59,204.59	
STALE CHEQUES	1,064,553.36		0.00		0.00		2,727.36		1,061,826.00		0.00	
TOTAL	23,850,495.56		108,178,246.79		5,322,121.96		102,242,401.51		2,601,401.70		32,507,061.10	

BENEFITS FOR CURRENT PERIOD (B) INCLUDING RETURN ALLOCATED (C)

108,178,246.79

RETURN ALLOCATED (C) TO INVESTMENT INCOME

5,322,121.96

STATEMENT OF CHANGES IN NET ASSETS AND FUNDS

113,500,368.75

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

9 UNCLAIMED BENEFITS

	2011 R	2010 R
BALANCE AT BEGINNING OF PERIOD	4,936,060.95	2,123,691.90
TRANSFERRED FROM BENEFITS PAYABLE & ACCUM. FUNDS	7,884,495.92	4,275,613.15
INVESTMENT INCOME ALLOCATED	0.00	0.00
LESS:	5,283,094.22	1,463,244.10
TRACING EXPENSES	0.00	0.00
ADMINISTRATION EXPENSES	0.00	0.00
FORFEITED TO THE FUND	0.00	0.00
BENEFITS PAID	5,283,094.22	1,463,244.10
BALANCE AT END OF PERIOD	7,537,462.65	4,936,060.95

10. ACCOUNTS PAYABLE

	2011 R	2010 R
ACTUARY'S FEES	0.00	52,868.64
MINIMUM LEASE PAYMENT	36,400.88	24,916.48
CONTRIBUTIONS PAID IN ADVANCE	1,873,847.38	2,078,131.69
CONTRIBUTIONS DUE FOR REFUND	359,736.71	359,736.71
AUDIT FEES	0.00	13,452.00
ADMIN EXPENSES AS PER MEMBERS RATIO	766,581.12	302,139.14
OPERATING EXPENSES	0.00	0.00
PROPERTY & ALLIED	0.00	0.00
PENSIONERS - MEMBER PAYMENTS & TAX DEDUCTIONS	13,630,363.10	6,165,041.31
SUNDRY CREDITORS	2,159,349.98	1,600,981.44
UNPAID PENSIONS	297,428.36	117,813.62
TOTAL	19,123,707.53	10,715,081.03

11. RETIREMENT FUND TAXATION

	2011 R	2010 R
TAXABLE INCOME	0.00	0.00
LESS: FORMULA REDUCTION	0.00	0.00
RETIREMENT FUND TAXABLE AMOUNT	0.00	0.00
RETIREMENT FUND TAXATION AT RELEVANT RATE	0.00	0.00
AT BEGINNING OF PERIOD	0.00	(962,936.34)
RET. FUND TAXATION - CURRENT	0.00	(644,356.21)
RET. FUND TAXATION - PRIOR YEAR UNDERPROVISION	0.00	0.00
RETIREMENT FUND NET TAXATION PAID /(REFUNDED)	0.00	(1,607,292.55)
AT END OF PERIOD	0.00	0.00

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

12. CONTRIBUTIONS

	A	B	C	D	A+B+C-D
	AT BEGINNING OF PERIOD R	CONTRIBUTIONS TOWARDS RETIREMENT R	TOWARDS RE-INSURANCE AND EXPENSES R	CONTRIBUTIONS RECEIVED R	AT END OF PERIOD R
MEMBERS CONTRIBUTIONS - RECEIVED AND ACCRUED	1,746,195.31	23,483,898.39	0.00	23,589,761.59	1,640,332.11
EMPLOYER CONTRIBUTIONS - RECEIVED AND ACCRUED	3,405,080.85	46,037,812.88	0.00	46,000,035.09	3,442,858.64
EMPLOYER CONTR. - RECEIVED AND ACCRUED - RISK RESERVE	0.00	0.00	0.00	0.00	0.00
ADDITIONAL CONTRIBUTION IN RESPECT OF ACTUARIAL SHORTFALL - MEMBERS	411,603.18	5,154,784.52	0.00	5,185,262.82	381,124.88
ADDITIONAL CONTRIBUTION IN RESPECT OF ACTUARIAL SHORTFALL - EMPLOYER	3,829,156.85	47,700,429.87	0.00	48,238,657.11	3,290,929.61
ADDITIONAL CONTRIBUTION - INCREASES	0.00	0.00	0.00	0.00	0.00
ADDITIONAL VOLUNTARY CONTRIBUTION - EMPLOYERS	0.00	0.00	0.00	0.00	0.00
ADDITIONAL VOLUNTARY CONTRIBUTION - MEMBERS	0.00	0.00	0.00	0.00	0.00
TOTAL	9,392,036.19	122,376,925.66	0.00	123,013,716.61	8,755,245.24

TOWARDS RETIREMENT 122,376,925.66

TOWARD RE-INSURANCE AND EXPENSES 0.00

STATEMENT OF CHANGES IN NET ASSETS AND FUNDS
122,376,925.66

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

13. NET INVESTMENT INCOME

	2011 R	2010 R
INCOME FROM INVESTMENT PROPERTY AND INVESTMENTS	93,211,172.17	73,000,131.56
DIVIDENDS	45,651,380.65	31,261,019.89
INTEREST	47,559,791.52	41,739,111.67
RENTALS	0.00	0.00
COLLECTIVE INVESTMENT SCHEMES DISTRIBUTION	0.00	0.00
MARKET RELATED INSURANCE POLICIES	0.00	0.00
INTEREST ON LATE PAYMENT OF CONTRIBUTIONS	740,614.02	19,587.97
INTEREST LEVIED ON SURPLUS IMPROPERLY USED	0.00	0.00
ADJUSTMENT TO FAIR VALUE	144,024,746.00	317,357,680.53
PROFIT /(LOSS) ON SALES OF INVESTMENTS	92,010,502.84	64,116,489.84
INVESTMENTS WRITTEN UP/DOWN	52,014,243.16	253,241,190.69
ADJUSTMENTS	0.00	0.00
SUB TOTAL	237,976,532.19	390,377,400.06
LESS:	10,250,557.67	8,938,371.84
COST INCURRED IN MANAGING INVESTMENTS	10,250,557.67	8,938,371.84
INTEREST PAID ON BORROWINGS	0.00	0.00
TOTAL	227,725,974.52	381,439,028.22

14. ADMINISTRATION EXPENSES

	NOTES	2011 R	2010 R
COST OF ADMINISTRATION		6,304,469.38	4,748,491.94
ADMINISTRATION EXPENSES		1,064,981.79	942,848.67
AMOUNTS WRITTEN OFF		0.00	0.00
DEPRECIATION - AT COST		0.00	0.00
LEVIES (FINANCIAL SERVICES BOARD)		125,643.25	123,664.00
OFFICE EXPENSES		328,428.87	497,386.24
OPERATING LEASE PAYMENTS		404,405.60	359,989.18
PENALTIES		0.00	0.00
PROJECT COSTS - NEW IT PLATFORM		191,901.14	430,434.77
STAFF COSTS & PRINCIPAL OFFICER EXPENSES	14.2	4,189,108.73	2,394,169.08
SECRETARIAL FEES		0.00	0.00
NON-ADMINISTRATIVE EXPENSES		2,737,418.67	2,365,983.00
ACTUARY'S FEES		718,144.64	874,903.00
AUDIT FEES		251,464.23	226,996.29
AUDIT SERVICES		251,464.23	226,996.29
AUDIT EXPENSES		0.00	0.00
OTHER		0.00	0.00
CONSULTANCY FEES		756,520.98	417,554.90
FEES PAYABLE TO BOARD MEMBERS	14.1	534,389.48	243,002.74
FIDELITY COVER		63,000.00	38,125.00
MEMBERS COMMUNICATION		413,899.34	565,401.07
MAILINGS FOR MEMBERS		217,324.85	310,550.58
MEETING COSTS /TRUSTEE TRAINING		196,574.49	254,850.49
TOTAL		9,041,888.05	7,114,474.94

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

14.1 FEES PAYABLE TO BOARD MEMBERS

	2011 R	2010 R
REIMBURSIVE MEETING ALLOWANCE	534,389.48	243,002.74
TOTAL	534,389.48	243,002.74

14.2. STAFF COSTS & PRINCIPAL OFFICER EXPENSES (NOTE 14.2.1)

	2011 R	2010 R
SALARIES	2,912,012.76	2,058,645.83
EMPLOYER CONTRIBUTIONS TO RETIREMENT FUNDS	1,115,992.54	180,240.04
TRAINING EXPENSES	22,241.63	21,576.05
OTHER	138,861.80	133,707.16
TOTAL	4,189,108.73	2,394,169.08

14.2.1 PRINCIPAL OFFICER REMUNERATION

	2011 R	2010 R
SALARIES	429,005.96	256,860.00
ALLOWANCES	16,902.00	16,200.00
RETIREMENT FUND CONTRIBUTION	116,776.41	0.00
BONUS	133,772.39	81,918.00
OTHER PAYMENTS	0.00	0.00
TOTAL	696,456.76	354,978.00

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

15. PRIOR YEAR ADJUSTMENT

Please refer to Principal Accounting Policies - Basis of Preparation

16. FINANCIAL LIABILITIES AND PROVISIONS

16.1 FINANCIAL LIABILITIES

	2011 R	2010 R
	0.00	0.00

16.2 PROVISIONS

	2011 R	2010 R
ACTUARY'S FEES	539,689.94	494,319.72
ACCUMULATED LEAVE	270,445.58	214,808.47
STAFF BONUS	412,328.90	296,665.79
AUDIT FEES	264,544.74	284,783.90
PROJECT - IT PLATFORM INSTALLATION	0.00	94,050.00
DATA PROCESSING	108,942.66	158,405.63
TRUSTEES EXPENSES	48,152.97	0.00
TOTAL	1,644,104.79	1,543,033.51

16.3 ACCOUNTING FOR LEASES

Leases of property, plant and equipment where the Fund assumes substantially all the benefits and risks of ownership are classified as finance leases. Finance leases are capitalised at the estimated present value of the underlying lease payments. Each lease payment is allocated between the liability and finance charges to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in long-term payables. The interest element is charged to the income statement over the lease period. The property, plant and equipment acquired under a finance lease contract is depreciated over the useful life of the asset.

Lease charges for property, plant and equipment classified as operating leases are recognised in the income statement over the period of the lease, not exceeding 5 years.

17. FINANCIAL INSTRUMENTS

*** Solvency risk**

Solvency risk is the risk that the investment returns on assets will not be sufficient to meet the funds contractual obligations to members. Continuous monitoring by the Committee of Management of the Fund's actuary takes place to ensure that appropriate assets are held where the funds obligation to members are dependent upon the performance of specific portfolio assets and that a suitable match of assets exists for all other liabilities.

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

* **Legal risk**

Legal risk is the risk that the Fund will be exposed to contractual obligations which have not been provided for. Legal representatives of the Fund monitor the drafting of contracts to ensure that rights and legal obligations of all parties are clearly set out.

* **Credit risk**

Credit risk is the risk that a counter-party to a financial instrument will fail to discharge an obligation, and cause the Fund to incur a financial loss.

The Board monitors receivable balances on an ongoing basis with the result that the Fund's exposure to bad debts is not significant. An appropriate level of provision is maintained.

* **Currency risk**

Currency risk is the risk that the value of an instrument will fluctuate in Rands owing to changes in foreign exchange rates. The Fund's exposure to currency risk is in respect of foreign investments made on behalf of members of the Fund for the purpose of seeking desirable international diversification of investments. The Committee of Management monitors this aspect of the Fund's investments and limits it to the maximum percentage allowed by the legislation.

* **Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in raising funds to meet commitments associated with financial instruments. The Fund's liabilities are backed by appropriate assets and it has significant liquid resources.

