

ANNUAL REPORT - 2011



NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION)

31ST March 2011

ANNUAL REPORT

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

**FINANCIAL SERVICES BOARD
REGISTRATION NUMBER** : **12/8/553/2**

**SOUTH AFRICAN REVENUE
SERVICES APPROVAL NUMBER** : **5537 699 844**

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

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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

Fund's registered office (the Fund is a self-administered Fund)

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

Current Period: 1 April 2010 to 31 March 2011	Previous Period: 1 April 2009 to 31 March 2010
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Responsible persons in terms of section 8 of the Pension Funds Act, 1956

Principal 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) 2641800
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 Sipho 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
Mr. Jaggeth Karamchund Moneser (C)	19.04.2002	-
Mr. Bezuidenhout Nicholaas Christiaan	20.02.2006	-
Mr. Hauptfleisch Eugene	05.02.2010	-
Mr. Velan Ganasen Moonsamy	19.02.2010	-
Mr. Joubert J.	19.03.2010	-

- Pensioner Representative

Full Name	Date Appointed	Date Resigned
Mr. Peter Joseph Bailey	01.09.2000	-

- Provincial Minister of Local Government 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) 5607000
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) 2690000
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) 2943166
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
- ensured that adequate and appropriate information was communicated to the members of the Fund, informing them of their rights, benefits and duties in terms of the regulations 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; and
- 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%	Superannuation Fund % Return
5 years to 31st March 2011	11,5	11,9

Year	Benchmark + 2%	Superannuation Fund % Return
5 years to 31st March 2011	11,4	11,9

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 authorized and executed; and
- the financial records are reliable.

The annual financial statements have been prepared in accordance with:

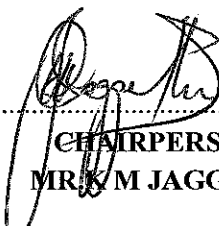
- generally accepted accounting practice in South Africa; and
- the rules / regulations of the Fund; and
- the provisions of the Pension Funds Act, 1956.

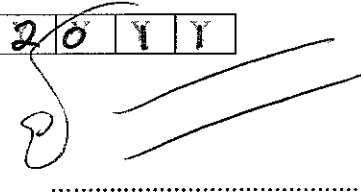
These financial statements have been reported on by the Auditor-General, who was given unrestricted access to all financial records and related data, including minutes of all relevant meetings. The Committee of Management believes that all representations made to the Auditor-General during their audit 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; and
- are certified by them to the best of their knowledge to be true; and
- 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: 7 5 0 9 2 0 1 1


 CHAIRPERSON
 MR. M JAGGETH


 EMPLOYER REPRESENTATIVE
 Cllr

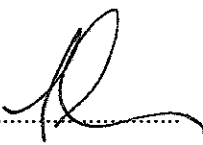

 MEMBER REPRESENTATIVE

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.



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**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 (SUPERANNUATION)

REPORT ON THE FINANCIAL STATEMENTS

Introduction

1. I have audited the accompanying financial statements of the Natal Joint Municipal Pension Fund (Superannuation), 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 Superannuation 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 (Superannuation) as at 31 March 2011 have been prepared, in all material respects, in accordance with the basis of accounting applicable to Superannuation 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 page 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 Superannuation Fund was established in 1942 as a defined benefit fund, and provides lump sum and monthly pension benefits to members upon early retirement from age 55 to normal retirement at age 65, and to spouses and eligible children 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 9,25% of their pensionable emoluments in terms of regulation 19(1) whilst participating employers contribute at a rate of 18,00% of members' pensionable emoluments in terms of regulation 21(1)(b) together with a surcharge of 6% of members' pensionable emoluments.

The regulations do not make provision for reserves.