* **Market risk**

Market risk is the risk that the value of a financial instruments will fluctuate as a result of changes in market prices and interest rates

* **Investments**

Investments in equities are valued at fair value and therefore susceptible to market fluctuations. Investments are managed with the aim of maximising the Fund's returns while limiting risk to acceptable levels within the framework of statutory requirements.

Continuous monitoring takes place to ensure that appropriate assets are held where the liabilities are dependent upon the performance of specific portfolios of assets and that suitable match of assets exists for all non-market related liabilities.

18. PROMISED RETIREMENT BENEFITS

The actuarial present value of promised retirement benefits, distinguishing between vested benefits and non-vested benefits, is set out in the report of the valuator.

19. RELATED PARTY TRANSACTIONS

There are no related party transactions for the financial year ended 31 March 2011, except as disclosed in note 14.1 and note 14.2.1

20. OPERATING LEASE COMMITMENTS

	2011 R	2010 R
FUTURE MINIMUM OPERATING LEASE PAYMENTS		
WITHIN ONE YEAR	413,374.03	366,344.22
BETWEEN ONE AND FIVE YEARS	181,186.67	225,096.76
TOTAL	594,560.70	591,440.98

NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) (REF. NO. 12/8/6676/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

22. SURPLUS IMPROPERLY UTILISED RECEIVABLE

	2011 R	2010 R
OPENING BALANCE	0.00	0.00
AMOUNT PAYABLE BY EMPLOYER	0.00	0.00
INTEREST RAISED	0.00	0.00
LESS		
PAYMENTS RECEIVED	0.00	0.00
SETTLEMENT FROM EMPLOYER SURPLUS A/C	0.00	0.00
OTHER	0.00	0.00
TOTAL RECEIVABLE	0.00	0.00
DISCLOSED AS:		
NON-CURRENT PORTION	0.00	0.00
CURRENT PORTION	0.00	0.00

23. AMOUNTS TO BE ALLOCATED

	2011 R	2010 R
SURPLUS TO BE APPORTIONED	0.00	0.00
INVESTMENT RETURN TO BE ALLOCATED	0.00	0.00
OTHER	0.00	0.00
TOTAL AMOUNTS TO BE ALLOCATED	0.00	0.00

24. CASH AT BANK

	2011 R	2010 R
CURRENT ACCOUNT	1,020,213.49	4,005,676.66
UNCLAIMED BENEFITS MONEY MARKET ACCOUNT - STANDARD BANK	7,421,549.52	4,948,543.12
	8,441,763.01	8,954,219.78

25. NON-CURRENT ASSETS HELD FOR SALE

NIL

26. BENEFITS BY INSTALMENTS

This amount represents the lump sum contribution in respect of retrenchment benefits for Umsekeli employees paid in advance by KZN Department of Local Government and Traditional Affairs.

ANNEXURE C

REPORT OF THE AUDITOR-GENERAL OF NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) TO THE REGISTRAR OF PENSION FUNDS ON FACTUAL FINDINGS

Scope

I have performed the procedures agreed with you and enumerated below with respect to the accounting records of the Natal Joint Municipal Pension Fund (Retirement) for the period ended 31 March 2011, as required by you in terms of section 15 of the Pension Funds Act in South Africa, (the Act). My engagement was undertaken in accordance with the International Standard on Related Services (4400) Engagements applicable to agreed-upon procedures engagements regarding financial information. The responsibility for determining the adequacy or otherwise of the procedures agreed to be performed is that of the Registrar of Pension Funds.

Procedures and findings

My procedures and the corresponding findings thereon are set out in the table below.

	Procedures	Findings
1	We selected a sample of the lesser of 25 or 10% of participating employers and for the following three months: April, August and March, performed the following procedures:	
1.1	We agreed, in total, the data received by the administrator to the cash received by the fund.	Procedure satisfactorily performed. We found that the data received by the administrator agreed to the cash received by the fund.
1.2	We inspected the bank statements, as appropriate, for the date on which the cash was received to determine whether the contributions were deposited with a registered bank in accordance with section 13A of the Act and whether late payment interest has been raised in terms of regulation 33, where applicable.	Procedure satisfactorily performed. We found that contributions were deposited with a registered bank in accordance with section 13A of the Act and that late payment interest had been correctly raised in terms of regulation 33 were applicable.
1.3	We inspected the accounting records of the fund to determine whether amounts disclosed as arrear contributions at period-end have been paid to the fund in accordance with the requirements of section 13A of the Act.	Procedure satisfactorily performed. We found that amounts disclosed as arrear contributions at year-end have been paid to the fund in accordance with the requirements of section 13A of the Act.
2	We inspected the list of investments held by the fund for any investments prohibited in terms of section 19 (4) of the Act.	Procedure satisfactorily performed. We found that the fund does not hold investments prohibited in terms of section 19(4) of the Act.

	Procedures	Findings
2.1	Where investments held in the participating employer exceeded 5%, we inspected the appropriate Financial Services Board approval.	Not applicable to the fund – no investments were held in the participating employer.
2.2	We obtained written confirmations of investment balances and agreed details of the confirmations received to the investment balances reflected in the general ledger.	Procedure satisfactorily performed. We found that the investment balances agreed to the details in the confirmations received from the investment managers.
3	We obtained the list of housing loans granted to members by the fund in terms of section 19(5) of the Act by the fund as at 31 March 2011 and performed the following procedures:	Not applicable to the fund – no housing loans were granted to members by the fund in terms of section 19(5) of the Act by the fund as at 31 March 2011.
3.1	We agreed the loans on the above list to the corresponding account in the general ledger.	Not applicable to the fund – no housing loans were granted to members by the fund in terms of section 19(5) of the Act by the fund as at 31 March 2011.
3.2	From the above list, we selected a sample of the lesser of 25 or 10% of housing loans. We determined whether the selected housing loans were granted in terms of the requirements of section 19(5) of the Act, in terms of the security provided and the interest rates applied to the loans.	Not applicable to the fund – no housing loans were granted to members by the fund in terms of section 19(5) of the Act by the fund as at 31 March 2011.
3.3	If the fund issued more than 100 loans or the total principal debt of all outstanding loans exceeded R500 000, we determined whether the fund was registered as a credit provider under the National Credit Act, 2005 (the NCA) and whether an assurance report had been issued to the National Credit Regulator in terms of section 16(1)(b) of the NCA and regulations 67 and 68 to the NCA.	Not applicable to the fund – no housing loans were granted to members by the fund in terms of section 19(5) of the Act by the fund as at 31 March 2011.
4	We obtained the list of housing loan guarantees granted to members by the fund in terms of section 19(5) of the Act as at 31 March 2011. We selected a sample of the lesser of 25 or 10% of housing guarantees from the list. For the sample selected, we compared the total for guarantees issued on behalf of the members to the total of member individual fund credits, to determine whether the total guarantees issued exceeded the total member individual fund credits allowed in terms of the Act	Procedure satisfactorily performed. We found that no guarantees issued to members exceeded 50% of the members individual fund credits as allowed by the Act.

	Procedures	Findings
	and/or the rules of the fund.	
5	We obtained a list of other loans as at 31 March 2011 and determined whether these loans were granted in terms of the requirements of section 19(5)B.	Not applicable to the fund – no loans were granted to members by the fund in terms of section 19(5)B of the Act by the fund as at 31 March 2011.
6	We obtained written confirmation from the fund's insurer that fidelity insurance cover was in place throughout the period ended 31 March 2011.	Procedure satisfactorily performed. We found that fidelity insurance cover was in place for the financial period ending 31 March 2011.
7	We obtained the list of section 14 transfers to and from the fund throughout the period ended 31 March 2011, selected a sample of the lesser of 25 or 10% transfers in and the lesser of 25 or 10% transfers out, and performed the following procedures:	
7.1	We agreed the section 14 transfers to and from the fund to the approved section 14 documentation received from the Financial Services Board in respect of each transfer.	Procedure satisfactorily performed. We found that the section 14 transfers agree to the approved section 14 documentation received from the Registrar of Pension Funds.
7.2	We agreed the above list of section 14 transfers to the corresponding account in the general ledger.	Procedure satisfactorily performed. We found the section 14 transfers agree to the corresponding account in the general ledger.
7.3	We determined by inspection whether the transfers were received/paid within 60 days of approval and whether the growth and interest return had been allocated from date of receipt/payment.	Procedure not satisfactorily performed. We found that the following FSB approvals had been paid more than 60 days after the approval was received: FSB approval number 236724 and 229675. No further exceptions to the procedure were noted with regards to the growth and interest return.
7.4	In respect of unitised funds, we selected a sample of the lesser of 25 or 10% of the members transferred and recalculated the purchase of units for the amount received using the unit price per the administration system on the date of receipt. (Where units were purchased after date of receipt investment return was included from the date of receipt to the date of purchase)	Not applicable as the fund is not unitised.
8	We obtained a list of accumulated member credits as reflected on the administrator's member register as at 31 March 2011 and performed the following	

	Procedures	Findings
	procedures:	
8.1	We agreed the closing balance on the list to the corresponding account in the annual financial statements as at 31 March 2011.	Not applicable – This is a defined benefit fund. The members benefits are guaranteed, and will not tie up to a list of accumulated members credits.
8.2	We selected a sample of the lesser of 25 or 10% of the members from the list and performed the following procedures:	
8.2.1	We agreed the member and employer contributions received for the selected members per the administrator's system to information supplied by the participating employers for a sample of 3 months.	Procedure satisfactorily performed. We agreed the contribution received for the selected members per the administrator's system to information supplied by the participating employers for the month of July, November and March.
8.2.2	In respect of unitised investment products, we recalculated the conversion of the selected contributions at the unit price per the administration system on the dates that the contributions were invested and determined whether these units were correctly calculated and added to the existing units for the full period.	Not applicable as the fund's investment products are not unitised.
8.2.3	In respect of unitised investment products, we recalculated the conversion of units at the end of the period at the period end unit price and agreed the amount to the member's record on the member register.	Not applicable as the fund's investment products are not unitised.
8.2.4	In respect of unitised investment products, we agreed the period end unit price as authorised in terms of the rules of the fund to the unit prices on the administration system used to calculate the member credits.	Not applicable as the fund's investment products are not unitised.
8.2.5	In respect of non-unitised investment products, we agreed the return allocated to the member's fund credit on the administrator's records to the return approved in accordance with a resolution of the Board of Trustees or the rules of the fund	Procedure satisfactorily performed. We agreed the return allocated to the member's fund credit on the administrator's records to the return approved in accordance with a resolution of the Board of Trustees.
8.3	We selected a sample of the lesser of 25 or 10% of members who switched between investment portfolios during the	Not applicable – In terms of the rules of the fund members cannot switch between investment portfolios.