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 five-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 five-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	1,471,301,890.73	1 697 469 352.08
CORONATION FUND MANAGERS	1,549,597,348.72	1 377 758 623.15
PRUDENTIAL PORTFOLIO MANAGERS	1,453,991,375.48	1 307 652 169.46
NJMPF(S)	18,484,558.80	23 464 212.94
Total value of domestic investments managed	4,493,375,173.73	4 406 344 357.63

- International Assets

MANAGER	VALUE OF ASSETS R	
	2011	2010
ALLAN GRAY LIMITED	70,038,188.25	64 529 280.80
CORONATION FUND MANAGERS	29,451,474.75	28 108 447.11
PRUDENTIAL PORTFOLIO MANAGERS	22,773,909.75	21 695 417.38
RUSSELL INVESTMENT GROUP LTD	392,688,524.36	204 443 883.70
ORBIS INVESTMENT MANAGEMENT LTD	695,093,612.23	432 543 457.25
Total value of international investments managed	1,210,045,709.34	751 320 486.24

Membership statistics

- Contributing Members

Membership of the Fund decreased by 2.58% to a total of 5 475 during the year as reflected hereunder:

			2011	2010
Membership as at 1 April 2010			5 620	5 872
Admissions			222	125
	Transfer	External	-	-
		Internal	2	7
		Fund	10	19
	Re-admission		4	-
	New Members		206	99
Exits			367	377
	Retirement	At pension/optional retirement age	50	44
		Early	54	53
	Ill-health	(at least 10 years service)	26	23
		(less than 10 years service)	5	5
	Retrenchment	(at least 10 years service)	2	-
		(less than 10 years service)		-
Death			70	87
Resignation			99	94
Dismissal			24	13
Transfer		Internal	2	7
		External	15	25
		External – Retirement Fund		-
		Provident Fund	7	21
Deferred Beneficiary			1	
Other			12	5
Membership as at 31 March 2011			5 475	5 620

- Pensioners/Dependant Beneficiaries

The number of pensioners and dependant beneficiaries increased by 3.39% to a total of 3 752 during the year as reflected hereunder:-

	PENSIONERS ORDINARY			DEPENDANT BENEFICIARIES		
		Pensioners	* Other	Widows	Children only	
At beginning of year		1 879	93	1 107	550	
Additions		180	9	138	195	
Exits		125	9	92	173	
At end of year		1 934	93	1 153	572	

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

- Deferred Pensioners

	Number
At beginning of year	11
Additions	0
Exits	1
At end of year	10

- **Unclaimed Benefits**

	AMOUNT R
At beginning of year	7 122 129.44
Unclaimed benefits received	14 405 817.93
Unclaimed benefits paid	10 664 006.69
Forfeited to the Fund	-
At end of year	10 863 940.68

- **Actuarial Report**

Please refer to attached Actuarial Report for the Superannuation 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 (SUPERANNUATION) (REF. NO. 12/8/553/2)
STATEMENT OF NET ASSETS AND FUNDS FOR THE YEAR ENDED 31/03/2011

	NOTES	2011 R	2010 R
ASSETS			
NON-CURRENT ASSETS		5,704,550,671.79	5,158,676,626.63
PROPERTY PLANT AND EQUIPMENT	1	1,129,788.69	1,011,782.76
INVESTMENTS	2	5,703,420,883.10	5,157,664,843.87
HOUSING FACILITIES	3	0.00	0.00
SURPLUS IMPROPERLY UTILISED RECEIVABLE	22	0.00	0.00
CURRENT ASSETS		41,083,970.92	42,722,273.80
TRANSFERS RECEIVABLE	5	892,504.12	1,331,140.74
ACCOUNTS RECEIVABLE	4	6,276,085.36	6,020,080.98
CONTRIBUTIONS RECEIVABLE	12	19,734,238.02	20,535,283.68
CASH AT BANK	24	14,181,143.42	14,835,768.40
SURPLUS IMPROPERLY UTILISED RECEIVABLE	22	0.00	0.00
TOTAL ASSETS		5,745,634,642.71	5,201,398,900.43
FUNDS AND LIABILITIES			
MEMBERS' FUNDS AND SURPLUS ACCOUNT		5,614,552,959.82	5,092,299,700.76
ACCUMULATED FUNDS		5,614,552,959.82	5,092,299,700.76
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		5,614,552,959.82	5,092,299,700.76
NON-CURRENT LIABILITIES		12,697,382.41	8,892,076.90
EMPLOYER SURPLUS ACCOUNTS	21	0.00	0.00
FINANCIAL LIABILITIES	16.1	0.00	0.00
PROVISIONS	16.2	1,833,441.73	1,769,947.46
UNCLAIMED BENEFITS	9	10,863,940.68	7,122,129.44
CURRENT LIABILITIES		118,384,300.48	100,207,122.77
TRANSFERS PAYABLE	7	7,690,730.34	26,932,354.69
BENEFITS PAYABLE	8	86,618,240.70	52,077,249.75
ACCOUNTS PAYABLE	10	24,075,329.44	21,197,518.33
RETIREMENT FUND TAXATION	11	0.00	0.00
TOTAL FUNDS AND LIABILITIES		5,745,634,642.71	5,201,398,900.43

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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	298,608,541.08	279,672,404.64
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	593,539,125.43	1,004,482,037.44
(LESS) ALLOCATED TO UNCLAIMED BENEFITS		0.00	0.00
OTHER INCOME		0.00	0.00
LESS:		12,629,140.23	10,120,329.13
REINSURANCE PREMIUMS		0.00	0.00
ADMINISTRATION EXPENSES	14	12,629,140.23	9,328,230.49
RETIREMENT FUND TAXATION	11	0.00	792,098.64
NET INCOME BEFORE BENEFITS AND TRANSFERS		879,518,526.28	1,274,034,112.95
TRANSFERS AND BENEFITS		356,839,071.98	304,880,917.53
TRANSFERS FROM OTHER FUNDS	5	2,117,874.29	4,181,228.46
TRANSFERS TO OTHER FUNDS	7	8,602,976.39	21,463,053.11
BENEFITS - CURRENT MEMBERS	8	350,353,969.88	287,599,092.88
NET INCOME AFTER BENEFITS AND TRANSFERS		522,679,454.30	969,153,195.42
FUNDS AND RESERVES		5,091,873,505.52	4,123,146,505.34
BALANCE AT BEGINNING OF PERIOD		5,092,299,700.76	4,123,146,505.34
PRIOR-YEAR ADJUSTMENTS		0.00	0.00
OTHER		(426,195.24)	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		5,614,552,959.82	5,092,299,700.76

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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 (SUPERANNUATION) (REF. NO. 12/8/553/2)
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 (SUPERANNUATION) (REF. NO. 12/8/553/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

1. PROPERTY, PLANT AND EQUIPMENT
1.1 CURRENT YEAR

	COMPUTER EQUIPMENT & SOFTWARE		OFFICE EQUIPMENT		FURNITURE & FITTINGS		TOTAL	
	R	R	R	R	R	R	R	R
GROSS CARRYING AMOUNT AT BEGINNING OF PERIOD	823,054.76	731,295.96	46,232.36	1,600,583.08				
ADDITIONS	370,145.15	80,696.04	0.00	450,841.19				
LESS DISPOSALS	21,501.20	100,954.13	0.00	122,455.33				
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	1,171,698.71	711,037.87	46,232.36	1,928,968.94				
LESS: ACCUMULATED DEPRECIATION AND IMPAIRMENT LOSSES AT BEGINNING OF PERIOD	328,948.64	232,456.92	27,394.76	588,800.32				
LESS DEPRECIATION CHARGES	178,329.55	147,754.98	4,623.48	330,708.01				
ADD ACCUM. DEPRECIATION ON DISPOSALS	21,000.95	83,138.78	0.00	104,139.73				
LESS IMPAIRMENT WRITE DOWN	0.00	0.00	0.00	0.00				
LESS OTHER MOVEMENTS	(16,188.35)	0.00	0.00	(16,188.35)				
NET CARRYING AMOUNT 31/03/2011	701,609.82	413,964.75	14,214.12	1,129,788.69				