	Procedures	Findings
	period and determined whether the portfolios were correctly switched and that the correct amount was switched in accordance with notification of the member's election. We inspected whether any fees deducted were approved by the Board of Trustees.	
8.4	If a surplus apportionment scheme was approved by the FSB in the current year, we selected a sample of the lesser of 25 or 10% from the surplus schedules and we agreed the allocation of the fund surplus of the scheme to the individual allocation in the member records per the administration system.	Not applicable – There was no approved surplus apportionment scheme in the current year.
8.5	For unitised investment products where member portfolios are backed by specific portfolios, we agreed the values of investments specified by the members investment choice to the members liabilities per product for that choice and inspected the accuracy of reconciling items.	Not applicable as the fund's investment products are not unitised.
9	We inspected the most recent statutory valuation report to determine whether the fund was under-funded. For under-funded funds we determined whether a scheme, as required in terms of section 18 of Pension Fund Act in South Africa, has been implemented to remedy the shortfall.	Procedure satisfactorily performed. The fund is currently charging a surcharge in accordance with a scheme of arrangement entered into the FSB subsequent to the 31 March 2000 statutory actuarial valuation.
10	We obtained the analysis of the movements in the fund's reserve accounts from the financial statements and performed the following procedures:	
10.1	We agreed the opening balance to the prior period financial statements.	Not applicable – This is a defined benefit fund and does not have reserve accounts.
10.2	We inspected the rules of the fund to determine whether the movements in the fund's reserve accounts were in terms of the rules of the fund and the Act.	Not applicable – This is a defined benefit fund and does not have reserve accounts.
11	We obtained a list of lump sum benefits reflected as expenses in the fund's Statement of Changes in Net Assets and Funds and performed the following	

	Procedures	Findings
	procedures:	
11.1	We agreed the list to the respective general ledger benefit expense accounts.	Procedure satisfactorily performed. We found that the list agreed to the respective general ledger benefit expense accounts.
11.2	We selected a sample of the lesser of 25 benefits or 10% of the total benefit expenses from the list and performed the following procedures:	
11.2.1	We agreed the claim to the applicable, authorised supporting documentation.	Procedure satisfactorily performed. We found that the claims agreed to the authorised supporting documentation.
11.2.2	For death benefits, where a portion of the benefit was reinsured by the fund, we determined whether the recovery from the insurer was received by the fund.	Not applicable to the fund – no portion of the benefit is reinsured by the fund.
11.2.3	We agreed that the calculation of the benefit payment to the requirements of the rules of the fund and/or the Act	Procedure satisfactorily performed. We found that the calculation of the benefit payment agreed to the requirements of the rules of the fund. The amounts were calculated by the programme created by Arthur Els actuaries.
11.2.4	We inspected whether the payments agreed to relevant authorisation.	Procedure satisfactorily performed. We found that the payouts made by the fund agreed to authorising documentation.
12	We obtained a copy of the listing of pensioners and performed the following procedures:	
12.1	We agreed the total pensions paid to the corresponding account in the general ledger.	Procedure satisfactorily performed. We found that the total pensions paid agreed to the corresponding account in the general ledger.
12.2	We selected a sample of the lesser of 25 or 10 % of pensions paid from the above list and performed the following procedures:	

	Procedures	Findings
12.2.1	We agreed the pensioner increases to authorisation by the Board of Trustees or other relevant supporting documentation.	Procedure satisfactorily performed. We found that the pensioner increases agreed to approved trustee resolutions.
12.2.2	We inspected evidence supporting the fact that the pensioners selected were still alive.	Procedure satisfactorily performed. We found that the certificates of existence were in place.
13	Where the fund has reinsured its pensioners with an insurer, we obtained a written confirmation of the pensions paid from the insurer including asset and liability balances and agreed this to the fund's general ledger pension expense, asset and liability accounts.	Not applicable to the fund – no portion is reinsured by the fund.

As the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any assurance on the procedures performed. Had we performed additional procedures or had we performed an audit or review of the relevant information, other matters might have come to our attention that would have been reported to you.

Our report is solely for regulatory purposes and may not be distributed to, or relied on, by parties other than the Registrar of Pension Funds.

Auditor-general
Pietermaritzburg

31 August 2011



**AUDITOR - GENERAL
SOUTH AFRICA**

Auditing to build public confidence

ANNEXURE D

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

SCHEDULE IA - PERTAINING TO THE FINANCIAL STATEMENTS

	Notes	Direct Investments	Non-Linked Insurance Policies	Linked Insurance Policies	Collective Investment Schemes	Total	Local	Foreign	%Age of Foreign Exposure
CASH AND DEPOSITS	A	136,489,213.80	0.00	0.00	0.00	136,489,213.80	136,489,213.80	0.00	0.00%
KRUGER RANDS	B	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
LOANS	C	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
DEBENTURES	C	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
BILLS BONDS AND SECURITIES	C	400,254,335.75	0.00	0.00	0.00	400,254,335.75	400,254,335.75	0.00	0.00%
PROPERTIES	D	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
EQUITIES	E	964,010,106.45	0.00	0.00	0.00	964,010,106.45	915,627,487.20	48,382,619.25	5.02%
- EQUITIES WITH PRIMARY LISTING ON JSE		670,167,672.42	0.00	0.00	0.00	670,167,672.42	670,167,672.42	0.00	0.00%
- EQUITIES WITH SECONDARY LISTING ON JSE		245,459,814.78	0.00	0.00	0.00	245,459,814.78	245,459,814.78	0.00	0.00%
- FOREIGN LISTED EQUITIES		48,382,619.25	0.00	0.00	0.00	48,382,619.25	48,382,619.25	100.00%	100.00%
- EQUITY INDEXED LINKED INVESTMENTS		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
- UNLISTED EQUITIES		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
PREFERENCE SHARES		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
COLLECTIVE INVESTMENT SCHEMES	I	0.00	0.00	0.00	353,482,512.55	353,482,512.55	224,035,513.58	129,446,998.97	36.62%
INSURANCE POLICIES:		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
- LINKED POLICIES		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
- NON-LINKED POLICIES		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
DERIVATIVE MARKET INSTRUMENTS	G	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
PARTICIPATING MORTGAGE BONDS		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
OTHER	K	262,367,270.68	0.00	0.00	0.00	262,367,270.68	0.00	262,367,270.68	100.00%
TOTAL		1,763,120,926.68	0.00	0.00	353,482,512.55	2,116,603,439.23	1,676,406,550.33	440,196,888.90	20.80%

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

A. DIRECT CASH AND DEPOSITS

	Fair Value
NEDBANK ACCOUNT - Current Accounts	3,469,166.96
NEDBANK ACCOUNT - Payables	-25,379,337.01
NEDBANK ACCOUNT - Receivables	13,852,493.80
NEDBANK INTEREST ACC - Current Accounts	37,224.02
STD CALL ACCOUNT 01 - Deposit Accounts	18,820,487.96
CORONATION ACTIVE - Deposit Accounts	6,000,000.00
CORONATION CASH INT - Deposit Accounts	134,870.74
INITIAL MARGIN - Deposit Accounts	5,941,855.00
VARIATION MARGIN - Deposit Accounts	1,593,983.89
VARIATION MARGIN INT - Current Accounts	14,587.87
PRUDENTIAL MONEY - Deposit Accounts	5,467,033.85
PRU MM FUND B INT - Deposit Accounts	28,720.27
SAFEXBR VAR MARG - Deposit Accounts	207,097.00
SAFEXBR INT ACCOUNT - Current Accounts	19,180.72
YILED MARGIN - Current Accounts	3,846.02
INKOTHA CALL INT - Deposit Accounts	87,139.73
STANDARD BANK - Unclaimed Account	7,421,549.52
STANDARD BANK - Current Account	1,020,213.46
ABSA NCD 7.425 26052011	5,326,000.02
ABSA NCD 8.50 25052012	1,081,600.00
RMB NCD 13072012	5,313,000.01
ZAM000015189 NEDBANK NCD 250712 8.25%	3,180,000.01
ZAM000016021 ABSA NCD 6.825 030511	15,686,999.98
ZAM000017185 RMB NCD 160511 6.775	4,172,800.01
RMB NCD 230511 6.725	3,125,700.01
ZAM000026913 ABSA NCD 5.60	4,059,599.99
RMB FRN J3M 1.1 260712	2,023,399.99
NED FRN J3M 1.125 13072012	4,056,400.01
NED FRN J3M 1.05 100812	5,044,500.01
NED FRN J3M 0.475 170811	18,124,199.95
NED FRN J3M 0.425 230811	4,023,600.01
NED FRN J3M 0.8 140912	4,011,199.99
ZAM000007657 RMB NCD 11052012	4,189,600.00
ABSABANK NCDX20120323 9.03%	2,222,800.00
ABSA FRN J3M 1.1 240512	7,044,100.01
NEDBANK FRN J3M 1.125 20072012	3,038,400.01
STANDARD BANK FRN J3M 1.10 20072012	2,025,199.99
TOTAL	136,489,213.80

B. DIRECT LOANS

	Fair Value
	0.00

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

C1. DEBENTURES

	Secured by/ Unsecured	Redemption Val
		0.00
TOTAL DEBENTURES		0.00

C2. BILLS, BONDS AND SECURITIES

	Secured by/ Unsecured	Fair Value
GOVERNMENT OR PROV. ADMIN		69,475,336.32
RSA 2015 13.50%		376,769
RSA 10.50 % 2025/26/27		13,668,205
RSA 2014 8.75%		231,702
RSA 2017 8.25%		3,629,436
RSA 2018 8.00%		5,828,325
R206 RSA 15012014		8,354,472
RSA 2020 7.25%		5,678,980
R208 RSA 310321		10,847,347
RSA 2036 6.25%		5,174,209
REPUBLIC OF SA 2023 5.50% 104.080645		10,563,267
REP OF SA CPI 6.25% 31032028 142.84		5,122,626
PARASTATAL BONDS		20,644,584.56
TRANSNET 914 PC 14112017		1,731,023
TRANSNET 8.9 PC 14112027		5,646,199
ESKOM HOLDINGS LTD 10% 25012023		3,197,036
NRA013 SA NATIONAL ROADS AGENCY CPI 4.25 31102013 155.119		1,365,173
NRA028 12.25 301128		904,571
TELKOM SA LIMITED		1,677,837
TRANSNET 10.50 17092020		2,087,082
UG21 UMGENI WATER 02032021		2,740,281
ES26 ESKOM HLDGS LTD 7.85% 020426		1,295,381
CORPORATE BONDS		291,134,414.87
AIR02 ACSA 11.68 30042023 AO23		4,461,934
DV21 DBSA 150616		111,286
TRANS CAL 2016 12.5%		5,109,056
TRANSCAL 9 PC 2852021		3,080,054
AB06 SUB DEBT 2015		2,888,615
AB07 SUB DEBT 070314		4,202,319
AIRL02 ACSA 5.5 CPI 18022014 165.36071		1,522,354
SABSA HOLD 9.935 PC 19712		1,373,834
BIDVEST 10.19 06082014		4,310,145
CITY OF CAPE TOWN 11.615 15062024		2,209,009
DBSA 10% 2023		2,946,445
FRB03 BND 9% 15092014		1,499,553
IPL4 IMPERIAL 290314		3,008,238
NED6 SUB 200913		3,088,854
NED7 SUB 08022012		1,545,399
OLD MUTUAL LIFE 8.92 PC 27102015		4,287,698
SCMB SUBORDINATED DEBT		955,622
SMF1 SAPPI 27062013		1,015,871
SNT01 SANTAM 150917		1,813,412
TFS06 TOYOTA FINANCIAL SERV SA 8.05% 203014		6,229,382
ABSA 8.45 PC 3411AO3		649,457
ABSA 8.3 PC 1511MN1		8,687,823
ABS6 8.2% 2020		55,150
ABSA BANK LTD CPI 5.5% 07122023		5,225,077
AIR03 ACSA 10.86 09032016		4,822,302
DEVELOPMENT 9.45 PC 722020		2,262,772
FRB05 FNB 21122018		7,487,905
FIRST RAND 8.75 14032015		14,708,530
HOME OBLIG 10.43 PC 1972045		2,069,750
MOMENTUM 812 PC 1592015		972,087
NEDB LTD 10.54 PC 1792015		2,727,327
STANDARD BANK OF SA 10.82 24112016		4,931,748
SCMB SUB DEBT 2015		5,017,444
SCMB SUB DEBT 2023		2,799,294
SBS5 SBSA 071211		4,152,018
STANDARD BANK FIXED 11.42 07072016		8,999,498
SLI1 SANLAM 15082013		2,650,160

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

	Secured by/ Unsecured	Fair Value
SAPPI 10.64 PC 141011AO14		2,131,477
SAPPI MANUFACTURING 12.13 30062012		2,130,028
SA ROADS 2025 9%		5,907,367
CITY OF CAPE TOWN 11.16% 15032025		1,513,559
STANDARD BANK CPI 5.5% 07122023		5,694,193
INVESTEC BANK LIMITED 12032015		4,741,917
EKURHULENI METRO MUN 10.56% 28072020		1,780,603
FIRSTRAND 8.5 01092014		3,015,828
FIRSTRAND LTD 10.50% 14042015		3,566,786
IMPERIAL GROUP 9.78 28092017		2,514,402
MTN 10.130 PC 130717		4,931,914
STANDARD BANK OF SA LTD 8.90% 22092017		964,582
INVESTEC 16 PC 31312		3,630,248
MTN HLDG 10.19 PC 1372014		1,065,952
MTN 7.80 PC 281013		8,621,007
FRBC21 FSR 12 12122018 JD21 PERPETUAL CALLABLE		1,242,063
ABSA CPI LINKED 6 20092019 164.23548		5,800,474
ABSA 8.80 11092026		2,607,340
EKURHULENI METROPOL MUNICIPALITY R208 + SPREAD 185 110320		1,015,036
NEDBANK DOMESTIC MEDIUM TERM NOTE 9.36 23032016		3,011,318
ABSA 5.50 CPI LINKED 07122028 BASE CPI 65.05040323		2,888,085
AFRICAN BANK 8.00 INDEXED LINKED 08052014 103.370968		1,861,758
EGL01 EAGLE BONDS 9.9561 31072012		375,073
EQS FRN J3M 0.5 220915		1,749,094
INV FRN J3M 2.65 200922		2,707,290
NEDBANK 10.55 15092015		10,155,796
NEDBANK LTD 11.39% 09092019		2,244,484
SBK CAPITAL NOTE 5.75 NACS 102.430830 09042019		3,611,556
SBS7 STD 2013		311,662
ANGLO AMERICAN SA FINANCE LIMITED		7,394,210
ABL5 AFRICAN BANK 9.70 11082011		24,946
ABL8A AFRICAN BANK 13.00 19092013		2,140,654
AFRICAN BANK 15032015		3,926,640
ABLS1 ABSA CALLABLE BOND J3M160 08082012		36,830
ABSA FIXED RATE 15.5 13072016		1,108,484
AIRL01 CP 3.64 30102028		3,787,618
CAPITEC BANK LTD 13% 02112014		603,621
EGL02 EAGLE BONDS 10.01463 30112011		107,724
FIRSTRAND LINKED NOTE 5.5% 07122023		5,441,839
RANDMERCH 10.08 PC 282013		971,273
FIRSTRAND 10.75 10122024		5,645,148
INV FRN J3M 0.55 22062020		4,030,639
NEDH1A NEDBANK CALLABLE BOND 15.05 20112018 (J+712.50)		2,738,964
THEKW 9.86 PC 181012		1,677,088
INVESTEC FRN J3M 2.00 15062012		1,421,634
INVESTEC FRN J3M 1.46 280613		3,002,287
INVESTEC BANK LTD 9.51 15032016		3,527,185
NEDBANK LIMITED 9.68% 19042015		4,254,483
BLUE GRANITE 30102011		519,700
CAPITEC BANK 12.48 18052012		1,084,267
INCA 2011 14.00%		1,046,078
INVESTEC 1034 PC 3132013		3,587,262
METROPOLITIAN LIFE 9.25 PC 15122014		520,291
RAND WATER 2012 13%		543,253
THE6A3 THEKWINI 21112011		1,034,870
LGL1 LIB LTD 8.93 12092012		514,860
MTN 9.360 PC 13072015		513,430
NED5 SUB 24042011		1,035,272
BARLOWORLD LIMITED 9.94% 021017		1,228,081
BARLOWORLD LIMITED		1,997,472
OTHER		19,000,000.00
INKOTHA CALL BOND 31082011 LINKED TO REPO INDIRECT FUNCTI		19,000,000
TOTAL BILL BONDS AND SECURITIES	0.00	400,254,335.75

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

D. DIRECT PROPERTIES

	Fair Value
TOTAL	0.00

E. DIRECT EQUITIES

	Fair Value
E1: PRIMARY LISTING ON JSE	670,167,672.42
E2: SECONDARY LISTING ON JSE	245,459,814.78
E3: FOREIGN LISTED EQUITIES	48,382,619.25
E4: EQUITY LINKED INSTRUMENTS	0.00
E5: UNLISTED EQUITIES	0.00
TOTAL EQUITIES	964,010,106.45

E1: EQUITIES WITH PRIMARY LISTING ON JSE - DIRECT HOLDINGS

Share Code	Description	Issued Shares (000's)	Fund Holdings	%age of Issued Shares	Fund Market Value
SOL	SASOL LTD	641,407	237,665	0.04%	93,043,471
MTN	MTN GROUP LTD	1,884,529	475,689	0.03%	64,964,847
SBK	STANDARD BANK GROUP LTD	1,585,345	542,562	0.03%	56,426,448
	SUB TOTAL				214,434,765.58
	OTHER				
IMP	IMPALA PLATINUM	631,714	115,229	0.02%	22,554,924
REM	REMGRO LTD	481,106	180,700	0.04%	20,113,717
ASA	ABSA GROUP LIMITED	718,210	139,296	0.02%	19,006,939
FSR	FIRSTRAND LTD	5,637,942	934,663	0.02%	18,786,726
ANG	ANGLOGOLD LTD	381,272	55,814	0.01%	18,111,643
WHL	WOOLWORTHS HOLDINGS LTD	851,287	624,150	0.07%	17,444,993
NTC	NETWORK HEALTHCARE HOLDINGS LIMITED	1,440,885	1,121,866	0.08%	16,267,057
SLM	SANLAM ORDINARY SHARES	2,100,000	503,727	0.02%	13,902,865
IPL	IMPERIAL HOLDINGS LTD	210,292	89,853	0.04%	10,261,213
BVT	BIDVEST GROUP LTD	327,349	68,954	0.02%	10,250,702
EXX	EXXARO RESOURCES	358,120	59,223	0.02%	9,799,038
VOD	VODACOM GROUP LTD	1,487,954	122,958	0.01%	9,760,406
TFG	THE FOSCHINI GROUP LTD	240,498	114,920	0.05%	9,727,978
HAR	HARMONY GOLD MINING CO	429,677	87,899	0.02%	8,727,492
AFE	AECI LTD	119,136	100,518	0.08%	8,353,046
SAP	SAPPI LTD	537,118	229,202	0.04%	8,216,892
NPK	NAMPAK ORDINARY SHARES	693,595	369,075	0.05%	8,097,506
SUI	SUN INTERNATIONAL (SA)	111,095	85,164	0.08%	7,707,342
TON	TONGAAT HULLET LIMITED	104,812	74,154	0.07%	7,229,273
RDF	REDEFINE INCOME FUND LTD	2,690,172	962,314	0.04%	7,217,355
GFI	GOLD FIELDS LTD	720,797	60,207	0.01%	7,131,519
TRE	TRENCOR LTD	187,469	185,045	0.10%	6,939,188
SPP	SPAR GROUP LIMITED	171,677	72,028	0.04%	6,842,660
MMI	MMI HOLDINGS LIMITED	1,503,533	394,932	0.03%	6,575,618
MPC	MR PRICE GROUP LTD	248,406	104,476	0.04%	6,399,155
ARL	ASTRAL FOODS LTD	42,144	51,515	0.12%	6,362,103
FFA	FORTRESS INCOME FUND LTD	220,750	546,528	0.25%	5,984,482
FPT	FOUNTAINHEAD PROP	996,043	954,316	0.10%	5,897,673
DBNPN7	NASPERS LIMITED	16,000	51,510	0.32%	5,820,630
ILV	ILLOVO	459,639	212,826	0.05%	5,714,378
AIP	ADCOCK INGRAM HOLDINGS LTD	173,997	96,486	0.06%	5,359,797

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

E1: EQUITIES WITH PRIMARY LISTING ON JSE - DIRECT HOLDINGS

Share Code	Description	Issued Shares (000's)	Fund Holdings	%age of Issued Shares	Fund Market Value
ACP	ACUCAP PROPERTIES	171,648	153,089	0.09%	5,266,262
NED	NEDCOR LIMITED	505,072	36,680	0.01%	5,191,687
SPG	SUPER GROUP LTD	3,273,097	5,984,332	0.18%	4,428,406
DSY	DISCOVERY HOLDINGS LTD	591,953	115,550	0.02%	4,403,611
DTC	DATATEC LTD	185,592	114,390	0.06%	4,243,869
GRT	GROWTHPOINT PROPERTY LTD	1,571,517	244,347	0.02%	4,224,760
FBR	FAMOUS BRANDS	95,818	111,079	0.12%	4,209,894
KIO	KUMBA IRON ORE LIMITED	321,912	8,319	0.00%	3,976,482
TKG	TELKOM SA LIMITED	520,784	107,000	0.02%	3,959,000
ACL	ARCELORMITTAL SOUTH AFRICA LIMITED	445,752	39,200	0.01%	3,528,000
MND	MONDI	146,896	52,770	0.04%	3,498,651
EQS	EQSTRA HOLDINGS LIMITED	427,668	515,482	0.12%	3,340,323
AEG	AVENG LTD	394,267	88,885	0.02%	3,170,528
OMN	OMNIA HOLDINGS	67,250	41,318	0.06%	3,026,130
RIN	REDEFINE PROPERTIES INTERNATIONAL LTD	336,575	432,931	0.13%	2,783,746
MTX	METOREX LTD	1,002,263	417,210	0.04%	2,699,349
AVI	AVINIA	349,108	89,000	0.03%	2,669,110
TBS	TIGER BRANDS LTD.	190,355	15,000	0.01%	2,625,150
CPL	CAPITAL PROPERTY FUND	717,578	328,638	0.05%	2,612,672
GRF	GROUP FIVE LTD	120,912	94,276	0.08%	2,573,735
MVG	MVELAPHANDA GROUP LTD	565,474	795,666	0.14%	2,546,131
GDF	GOLD REEF CASINO RESORTS LTD	1,180,605	157,200	0.01%	2,515,200
AVU	AVUSA LIMITED	124,377	102,067	0.08%	2,507,786
BAW	BARLOWORLD LIMITED	230,455	31,058	0.01%	2,320,033
CAT	CAXTON CTP PUBLISHERS	495,640	166,591	0.03%	2,308,951
AFP	ALEX ANDER FORBES PREFS	236,716	254,174	0.11%	2,287,566
ADH	ADCTECH LTD	400,838	408,971	0.10%	2,208,443
HPA	HOSPITAL PROPERTY FUND LTD	88,761	156,131	0.18%	2,123,382
MVS	MVELASERVE LIMITED	141,562	178,448	0.13%	2,105,686
LBH	LIBERTY HOLDINGS LTD	286,022	27,600	0.01%	1,962,360
PGR	PEREGRINE HOLDINGS LTD	228,129	181,624	0.08%	1,961,539
HLM	HULAMIN LIMITED	316,785	278,615	0.09%	1,950,305
NBAGL1	NB ANGLO SUB 270711	15,000	12,218	0.08%	1,884,260
CMP	CMP CIPLA MEDPRO SOUTH AFRICA LTD	454,027	262,464	0.06%	1,808,377
JDG	JD GROUP LTD	170,500	36,542	0.02%	1,768,633
LHC	LIFE HEALTHCARE GROUP LIMITED	1,042,210	103,993	0.01%	1,652,449
SAC	SA CORPORATE REAL ES	2,081,869	509,922	0.02%	1,631,750
OPT	OPTIMUM COAL HOLDINGS LTD	251,786	47,976	0.02%	1,535,232
RBP	ROYAL BAFOKENG PLATINUM LIMITED	164,793	24,400	0.01%	1,525,000
MDC	MEDI-CLINIC CORP. LTD	652,315	49,100	0.01%	1,423,900
AFX	AFRICAN OXYGEN LTD	342,853	72,600	0.02%	1,306,800
SNU	SENTULA MINING LIMITED	586,559	447,021	0.08%	1,229,308
DAW	DISTRIBUTION & WAREHOUSING NETWORK	240,243	186,832	0.08%	1,214,408
ILA	ILIAD AFRICA LTD	138,218	155,500	0.11%	1,105,605
EMI	EMIRA PROPERTY FUND	508,010	83,278	0.02%	1,076,785
RES	RESILIENT PROPERTY & INCOME FUND LTD	257,895	35,751	0.01%	1,072,530
YRK	YORK TIMBER HOLDINGS LIMITED	331,241	258,616	0.08%	954,293
HCI	HOSKEN CONSOLIDATED INVESTMENTS LD	132,401	11,649	0.01%	908,506
DST	DST DISTELL GROUP LTD	202,396	12,000	0.01%	864,000
GND	GRINDROD LIMITED	464,982	57,700	0.01%	855,691
CLR	CLOVER INDUSTRIES LIMITED	179,112	74,100	0.04%	792,870
ADR	ADCORP HOLDINGS	61,850	27,394	0.04%	760,184
PFG	PIONEER FOOD GROUP LIMITED	201,197	12,100	0.01%	665,863
APK	ASTRAPAK LTD	135,131	77,165	0.06%	657,446
NHM	NORTHAM PLATINUM LTD	361,259	14,800	0.00%	651,200
INL	INVESTEC LTD	272,837	11,643	0.00%	614,750
CRM	CERAMIC INDUSTRIES LTD	20,293	4,420	0.02%	614,380
CML	CORONATION FUND MANAGERS	314,819	33,474	0.01%	595,837
BDM	BDM BUILDMAX	3,444,716	3,621,821	0.11%	507,055
BCX	BUSINESS CONNEXION	303,729	89,700	0.03%	470,925
CBH	CONTRY BIRD HOLDINGS LIMITED	202,069	128,200	0.06%	448,700
SUR	SPUR CORPORATION LTD	97,633	33,800	0.03%	446,160
AMA	AMALGAMATED APPLIANCE HOLDINGS LTD	212,190	217,253	0.10%	410,608
SYC	SYCOM PROPERTY FUND	216,182	18,391	0.01%	372,969