1.2 PREVIOUS YEAR

	COMPUTER EQUIPMENT & SOFTWARE		OFFICE EQUIPMENT		FURNITURE & FITTINGS		TOTAL	
	R	R	R	R	R	R	R	R
GROSS CARRYING AMOUNT AT BEGINNING OF PERIOD	693,782.20	576,038.59	26,660.74	1,296,481.53				
ADDITIONS	161,920.81	205,807.74	9,205.50	376,934.05				
LESS DISPOSALS	47,078.26	0.00	0.00	47,078.26				
ADJ. TO USEFUL LIFE OF ASSETS	0.00	0.00	0.00	0.00				
OTHER MOVEMENTS	14,430.01	(50,550.37)	10,366.12	(25,754.24)				
AT 31/03/2010	823,054.76	731,295.96	46,232.36	1,600,583.08				
LESS: ACCUMULATED DEPRECIATION AND IMPAIRMENT LOSSES AT BEGINNING OF PERIOD	244,564.80	173,705.63	17,388.23	435,658.66				
LESS DEPRECIATION CHARGES	116,707.11	109,301.66	3,702.96	229,711.73				
ADD ACCUM. DEPRECIATION ON DISPOSALS	46,475.09	0.00	0.00	46,475.09				
LESS IMPAIRMENT WRITE DOWN	0.00	0.00	0.00	0.00				
LESS OTHER MOVEMENTS	14,151.82	(50,550.37)	6,303.57	(30,094.98)				
NET CARRYING AMOUNT 31/03/2010	494,106.12	498,839.04	18,837.60	1,011,782.76				

Note:

The asset schedule has been adjusted to reflect the correct gross carrying amount at the beginning of the year and excluding all nominal value items. All nominal items below R5,000 are now reflected on an inventory register. Accumulated depreciation has been adjusted to reflect the apportioned amount for purchases during the year.

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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		AC133	R
CASH AND DEPOSITS		349,375,475.64		0.00		349,375,475.64		753,623,063.02		A	
KRUGER RANDB		0.00		0.00		0.00		0.00		A	
LOANS OTHER THAN HOUSING DEBENTURES		0.00		0.00		0.00		0.00		A	
BILLS BONDS AND SECURITIES INVESTMENT PROPERTIES		1,145,302,703.07		0.00		1,145,302,703.07		971,999,383.49		A	
EQUITIES		2,395,958,240.08		122,263,572.75		2,518,221,812.83		2,336,338,340.46		A	
EQUITIES WITH PRIMARY LISTING ON JSE		1,746,113,293.61		0.00		1,746,113,293.61		1,662,063,842.14		A	
EQUITIES WITH SECONDARY LISTING ON JSE		649,844,946.47		0.00		649,844,946.47		561,627,660.72		A	
FOREIGN LISTED EQUITIES		0.00		122,263,572.75		122,263,572.75		112,646,837.60		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		602,738,754.97		392,688,524.36		995,427,279.33		663,160,659.50		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		695,093,612.23		695,093,612.23		432,543,397.40		A	
TOTAL LOCAL AND FOREIGN		4,493,375,173.76		1,210,045,709.34		5,703,420,883.10		5,157,664,843.87		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 (SUPERANNUATION) (REF. NO. 12/8/553/2)
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 R	2010 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	0.00
L.A. - ANNUITY REFUNDS	256,679.10	566,318.85
L.A. - MEDICAL BOARD FEES	7,444.58	21,638.36
L.A. - PENALTY INTEREST DUE	11,291.20	88,268.71
L.A. - SURCHARGES	2,574,741.00	2,574,741.00
SUNDRY DEBTORS	1,970,866.34	635,461.40
PENSIONS - REFUNDS OF OVER PAYMENTS	318,769.79	331,714.99
PREPAID FUND MANAGERS FEES	0.00	0.00
PROPERTY AND ALLIED	0.00	0.00
PENSIONABLE SERVICE DEBTORS	1,136,293.35	1,236,795.20
STAFF VEHICLE LOANS	0.00	565,142.47
SUBSISTENCE AND TRAVELLING	0.00	0.00
TRANSFERS INWARD	0.00	0.00
TOTAL	6,276,085.36	6,020,080.98