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

E1: EQUITIES WITH PRIMARY LISTING ON JSE - DIRECT HOLDINGS

Share Code	Description	Issued Shares (000's)	Fund Holdings	%age of Issued Shares	Fund Market Value
TDH	TRADEHOLD LIMITED	34,733	53,000	0.15%	357,750
GPL	GRAND PARADE INVESTMENTS LTD	462,331	107,706	0.02%	323,118
ITE	ITALTILE LTD	1,033,333	72,394	0.01%	314,914
CSB	CASHBUILD LIMITED	25,190	3,300	0.01%	308,550
DGC	DIGICORE HOLDINGS LIMITED	247,669	102,022	0.04%	280,561
CVI	CAPEVIN INVESTMENTS LTD	42,000	3,300	0.01%	272,250
RMI	RMI HOLDINGS LIMITED	1,485,688	22,751	0.00%	265,049
HYP	HYPROP INVESTMENTS LTD	166,113	4,784	0.00%	255,179
SSK	STEFANUTTI STOCKS HOLDINGS LIMITED	188,081	24,440	0.01%	253,198
KEL	KELLY GROUP LIMITED	100,000	60,900	0.06%	232,638
CLH	CITY LODGE HOTELS	42,862	2,800	0.01%	188,720
PIK	PIC N PAY	480,397	3,900	0.00%	179,478
DTA	DELTA EMD LTD	49,166	22,268	0.05%	177,031
MFL	MFL METROFILE HOLDINGS LTD	408,085	89,402	0.02%	168,076
JCD	JCI LTD	3,780,509	1,346,000	0.04%	134,600
UCS	UCS GROUP LIMITED	288,423	65,100	0.02%	133,455
SKY	SEA KAY HOLDINGS LTD	488,864	732,510	0.15%	117,202
SOV	SOVEREIGN FOOD INVESTMENTS LIMITED	47,817	9,167	0.02%	52,710
TSX	TRANS HEX GROUP LTD	106,051	14,965	0.01%	38,310
FPTN	FOUNTAINHEAD PROPERTY TRUST NIL PAID	166,667	159,684	0.10%	28,743
PWK	PICK N PAY HOLDINGS LTD	527,249	700	0.00%	13,412
COM	COMAIR LTD	489,176	4,600	0.00%	10,534
MOB	MOBILE INDUSTRIES LTD	1,068,040	790,174	0.07%	7,902
	TOTAL OTHER				455,732,906.84
	TOTAL EQUITIES				670,167,672.42

E2: EQUITIES WITH SECONDARY LISTING ON JSE - DIRECT HOLDINGS

Share Code	Description	Issued Shares	Fund Holdings	%age of Issued	Fund Market Value
SAB	SA BREWERIES ORD SHARES	1,658,503	270,037	0.02%	65,516,377
	TOTAL				65,516,376.94
	OTHER				
BIL	BILLITON PLC	2,209,215	162,511	0.01%	43,877,970
AGL	ANGLO AMERICAN PLC	1,342,930	119,029	0.01%	41,868,451
NPN	NASPERS LTD	406,171	90,166	0.02%	32,820,424
MNP	MONDI PLC	367,241	216,232	0.06%	14,141,573
INP	INVESTEC PLC	538,817	185,665	0.03%	9,738,129
CSO	CAPITAL SHOPPING CENTRES GROUP PLC	860,096	228,200	0.03%	9,554,734
OML	OLD MUTUAL PLC	5,695,126	627,872	0.01%	9,399,244
CFR	COMPAGNIE FIN RICHMONT	5,220,000	210,186	0.00%	8,327,569
REI	REINET INVESTMENTS SCA	1,959,413	578,732	0.03%	6,707,504
CCO	CAPITAL & COUNTIES PROPERTIES PLC	621,829	192,000	0.03%	3,507,840
	TOTAL - OTHER				179,943,437.84
	TOTAL				245,459,814.78

E3: EQUITIES - FOREIGN

Share Code	Description	Issued Shares	Fund Holdings	%age of Issued	Fund Market Value
BTI	BRITISH AMERICAN TOBACCO PLC SHARES	2,025,756	175,777	0.00	48,382,619
	TOTAL				48,382,619.25

E5: EQUITIES - UNLISTED

Share Code	Description	Issued Shares (000's)	Fund Holdings	%age of Issued Shares	Fund Market Value
					0.00
	TOTAL				0.00

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

G: DERIVATIVE MARKET INSTRUMENTS LISTED ON JSE

OPTION

Share Code	Description	Strike Price	Expiry date	Put/Call	Premium	Full Exposure (Notional amount)
	TOTAL OPTIONS					0.00

FUTURES/FORWARD - SAFEX

Share	Description	Put/Call	Expiry Date	Full Exposure
ALSIM1	ALSI TOP 40 JUNE 2011		06/2011	14,575,000.00
B22185	IMPALA PLAT SEPT 2010 131.00 PUT	PUT	06/2011	
B25836	BILQ JUN11 157 PUT	PUT	06/2011	592.60
B25920	IMPQ JUN11 139.59 PUT	PUT	06/2011	34,388.76
B25922	IMPQ JUN11 187.91 CALL	CALL	06/2011	945,778.43
B25924	IMPQ JUN11 250.54 CALL	CALL	07/2011	-109,171.19
B31306	DTOPM1 PUT 5800.00 220711	PUT	12/2011	-1,689,881.76
B31822	DTOPZ1 PUT 5500.00 161211	PUT	09/2011	-1,557,535.98
B31824	DTOPU1 PUT 5650.00 16092011	PUT	09/2011	-1,679,533.30
B37043	DTOP SEP 11 6000 PUT	PUT	12/2011	-3,404,991.07
B37163	DTOP DEC11 5950 PUT	PUT	06/2011	-3,185,871.72
DTOPM1	DTOPM1 JUNE 2011		09/2011	7,342,300.00
B37024	ALSI SEPT11 23000 PUT	PUT	09/2011	-209,684.00
B39757	ALSI SEPT11 27000 PUT	PUT	09/2011	372,034.00
B40471	ALSI SEPT11 31700 CALL	CALL	05/2011	-92,232.00
Y186K1	R186 MAY 2011			33,760,315.00
	TOTAL FUTURES			45,101,507.77

I: COLLECTIVE INVESTMENT SCHEMES

Share Code	Description	Fund Market Value
CAB001	CAB001 CORONATION ACTIVE BOND	160,598,000
RILWEQTB	RUSSELL INVESTMENTS WORLD EQUITY CLASS B ACC	129,446,999
CCOREA	CORONATION STRATEGIC CASH PF	5,531,637
PHIFB	PRU HIGH INTEREST FUND CLASS B	57,905,876
	TOTAL	353,482,512.55

K: OTHER PORTFOLIO ASSETS

Share Code	Description	Fund Market Value
ALGLFORB	ALLAN GRAY LIFE ORBIS GLOBAL EQUITY	127,012,028
ALGLFPMF	ALLAN GRAY LIFE FOREIGN PORTFOLIO MUTUAL FUNDS	135,355,242
	TOTAL	262,367,270.68

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

J: RISK MANAGEMENT
CREDIT / COUNTER PARTY RISK

Description	Direct investment in counter party	Deposit/Liquid Asset with counter party	Script lending trans.	Open financial instruments mark to market value	Guarantees	Any other instruments	Total per counter party	Exposure to counter party as a %age of the fair value of the assets of the fund
BANKS	110,029,729.50	18,580,586.23	0.00	0.00	0.00	285,328,042.51	406,157,807.74	19.19%
ABSA BANK	19,006,939.20	0.00	0.00	0.00	0.00	69,570,754	88,577,693.52	4.18%
AFRICAN BANK LIMITED	0.00	0.00	0.00	0.00	0.00	7,953,998.27	7,953,998.27	0.38%
FIRSTRAND BANK LTD	18,786,726.30	0.00	0.00	0.00	0.00	42,607,651.95	61,394,378.25	2.90%
INVESTEC BANK LTD	10,352,879.65	0.00	0.00	0.00	0.00	26,648,461.04	37,001,340.69	1.75%
CAPITEC BANK LIMITED	0.00	0.00	0.00	0.00	0.00	1,687,888.20	1,687,888.20	0.08%
DEVELOPMENT BANK OF SA	0.00	0.00	0.00	0.00	0.00	5,320,502.84	5,320,502.84	0.25%
NEDBANK LIMITED	5,191,687.20	-8,020,452.23	0.00	0.00	0.00	72,280,195.86	69,451,430.83	3.28%
RMB	265,049.15	0.00	0.00	0.00	0.00	19,795,773.35	20,060,822.50	0.95%
STANDARD BANK OF SA	56,426,448.00	18,820,487.96	0.00	0.00	0.00	39,462,816.68	114,709,752.64	5.42%
SAFEXX	0.00	7,780,550.50	0.00	0.00	0.00	0.00	0.00	0.00%
ASSET MANAGERS LOCAL	595,837.20	11,630,624.86	0.00	0.00	0.00	615,849,783.23	628,076,245.29	29.67%
ALLAN GRAY	0.00	0.00	0.00	0.00	0.00	262,367,270.68	262,367,270.68	12.40%
CORONATION FUND MANAGERS	595,837.20	6,134,870.74	0.00	0.00	0.00	166,129,637.69	172,860,345.63	8.17%
PRUDENTIAL PORT MGR	0.00	5,495,754.12	0.00	0.00	0.00	57,905,875.89	63,401,630.01	3.00%
RUSSELL INVESTMENTS	0.00	0.00	0.00	0.00	0.00	129,446,998.97	129,446,998.97	6.12%
ASSET MANAGERS FOREIGN								
INSURANCE COMPANIES	31,955,645.54	0.00	0.00	0.00	0.00	10,758,506.42	42,714,151.96	2.02%
ALEXANDER FORBES	2,287,566.00	0.00	0.00	0.00	0.00	514,859.50	2,287,566.00	0.11%
LIBERTY GROUP LTD	1,962,360.00	0.00	0.00	0.00	0.00	520,290.60	2,477,219.50	0.12%
METROPOLITAN	0.00	0.00	0.00	0.00	0.00	972,086.50	972,086.50	0.02%
MOMENTUM GROUP LTD	4,403,610.50	0.00	0.00	0.00	0.00	2,650,159.99	4,403,610.50	0.05%
DISCOVERY HLD	13,902,865.20	0.00	0.00	0.00	0.00	4,287,698.03	16,553,025.19	0.21%
SANLAM	9,399,243.84	0.00	0.00	0.00	0.00	1,813,411.80	13,686,941.87	0.78%
OLD MUTUAL	0.00	0.00	0.00	0.00	0.00	1,813,411.80	1,813,411.80	0.65%
SANTAM LIMITED	0.00	0.00	0.00	0.00	0.00	911,936,332.16	911,936,332.16	0.09%
TOTAL	142,581,212.24	30,211,211.09	0.00	0.00	0.00	911,936,332.16	1,076,948,204.99	50.88%
PARTICIPATING EMPLOYERS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
TOTAL	142,581,212.24	30,211,211.09	0.00	0.00	0.00	911,936,332.16	1,076,948,204.99	50.88%

FAIR ASSET VALUE OF THE FUND

2,116,603,439

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT FUND (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

J: RISK MANAGEMENT
EQUITY

Share Code	Description	Fair Value at end of	Open Financial	Total Fair Value	Market movement by
SOL	SASOL LTD	93,043,470.85	0.00%	93,043,470.85	97,695,644
SAB	SA BREWERIES ORD SHARES	65,516,376.94	0.00%	65,516,376.94	68,792,196
MTN	MTN GROUP LTD	64,964,846.73	0.00%	64,964,846.73	68,213,089
SBK	STANDARD BANK GROUP LTD	56,426,448.00	0.00%	56,426,448.00	59,247,770
BTI	BRITISH AMERICAN TOBACCO PLC SHARES	48,382,619.25	0.00%	48,382,619.25	50,801,750
BIL	BILLITON PLC	43,877,970.00	0.00%	43,877,970.00	46,071,869
AGL	ANGLO AMERICAN PLC	41,868,450.75	0.00%	41,868,450.75	43,961,873
NPN	NASPERS LTD	32,820,424.00	0.00%	32,820,424.00	34,461,445
IMP	IMPALA PLATINUM	22,554,924.46	0.00%	22,554,924.46	23,682,671
REM	REMGRO LTD	20,113,717.00	0.00%	20,113,717.00	21,119,403
TOTAL OF 10 LARGEST EQUITY HOLDINGS		489,569,247.98	0.00%	489,569,247.98	514,047,710.38
TOTAL MOVEMENT AS % OF NON CURRENT ASSETS					1.16

FAIR ASSET VALUE OF THE FUND

2,116,603,439

OTHER FINANCIAL HOLDINGS

Share Code	Description	Fair Value at end of Period	Open Financial Instruments marked to market value	Total Fair Value Equity Holdings and Open Instruments	Market movement by 5%
CAB001	CAB001 CORONATION ACTIVE BOND	160,598,000.21	0.00%	160,598,000.21	168,627,900.22
ALGLFPMF	ALLAN GRAY LIFE FOREIGN PORTFOLIO MUTUAL FUNDS	135,355,242.21	0.00%	135,355,242.21	142,123,004.32
RILWEQTB	RUSSELL INVESTMENTS WORLD EQUITY CLASS B ACC	129,446,998.97	0.00%	129,446,998.97	135,919,348.92
ALGLFORB	ALLAN GRAY LIFE ORBIS GLOBAL EQUITY	127,012,028.47	0.00%	127,012,028.47	133,362,629.89
PHIFB	PRU HIGH INTEREST FUND CLASS B	57,905,875.89	0.00%	57,905,875.89	60,801,169.68
ICB001	INKOTHA CALL BOND 31082011 LINKED TO REPO INDIRECT FUN	19,000,000.00	0.00%	19,000,000.00	19,950,000.00
STDCAL01	STD CALL ACCOUNT 01 - Deposit Accounts	18,820,487.96	0.00%	18,820,487.96	19,761,512.36
NFN459	NED FRN J3M 0.475 170811	18,124,199.95	0.00%	18,124,199.95	18,895,702.14
16021	ZAM000016021 ABSA NCD 6.825 030511	15,686,999.98	0.00%	15,686,999.98	15,761,596.73
FRX15	FIRST RAND 8.75 14032015	14,708,529.94	0.00%	14,708,529.94	15,377,353.36
TOTAL OF 10 LARGEST OTHER FINANCIAL HOLDINGS		696,658,363.58	0.00%	696,658,363.58	730,580,217.62
TOTAL MOVEMENT AS % OF NON CURRENT ASSETS					1.60

FAIR ASSET VALUE OF THE FUND

2,116,603,439

J: RISK MANAGEMENT

FOREIGN CURRENCY EXPOSURE
FOREIGN EXPOSURE

CODE	Description	Fair Value at end of Period	Market movement by 5%
AGLFP	ALLAN GRAY LIFE FOREIGN PORTFOLIO	135,355,242.21	142,123,004.32
RILWEQTB	RUSSELL INVESTMENTS WORLD EQUITY CLASS B ACC	129,446,998.97	135,919,348.92
AGLGEP	ALLAN GRAY GLOBAL EQUITY PORTFOLIO	127,012,028.47	133,362,629.89
BTI	BRITISH AMERICAN TOBACCO PLC	48,382,619.25	50,801,750.21
TOTAL OF 10 LARGEST FOREIGN EQUITY HOLDINGS		440,196,888.90	462,206,733.35
TOTAL MOVEMENT AS % OF NON CURRENT ASSETS			1.04

FAIR ASSET VALUE OF THE FUND

2,116,603,439

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

Script lending	Script on lent	Script name	Security in place	Fair value R	No. of shares lent	Name of counter party	Script custodian	Manufactured dividend
1/11/2011	SOL	SASOL LIMITED	VARIOUS	3,869,900.00	10,000	VARIOUS	NEDBANK LTD	
1/13/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	483,000.00	11,500	VARIOUS	NEDBANK LTD	
1/13/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	69,280.00	4,000	VARIOUS	NEDBANK LTD	
1/13/2011	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	1,246,525.00	11,900	VARIOUS	NEDBANK LTD	
1/26/2011	MVS	MVELASERVE LTD	VARIOUS	3,000.00	250	VARIOUS	NEDBANK LTD	5,472.00
1/27/2011	AFX	AFRICAN OXYGEN LIMITED	VARIOUS	132,750.00	7,500	VARIOUS	NEDBANK LTD	
1/27/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	1,219,850.00	31,000	VARIOUS	NEDBANK LTD	
1/27/2011	MVS	MVELASERVE LTD	VARIOUS	456,000.00	38,000	VARIOUS	NEDBANK LTD	
1/27/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	1,221,875.48	5,012	VARIOUS	NEDBANK LTD	
1/28/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	230,356.00	13,300	VARIOUS	NEDBANK LTD	
1/28/2011	LHC	LIFE HEALTHCARE GROUP LTD	VARIOUS	540,744.34	34,246	VARIOUS	NEDBANK LTD	
10/25/2010	MNP	MONDI PLC	VARIOUS	2,951,501.41	45,331	VARIOUS	NEDBANK LTD	
10/28/2010	AFX	AFRICAN OXYGEN LIMITED	VARIOUS	244,260.00	13,800	VARIOUS	NEDBANK LTD	
11/11/2010	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	693,032.20	17,612	VARIOUS	NEDBANK LTD	
11/15/2010	IMP	IMPALA PLATINUM	VARIOUS	556,897.68	2,916	VARIOUS	NEDBANK LTD	
11/16/2010	ASA	ASBA GROUP LIMITED	VARIOUS	659,623.50	4,806	VARIOUS	NEDBANK LTD	
11/16/2010	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	141,313.88	8,159	VARIOUS	NEDBANK LTD	
11/16/2010	SOL	SASOL LIMITED	VARIOUS	6,523,103.44	16,856	VARIOUS	NEDBANK LTD	
11/17/2010	IMP	IMPALA PLATINUM	VARIOUS	1,527.84	8	VARIOUS	NEDBANK LTD	
11/18/2010	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	225,177.32	13,001	VARIOUS	NEDBANK LTD	
11/18/2010	MTN	MTN GROUP LIMITED	VARIOUS	2,329,054.05	16,571	VARIOUS	NEDBANK LTD	286,624.52
11/22/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	5,607,170.00	23,000	VARIOUS	NEDBANK LTD	
11/23/2010	BIL	BILLITON PLC	VARIOUS	135,938.88	504	VARIOUS	NEDBANK LTD	
11/23/2010	KIO	KUMBA IRON ORE	VARIOUS	122,409.00	261	VARIOUS	NEDBANK LTD	
11/23/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	3,836,279.44	15,736	VARIOUS	NEDBANK LTD	288,782.77
11/23/2010	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	2,849,514.25	27,203	VARIOUS	NEDBANK LTD	
11/26/2010	TFG	The Foschini Group Ltd	VARIOUS	560,012.16	6,576	VARIOUS	NEDBANK LTD	49,881.48
11/30/2010	ACL	ARCELORMITTAL SOUTH AFRICA Ltd	VARIOUS	579,844.80	6,432	VARIOUS	NEDBANK LTD	
11/30/2010	TFG	The Foschini Group Ltd	VARIOUS	672,934.32	7,902	VARIOUS	NEDBANK LTD	
11/8/2010	BIL	BILLITON PLC	VARIOUS	15,269,638.36	56,613	VARIOUS	NEDBANK LTD	226,159.17
12/14/2010	TKG	TELKOM SA LIMITED	VARIOUS	1,675,369.74	46,014	VARIOUS	NEDBANK LTD	
12/17/2010	NTC	NETWORK HEALTHCARE HOLDINGS	VARIOUS	7,315,736.92	511,948	VARIOUS	NEDBANK LTD	107,509.08
12/3/2010	NPN	NASPERS LIMITED	VARIOUS	1,716,876.00	4,542	VARIOUS	NEDBANK LTD	
12/6/2010	MVG	MVELAPHANDA GROUP LTD	VARIOUS	43,746.00	13,800	VARIOUS	NEDBANK LTD	
12/7/2010	BIL	BILLITON PLC	VARIOUS	717,185.48	2,659	VARIOUS	NEDBANK LTD	
12/7/2010	NED	NEDBANK LIMITED	VARIOUS	415,213.92	2,904	VARIOUS	NEDBANK LTD	28,639.08
12/7/2010	NPN	NASPERS LIMITED	VARIOUS	1,729,350.00	4,575	VARIOUS	NEDBANK LTD	
2/10/2011	KIO	KUMBA IRON ORE	VARIOUS	791,672.00	1,688	VARIOUS	NEDBANK LTD	
2/10/2011	MPC	MR PRICE GROUP LIMITED	VARIOUS	303,740.85	4,903	VARIOUS	NEDBANK LTD	96,447.53
2/10/2011	MVG	MVELAPHANDA GROUP LTD	VARIOUS	2,665.97	841	VARIOUS	NEDBANK LTD	
2/14/2011	RDF	REDEFINE INCOME FUND LIMITED	VARIOUS	3,375,916.00	448,925	VARIOUS	NEDBANK LTD	67,338.75
2/15/2011	OML	OLD MUTUAL	VARIOUS	2,904,435.00	193,500	VARIOUS	NEDBANK LTD	
2/16/2011	ASA	ASBA GROUP LIMITED	VARIOUS	1,998,634.50	14,562	VARIOUS	NEDBANK LTD	
2/16/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	156,927.80	3,988	VARIOUS	NEDBANK LTD	
2/16/2011	GFI	GOLDFIELDS LIMITED	VARIOUS	1,059,750.00	9,000	VARIOUS	NEDBANK LTD	13,622.70