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
 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	AT BEGINNING OF PERIOD		AMOUNTS RAISED AT END OF PERIOD	RETURN ON TRANSFERS		ASSETS TRANSFERRED		AT END OF PERIOD	
				R	R		R	R	R	R	R	R
IN TERMS OF SECTION 14												
KZNMFP	Apr-10	0	0.00	1,121,621.42	979,040.53	201,828.31	1,549,315.09	753,175.17				
NJMPF (R)	To	0	0.00	209,519.32	771,871.86	165,133.59	1,065,401.54	81,123.23				
OTHER (BANK LOANS)	Mar-11	0	0.00	0.00		0.00	(58,205.72)	58,205.72				
IN TERMS OF SECTION 15B												
TOTAL		0	0.00	1,331,140.74	1,750,912.39	366,961.90	2,556,510.91	892,504.12				

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	AT BEGINNING OF PERIOD		AMOUNTS RAISED AT END OF PERIOD	RETURN ON TRANSFERS		ASSETS TRANSFERRED		AT END OF PERIOD	
				R	R		R	R	R	R	R	R
IN TERMS OF SECTION 14												
KZNMFP	Apr-10	0	0.00	3,471,160.51	1,638,970.55	892,934.70	1,360,999.17	4,642,066.59				
NJMPF (R)	To	0	0.00	0.00	0.00	0.00	0.00	0.00				
OTHER	Mar-11	0	0.00	23,461,194.18	5,567,659.14	503,412.00	26,483,601.57	3,048,663.75				
IN TERMS OF SECTION 15B												
TOTAL		0	0.00	26,932,354.69	7,206,629.69	1,396,346.70	27,844,600.74	7,690,730.34				

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
 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		189,454,859.82		0.00		189,454,859.82		0.00		0.00	
LUMP SUM ON RETIREMENT	19,991,014.89		75,701,711.06		2,352,470.94		59,298,590.66		2,429,943.46		36,316,662.77	
- FULL BENEFIT	19,991,014.89		75,701,711.06		2,352,470.94		59,298,590.66		2,429,943.46		36,316,662.77	
- PENSIONS COMMUTED	0.00		0.00		0.00		0.00		0.00		0.00	
LUMP SUM BEFORE RETIREMENT	29,471,456.50		73,905,895.50		5,772,667.91		59,914,460.83		(176,584.43)		49,412,143.51	
- DISABILITY BENEFITS PAID BY THE FUND	0.00		0.00		0.00		0.00		0.00		0.00	
- DEATH BENEFITS	12,792,691.41		13,377,502.34		2,808,057.08		13,440,009.34		992,932.82		14,545,308.67	
- WITHDRAWALS 10 YEARS OR MORE	16,531,165.42		57,565,761.03		2,922,682.76		45,963,200.74		(1,169,517.25)		32,225,925.72	
- WITHDRAWALS < 10 YEARS	147,599.67		830,335.31		8,883.10		511,250.75		0.00		475,567.33	
- RETRENCHMENTS	0.00		2,132,296.82		33,044.97		0.00		0.00		2,165,341.79	
DEFAULTS - HOUSING FACILITIES	0.00		0.00		0.00		0.00		0.00		0.00	
OTHER - DIVORCE ORDERS	1,102,599.89		3,151,686.19		14,678.46		3,379,530.12		0.00		889,434.42	
STALE CHEQUES	1,512,178.47		0.00		0.00		23,726.26		1,488,452.21		0.00	
TOTAL	52,077,249.75		342,214,152.57		8,139,817.31		312,071,167.69		3,741,811.24		86,618,240.70	

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

342,214,152.57

RETURN ALLOCATED (C) TO INVESTMENT INCOME

8,139,817.31

STATEMENT OF CHANGES IN NET ASSETS AND FUNDS

350,353,969.88

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2011

9 UNCLAIMED BENEFITS

	2011 R	2010 R
BALANCE AT BEGINNING OF PERIOD	7,122,129.44	3,915,348.70
TRANSFERRED FROM BENEFITS PAYABLE & ACCUM. FUNDS	14,405,817.93	4,772,665.70
INVESTMENT INCOME ALLOCATED	0.00	0.00
LESS:	10,664,006.69	1,565,884.96
TRACING EXPENSES	0.00	0.00
ADMINISTRATION EXPENSES	0.00	0.00
FORFEITED TO THE FUND	0.00	0.00
BENEFITS PAID	10,664,006.69	1,565,884.96
BALANCE AT END OF PERIOD	10,863,940.68	7,122,129.44