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

Transaction date	Script on lent	Script name	Security in place	Fair value R	No. of shares lent	Name of counter party	Script custodian	Manufactured dividend
2/16/2011	NPN	NASPERS LIMITED	VARIOUS	1,020,600.00	2,700	VARIOUS	NEDBANK LTD	124,785.00
2/16/2011	REI	REINET INVESTMENTS SCA	VARIOUS	590,111.00	51,314	VARIOUS	NEDBANK LTD	
2/16/2011	SLM	SANLAM LIMITED	VARIOUS	2,420,000.00	88,000	VARIOUS	NEDBANK LTD	391,046.24
2/17/2011	REI	REINET INVESTMENTS SCA	VARIOUS	540,500.00	47,000	VARIOUS	NEDBANK LTD	
2/17/2011	SAP	SAPPI LIMITED	VARIOUS	508,893.78	14,449	VARIOUS	NEDBANK LTD	
2/18/2011	ANG	ANGLOGOLD ASHANTI LIMITED	VARIOUS	5,184,000.00	16,000	VARIOUS	NEDBANK LTD	
2/18/2011	FSR	FIRST RAND	VARIOUS	941,270.00	47,300	VARIOUS	NEDBANK LTD	
2/18/2011	GFI	GOLDFIELDS LIMITED	VARIOUS	824,250.00	7,000	VARIOUS	NEDBANK LTD	
2/18/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	228,624.00	13,200	VARIOUS	NEDBANK LTD	
2/18/2011	HAR	HARMONY GOLD MINING COMPANY	VARIOUS	3,988,140.00	39,000	VARIOUS	NEDBANK LTD	
2/18/2011	INP	INVESTEC PLC	VARIOUS	789,000.00	15,000	VARIOUS	NEDBANK LTD	93,827.36
2/18/2011	MNP	MONDI PLC	VARIOUS	1,992,366.00	30,600	VARIOUS	NEDBANK LTD	
2/18/2011	OML	OLD MUTUAL	VARIOUS	62,891.90	4,190	VARIOUS	NEDBANK LTD	
2/2/2011	ILV	ILLOVO SUGAR LIMITED	VARIOUS	147,933.00	5,479	VARIOUS	NEDBANK LTD	
2/23/2011	VOD	VODACOM GROUP PTY LTD	VARIOUS	1,758,900.00	22,000	VARIOUS	NEDBANK LTD	175,333.85
2/3/2011	LHC	LIFE HEALTHCARE GROUP LTD	VARIOUS	280,272.50	17,750	VARIOUS	NEDBANK LTD	
3/16/2011	ANG	ANGLOGOLD ASHANTI LIMITED	VARIOUS	2,072,304.00	6,396	VARIOUS	NEDBANK LTD	29,132.35
3/16/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	2,397,600.00	16,000	VARIOUS	NEDBANK LTD	
3/16/2011	ILV	ILLOVO SUGAR LIMITED	VARIOUS	113,400.00	4,200	VARIOUS	NEDBANK LTD	
3/16/2011	REI	REINET INVESTMENTS SCA	VARIOUS	1,270,750.00	110,500	VARIOUS	NEDBANK LTD	10,469.04
3/17/2011	TBS	TIGER BRANDS LIMITED	VARIOUS	196,746.00	1,100	VARIOUS	NEDBANK LTD	
3/18/2011	RES	RESILIENT	VARIOUS	600.00	20	VARIOUS	NEDBANK LTD	
3/2/2011	FSR	FIRST RAND	VARIOUS	2,925,300.00	147,000	VARIOUS	NEDBANK LTD	249,227.05
3/2/2011	TKG	TELKOM SA LIMITED	VARIOUS	269,434.00	7,400	VARIOUS	NEDBANK LTD	109,500.00
3/22/2011	FSR	FIRST RAND	VARIOUS	543,270.00	27,300	VARIOUS	NEDBANK LTD	
3/22/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	18,186.00	1,050	VARIOUS	NEDBANK LTD	
3/22/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	6,436,036.00	26,400	VARIOUS	NEDBANK LTD	
3/23/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	1,180,500.00	30,000	VARIOUS	NEDBANK LTD	
3/23/2011	ILV	ILLOVO SUGAR LIMITED	VARIOUS	2,592,000.00	96,000	VARIOUS	NEDBANK LTD	41,329.75
3/24/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	206,220.00	4,910	VARIOUS	NEDBANK LTD	
3/24/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	207,216.48	11,964	VARIOUS	NEDBANK LTD	
3/24/2011	NHM	NORTHAM PLATINUM LIMITED	VARIOUS	87,980.00	2,000	VARIOUS	NEDBANK LTD	
3/25/2011	BIL	BILLITON PLC	VARIOUS	3,074,808.00	11,400	VARIOUS	NEDBANK LTD	
3/25/2011	FSR	FIRST RAND	VARIOUS	296,510.00	14,900	VARIOUS	NEDBANK LTD	
3/25/2011	NHM	NORTHAM PLATINUM LIMITED	VARIOUS	131,970.00	3,000	VARIOUS	NEDBANK LTD	
3/28/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	173,200.00	10,000	VARIOUS	NEDBANK LTD	
3/28/2011	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	6,285,000.00	60,000	VARIOUS	NEDBANK LTD	103,337.49
3/28/2011	TFG	The Foschini Group Ltd	VARIOUS	238,448.00	2,800	VARIOUS	NEDBANK LTD	
3/29/2011	MVS	MVELASERVE LTD	VARIOUS	7,200.00	600	VARIOUS	NEDBANK LTD	
3/29/2011	PIK	PICK N PAY STORES LIMITED	VARIOUS	67,620.00	1,400	VARIOUS	NEDBANK LTD	
3/3/2011	FSR	FIRST RAND	VARIOUS	1,054,700.00	53,000	VARIOUS	NEDBANK LTD	
3/3/2011	IMP	IMPALA PLATINUM	VARIOUS	4,449,834.00	23,300	VARIOUS	NEDBANK LTD	77,635.80
3/3/2011	KIO	KUMBA IRON ORE	VARIOUS	673,953.00	1,437	VARIOUS	NEDBANK LTD	
3/30/2011	CPL	CAPITAL PROPERTY FUND	VARIOUS	409,240.00	52,000	VARIOUS	NEDBANK LTD	

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

Transaction date	Script on lent	Script name	Security in place	Fair value R	No. of shares lent	Name of counter party	Script custodian	Manufactured dividend
3/30/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	678,711.36	2,784	VARIOUS	NEDBANK LTD	
3/30/2011	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	2,828,250.00	27,000	VARIOUS	NEDBANK LTD	
3/31/2011	HAR	HARMONY GOLD MINING COMPANY	VARIOUS	838,429.74	8,199	VARIOUS	NEDBANK LTD	23,968.00
3/31/2011	HPA	HOSPITALITY PROPERTY FUND LTD	VARIOUS	135.00	10	VARIOUS	NEDBANK LTD	
3/7/2011	ASA	ASBA GROUP LIMITED	VARIOUS	4,117,500.00	30,000	VARIOUS	NEDBANK LTD	143,425.70
3/7/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	819,000.00	19,500	VARIOUS	NEDBANK LTD	587,848.80
3/7/2011	SOL	SASOL LIMITED	VARIOUS	10,642,225.00	27,500	VARIOUS	NEDBANK LTD	50,620.50
3/8/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	224,775.00	1,500	VARIOUS	NEDBANK LTD	
3/8/2011	NPN	NASPERS LIMITED	VARIOUS	567,000.00	1,500	VARIOUS	NEDBANK LTD	
3/8/2011	TKG	TELKOM SA LIMITED	VARIOUS	2,912.80	80	VARIOUS	NEDBANK LTD	
3/9/2011	PAP	PANGBOURNE PROPERTIES LIMITED	VARIOUS	224,475.00	12,300	VARIOUS	NEDBANK LTD	
5/20/2010	CCO	CAPITAL & COUNTIES PROPERTIES	VARIOUS	32,555.70	1,779	VARIOUS	NEDBANK LTD	113.24
9/20/2010	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	1,732.00	100	VARIOUS	NEDBANK LTD	
9/30/2010	KIO	KUMBA IRON ORE	VARIOUS	362,537.00	773	VARIOUS	NEDBANK LTD	
9/7/2010	SAP	SAPPI LIMITED	VARIOUS	3,874,200.00	110,000	VARIOUS	NEDBANK LTD	
12/20/2010	ABL	ABL	VARIOUS	-	100,594	VARIOUS	NEDBANK LTD	89,741.65
05/31/2010	ALT	ALT	VARIOUS	-	2,900	VARIOUS	NEDBANK LTD	9,831.00
09/07/2010	BAW	BAW	VARIOUS	-	32,732	VARIOUS	NEDBANK LTD	6,546.40
04/19/2010	EXX	EXX	VARIOUS	-	4,960	VARIOUS	NEDBANK LTD	4,960.00
11/29/2010	FBR	FBR	VARIOUS	-	214	VARIOUS	NEDBANK LTD	149.80
05/24/2010	FPT	FPT	VARIOUS	-	295,400	VARIOUS	NEDBANK LTD	80,496.50
07/12/2010	HCI	HCI	VARIOUS	-	240	VARIOUS	NEDBANK LTD	144.00
09/27/2010	HYP	HYP	VARIOUS	-	7,000	VARIOUS	NEDBANK LTD	12,180.00
12/21/2010	INL	INL	VARIOUS	-	10,981	VARIOUS	NEDBANK LTD	9,824.69
09/27/2010	IPL	IPL	VARIOUS	-	2,882	VARIOUS	NEDBANK LTD	5,764.00
12/13/2010	JDG	JDG	VARIOUS	-	13,947	VARIOUS	NEDBANK LTD	11,157.60
04/12/2010	MET	MET	VARIOUS	-	55,000	VARIOUS	NEDBANK LTD	33,000.00
07/12/2010	NPK	NPK	VARIOUS	-	25,000	VARIOUS	NEDBANK LTD	6,250.00
01/17/2011	REM	REM	VARIOUS	-	79,642	VARIOUS	NEDBANK LTD	94,118.42
04/06/2010	RMH	RMH	VARIOUS	-	12,475	VARIOUS	NEDBANK LTD	6,736.50
09/27/2010	SAC	SAC	VARIOUS	-	163,830	VARIOUS	NEDBANK LTD	23,329.39
12/13/2010	SPP	SPP	VARIOUS	-	22,948	VARIOUS	NEDBANK LTD	50,944.56
01/09/2020	SUI	SUI	VARIOUS	-	61,000	VARIOUS	NEDBANK LTD	61,000.00
12/13/2010	SYC	SYC	VARIOUS	-	852	VARIOUS	NEDBANK LTD	657.57
				161,511,989.79				3,888,909.33

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

Script lending Transaction date	Script on lent	Script name	Security in place	Fair value R	No. of shares lent	Name of counter party	Script custodian	Manufactured dividend
1/7/2010	R 186	REPUBLIC OF SA (R186)	VARIOUS	1,300,000.00	1,500,974	VARIOUS	NEDBANK LTD	
11/9/2009	R 203	SOUTH AFRICAN BONDS	VARIOUS	181,540.00	180,430	VARIOUS	NEDBANK LTD	
11/9/2009	R 203	SOUTH AFRICAN BONDS	VARIOUS	1,634,198.37	1,644,250	VARIOUS	NEDBANK LTD	
11/9/2009	R 204	SOUTH AFRICAN	VARIOUS	900,000.00	888,922	VARIOUS	NEDBANK LTD	
12/8/2010	R 208	SOUTH AFRICAN BONDS	VARIOUS	2,000,000.00	1,739,227	VARIOUS	NEDBANK LTD	
2/27/2009	R 186	REPUBLIC OF SA (R186)	VARIOUS	879,000.00	1,014,889	VARIOUS	NEDBANK LTD	
2/27/2009	R 186	REPUBLIC OF SA (R186)	VARIOUS	577,297.75	500,000	VARIOUS	NEDBANK LTD	
2/27/2009	R 207	SOUTH AFRICAN BONDS(R207)	VARIOUS	874,219.94	941,608	VARIOUS	NEDBANK LTD	
9/25/2009	R 186	REPUBLIC OF SA (R186)	VARIOUS	880,000.00	1,016,044	VARIOUS	NEDBANK LTD	
9/25/2009	R 204	SOUTH AFRICAN	VARIOUS	2,043,750.00	2,018,593	VARIOUS	NEDBANK LTD	
9/25/2009	R 207	SOUTH AFRICAN BONDS(R207)	VARIOUS	1,557,442.00	1,445,981	VARIOUS	NEDBANK LTD	
9/25/2009	R 208	SOUTH AFRICAN BONDS	VARIOUS	1,729,000.00	1,503,562	VARIOUS	NEDBANK LTD	
9/25/2009	R 208	SOUTH AFRICAN BONDS	VARIOUS	217,403.35	250,000	VARIOUS	NEDBANK LTD	
9/25/2009	R 209	SOUTH AFRICAN BOND (R209)	VARIOUS	3,539,550.00	2,555,989	VARIOUS	NEDBANK LTD	
				<u>18,313,401.41</u>				

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)

ANNEXURE B TO SCHEDULE 1 (Regulation 12(2)(B)(vii)

ASSETS HELD IN COMPLIANCE WITH REGULATION 28 OF THE PENSION FUND ACT, 1956 AT 31/03/2011

	R'000
A. TOTAL ASSETS OF THE FUND AS PER STATEMENT OF FUNDS AND NET ASSETS	2,126,045
B. LESS: NON-INVESTMENT ITEMS OF STATEMENT OF NET ASSETS & FUNDS	9,441
1 FIXED ASSETS	0
2 CURRENT ASSETS (EXCLUDING CASH AT BANK)	9,441
C. FAIR VALUE OF ASSETS - COMPLIANCE	2,116,604

Categories or kinds of assets	Permissible %age of adjusted asset value	Fair Value	% of Fair Value
	%	R'000	%
1 Deposits in banks,mutual banks,Postbank & SAFEX	100.00%	138,214	6.53%
Deposits and balances in current and savings accounts with a bank or a mutual bank, including negotiable deposits, and money market instruments in terms of which such a bank or mutual bank is			
(a) liable. Paid-up shares of a mutual bank, or deposits and savings accounts with the Post Office savings bank, as well as margin deposits with Safex:	100.00%	137,374	6.49%
(i) Banks	20.00%	137,374	6.49%
(ii) Mutual banks	20.00%	0	0.00%
(iii) Post Office Savings Bank	20.00%	0	0.00%
(iv) SAFEX	5.00%	0	0.00%
(b) Territories outside the Republic—			
Deposits and balances in current and savings accounts with a bank including negotiable deposits and money market instruments in terms of which such a bank is liable.	15.00%	840	0.04%
2 Krugerrands	10.00%	0	0.00%
3 Bills, bonds and securities issued or guaranteed by and loans to or guaranteed by—	100.00%	5,036	0.24%
(a) Inside the Republic—	100.00%	5,036	0.24%
(i) a local authority authorised by law to levy rates upon immovable property	100.00%	0	0.00%
(ii) Development Boards established under the Black Communities Development Act, 1984 (Act No. 4 of 1984)	20.00%	0	0.00%
(iii) Rand Water Board	20.00%	543	0.03%
(iv) Eskom	20.00%	4,493	0.21%
(v) Land and Agricultural Bank of South Africa	20.00%	0	0.00%
(vi) Local Authorities Loans Fund Board	20.00%	0	0.00%
(b) Territories outside the Republic—			
-- the foreign government concerned	15.00%	0	0.00%
4 Bills, bonds and securities issued by and loans to an institution in the Republic, which bills, bonds, securities and loans the Registrar approved in terms of section 19 (1) (h) of the Act before the deletion of that section by section 8 (a) of Act No. 53	100.00%	15,781	0.75%

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)

ANNEXURE B TO SCHEDULE 1 (Regulation 12(2)(B)(vii))

ASSETS HELD IN COMPLIANCE WITH REGULATION 28 OF THE PENSION FUND ACT, 1956 AT 31/03/2011

Categories or kinds of assets	Permissible %age of adjusted asset value	Fair Value	% of Fair Value
	%	R'000	%
5 Bills, bonds and securities issued by the government of or by a local authority in a territory other than the Republic, which territory the Registrar approved in terms of section 19 (1) (i) of the Act before the deletion of that section by section 8 (a)	100.00%	0	0.00%
6 Immovable property and claims secured by mortgage bonds thereon. Units in unit trust schemes in property shares and shares in, loans to and debentures, both convertible and non-convertible, of property companies:	25.00%	44,027	2.08%
(a) Inside the Republic—	25.00%	44,027	2.08%
(b) Territories outside the Republic—	10.00%	0	0.00%
7 Preference and ordinary shares in companies excluding shares in property companies. Convertible debentures, whether voluntarily or compulsorily convertible and units in equity unit trust schemes which objective is to invest their assets mainly in shares	75.00%	1,534,107	72.48%
These investments are subject to the following limitations::			
(a) Inside the Republic—	75.00%	871,600	41.18%
(i) Unlisted shares, unlisted convertible debentures and shares and convertible debentures listed in the Development Capital Sector of the Johannesburg Stock Exchange	5.00%	0	0.00%
(ii) Shares and convertible debentures listed on the Johannesburg Stock Exchange other than the Development Capital Sector	75.00%	871,600	41.18%
(aa) Companies with a market capitalisation of R2,000 million or less	75.00%	15,737	0.74%
(bb) Companies with a market capitalisation of more than R2,000 million	75.00%	855,863	40.44%
(b) Territories outside the Republic—	15.00%	309,025	14.60%
Preference and ordinary shares in companies, convertible debentures, whether voluntarily or compulsorily convertible			
(i) Unlisted shares and unlisted convertible debentures	2,5%	0	0.00%
(ii) Shares and convertible debentures listed on any recognised foreign exchange	15.00%	309,025	14.60%
(aa) Companies with a market capitalisation of R2,000 million or less	15.00%	0	0.00%
(bb) Companies with a market capitalisation of more than R2,000 million	15.00%	309,025	14.60%
(c) Inside the Republic-			
Units in equity collective investment schemes which objective is to invest their assets mainly in shares	75.00%	224,035	10.58%
(d) Outside the Republic Units in equity collective	15.00%	129,447	6.12%
Units in equity collective investment schemes which objective is to invest their assets mainly in shares			

NATAL JOINT MUNICIPAL PENSION FUND - RETIREMENT (REF. NO. 12/8/6676/2)

ANNEXURE B TO SCHEDULE 1 (Regulation 12(2)(B)(vii))

ASSETS HELD IN COMPLIANCE WITH REGULATION 28 OF THE PENSION FUND ACT, 1956 AT 31/03/2011

Categories or kinds of assets	Permissible %age of adjusted asset value	Fair Value	% of Fair Value
	%	R'000	%
8 Listed and unlisted debentures, units in a unit trust scheme with the objective to invest income generating securities and any secured claim against individuals and companies.	25.00%	309,964	14.64%
(a) Inside the Republic—	25.00%	309,964	14.64%
(i) Claims against any individuals	25.00%	0	0.00%
(ii) Claims against companies	25.00%	309,964	14.64%
(b) Territories outside the Republic—	15.00%	0	0.00%
(i) Claims against any individuals	15.00%	0	0.00%
(ii) Claims against companies	15.00%	0	0.00%
9 Investments in the business of a participating employer inside the Republic in terms of:			
(a) section 19 (4) of the Act; or	5.00%	0	0.00%
(b) to the extent it has been allowed by an exemption in terms of section 19 (4A) of the Act	10.00%	0	0.00%
10 Any other assets not referred to in this Annexure, excluding—	2.50%	0	0.00%
(a) money in hand in the Republic;	95.00%	0	0.00%
(b) loans granted inside the Republic to members of the fund concerned in accordance with—	95.00%	0	0.00%
(i) the provisions of section 19 (5) of the Act; and			
(ii) such exemptions as may have been granted to the fund in terms of section 19 (6) (a) of the Act;			
(c) bills, bonds or securities issued or guaranteed by, or loans to or guaranteed by the Government of the Republic or a provincial administration;	100.00%	69,475	3.28%
(d) units in a unit trust scheme as defined in the Unit Trusts Control Act, 1981, the underlying assets which consist only of—	100.00%	0	0.00%
(i) assets referred to in paragraphs (i), (ii) and (iii) of item 1 (a) of this Annexure;	100.00%	0	0.00%
(ii) assets referred to in paragraph (c) of this item; or	100.00%	0	0.00%
(iii) assets referred to in items 3, 4 and 5 of this Annexure	100.00%	0	0.00%
Limitations in respect of investments in items 1,2,3,4,5 & items 10(c) & (d)	95.00%	228,506	10.80%
Limitations in respect of investments in items 6 & 7	90.00%	1,578,134	74.56%
Limitations in respect of investments in items 1(b),3(b),5,6(b)7(b),8(b)	15.00%	309,865	14.64%
TOTAL (EQUAL TO THE FAIR VALUE OF ASSETS (C) ABOVE)		2,116,604	

INVESTMENTS OUTSIDE THE REPUBLIC

Categories or kinds of assets	Permissible %age of adjusted asset value	Fair Value	% of Fair Value
	%	R'000	%
(a) Deposits with banks	15.00%	840	0.04%
(b) Bills, bonds and securities	15.00%	0	0.00%
(c) Immovable property, units in collective investment schemes in property shares, shares in, loans to and debentures of property	10.00%	0	0.00%
(d) Preference and ordinary shares in companies, convertible debentures	15.00%	309,025	14.60%
(e) Units in equity collective investment schemes	15.00%	129,447	6.12%
(f) Debentures & other secured claims against individuals & companies & units in income collective schemes	15.00%	0	0.00%
(g) Other	2.50%	0	0.00%
TOTAL	25.00%	439,312	20.76%

ANNEXURE E

REPORT OF THE AUDITOR-GENERAL TO THE TRUSTEES OF THE NATAL JOINT MUNICIPAL PENSION FUND (RETIREMENT) AND THE REGISTRAR OF PENSION FUNDS

I have audited the attached Schedule IB 'Assets of the fund held in compliance with Regulation 28' (the "Schedule") by Natal Joint Municipal Pension Fund (Retirement) (the Fund) as at 31 March 2011, as set out on Annexure D.

Board of Trustees' Responsibility for Schedule IB

The Board of Trustees is responsible for the preparation of the Schedule in accordance with Regulation 28 of the Pension Funds Act of South Africa (the Act), from information derived from the accounting records of the fund, and for ensuring that the Schedule is in compliance with Regulation 28 of the Act. This responsibility includes:

- designing, implementing and maintaining internal control relevant to the preparation and presentation of the Schedule that is free from material misstatement, whether due to fraud or error;
- selecting and applying appropriate accounting policies; and
- making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the Schedule based on my audit. I conducted my audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the Schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Schedule. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the Schedule in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the Schedule.

I believe that the audit evidence that I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, Schedule IB 'Assets of the fund held in compliance with Regulation 28' by the Natal Joint Municipal Pension Fund (Retirement) as at 31 March 2011 year ended has been prepared, in all material respects, in accordance with the requirements of Regulation 28 of the Pension Funds Act of South Africa.

Other matter - Restriction on use and distribution

Schedule IB is prepared solely for regulatory purposes and as a result, the Schedule and related auditor's report may not be suitable for another purpose and may not be distributed to or relied upon by any parties other than the trustees and the Registrar of Pension Funds.

Pietermaritzburg
Pietermaritzburg

31 August 2011



A U D I T O R - G E N E R A L
S O U T H A F R I C A

Auditing to build public confidence