10. ACCOUNTS PAYABLE

	2011 R	2010 R
ACTUARY'S FEES	0.00	64,054.32
MINIMUM LEASE PAYMENT	47,660.43	29,899.77
CONTRIBUTIONS PAID IN ADVANCE	11,712,327.42	14,028,811.63
CONTRIBUTIONS DUE FOR REFUND	513,684.29	513,684.29
AUDIT FEES	0.00	13,452.00
ADMIN EXPENSES AS PER MEMBERS RATIO	0.00	1,383,357.21
OPERATING EXPENSES	0.00	0.00
PROPERTY & ALLIED	0.00	0.00
PENSIONERS - MEMBER PAYMENTS & TAX DEDUCTIONS	6,950,667.98	2,896,352.27
SUNDRY CREDITORS	4,215,737.98	2,129,606.05
UNPAID PENSIONS	635,251.34	138,300.79
TOTAL	24,075,329.44	21,197,518.33

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	(1,981,503.08)
RET. FUND TAXATION - CURRENT	0.00	792,098.64
RET. FUND TAXATION - PRIOR YEAR UNDERPROVISION	0.00	0.00
RETIREMENT FUND NET TAXATION PAID /(REFUNDED)	0.00	(1,189,404.44)
AT END OF PERIOD	0.00	0.00

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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		CONTRIBUTIONS TOWARDS RETIREMENT		TOWARDS RE-INSURANCE AND EXPENSES		CONTRIBUTIONS RECEIVED		AT END OF PERIOD	
	R	R	R	R	R	R	R	R	R	R
MEMBERS CONTRIBUTIONS - RECEIVED AND ACCRUED	5,546,025.52		80,638,997.21		0.00		80,862,443.13		5,322,579.60	
EMPLOYER CONTRIBUTIONS - RECEIVED AND ACCRUED	10,792,265.88		157,547,819.75		0.00		157,353,943.40		10,986,142.23	
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	0.00		0.00		0.00		0.00		0.00	
ADDITIONAL CONTRIBUTION IN RESPECT OF ACTUARIAL SHORTFALL - EMPLOYER	4,196,992.28		60,421,724.12		0.00		61,193,200.21		3,425,516.19	
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	20,535,283.68		298,608,541.08		0.00		299,409,586.74		19,734,238.02	

TOWARDS RETIREMENT 298,608,541.08

TOWARD RE-INSURANCE AND EXPENSES 0.00

STATEMENT OF CHANGES IN NET ASSETS AND FUNDS
298,608,541.08

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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	264,097,479.64	216,853,160.74
DIVIDENDS	122,316,097.07	83,981,147.52
INTEREST	141,781,382.57	132,872,013.22
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	82,078.39	91,534.12
INTEREST LEVIED ON SURPLUS IMPROPERLY USED	0.00	0.00
ADJUSTMENT TO FAIR VALUE	355,289,481.55	810,472,646.25
PROFIT /(LOSS) ON SALES OF INVESTMENTS	232,751,366.28	152,991,071.30
INVESTMENTS WRITTEN UP/DOWN	122,549,314.82	657,424,176.51
ADJUSTMENTS	(11,199.55)	57,398.44
SUB TOTAL	619,469,039.58	1,027,417,341.11
LESS:	25,929,914.15	22,935,303.67
COST INCURRED IN MANAGING INVESTMENTS	25,929,914.15	22,935,303.67
INTEREST PAID ON BORROWINGS	0.00	0.00
TOTAL	593,539,125.43	1,004,482,037.44

14. ADMINISTRATION EXPENSES

	NOTES	2011 R	2010 R
COST OF ADMINISTRATION		8,022,555.87	5,936,992.18
ADMINISTRATION EXPENSES		1,957,273.43	1,162,406.98
AMOUNTS WRITTEN OFF		0.00	0.00
DEPRECIATION - AT COST		314,519.66	229,711.73
LEVIES (FINANCIAL SERVICES BOARD)		137,469.75	124,019.50
OFFICE EXPENSES		345,789.57	585,302.69
OPERATING LEASE PAYMENTS		450,283.53	431,987.01
PENALTIES		0.00	0.00
PROJECT COSTS - NEW IT PLATFORM		248,629.96	490,532.29
STAFF COSTS & PRINCIPAL OFFICER EXPENSES	14.2	4,568,589.97	2,913,031.98
SECRETARIAL FEES		0.00	0.00
NON-ADMINISTRATIVE EXPENSES		4,606,584.36	3,391,238.31
ACTUARY'S FEES		1,194,879.30	847,044.00
AUDIT FEES		385,375.37	364,852.27
AUDIT SERVICES		385,375.37	364,852.27
AUDIT EXPENSES		0.00	0.00
OTHER		0.00	0.00
CONSULTANCY FEES		1,220,371.02	574,049.54
FEES PAYABLE TO BOARD MEMBERS	14.1	1,136,216.55	1,038,076.03
FIDELITY COVER		172,500.00	129,750.00
MEMBERS COMMUNICATION		497,242.12	437,466.47
MAILINGS FOR MEMBERS		241,476.62	231,164.58
MEETING COSTS /TRUSTEE TRAINING		255,765.50	206,301.89
TOTAL		12,629,140.23	9,328,230.49

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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	1,136,216.55	1,038,076.03
TOTAL	1,136,216.55	1,038,076.03

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

	2011 R	2010 R
SALARIES	3,142,264.84	2,509,828.10
EMPLOYER CONTRIBUTIONS TO RETIREMENT FUNDS	1,228,309.14	216,288.05
TRAINING EXPENSES	24,457.50	26,467.25
OTHER	173,558.49	160,448.58
TOTAL	4,568,589.97	2,913,031.98

14.2.1 PRINCIPAL OFFICER REMUNERATION

	2011 R	2010 R
SALARIES	478,348.50	308,232.00
ALLOWANCES	18,846.00	19,440.00
RETIREMENT FUND CONTRIBUTION	130,207.56	0.00
BONUS	149,158.35	98,301.60
OTHER PAYMENTS	0.00	0.00
TOTAL	776,560.41	425,973.60

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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	609,198.88	511,490.92
ACCUMULATED LEAVE	301,126.37	257,770.15
STAFF BONUS	459,105.69	355,998.96
AUDIT FEES	294,556.12	341,740.68
PROJECT - IT PLATFORM INSTALLATION	0.00	112,860.00
DATA PROCESSING	121,301.70	190,086.75
TRUSTEES EXPENSES	48,152.97	0.00
TOTAL	1,833,441.73	1,769,947.46

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 (SUPERANNUATION) (REF. NO. 12/8/553/2)
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	460,269.40	439,613.06
BETWEEN ONE AND FIVE YEARS	201,741.46	270,116.11
TOTAL	662,010.86	709,729.17

NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) (REF. NO. 12/8/553/2)
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	2,661,076.93	8,796,365.48
UNCLAIMED BENEFITS MONEY MARKET ACCOUNT - STANDARD BANK	11,520,066.49	6,039,402.92
	14,181,143.42	14,835,768.40

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 (SUPERANNUATION) 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 (Superannuation) 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 229669. No further exceptions to the procedure were noted with regards to 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 - SUPERANNUATION (REF. NO. 2/8/553/2)
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	363,556,619.07	0.00	0.00	0.00	363,556,619.07	363,556,619.07	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	1,145,302,703.07	0.00	0.00	0.00	1,145,302,703.07	1,145,302,703.07	0.00	0.00%
PROPERTIES	D	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
EQUITIES	E	2,518,221,812.83	0.00	0.00	0.00	2,518,221,812.83	2,395,958,240.08	122,263,572.75	4.86%
- EQUITIES WITH PRIMARY LISTING ON JSE		1,746,113,293.61	0.00	0.00	0.00	1,746,113,293.61	1,746,113,293.61	0.00	0.00%
- EQUITIES WITH SECONDARY LISTING ON JSE		649,844,946.47	0.00	0.00	0.00	649,844,946.47	649,844,946.47	0.00	0.00%
- FOREIGN LISTED EQUITIES		122,263,572.75	0.00	0.00	0.00	122,263,572.75	122,263,572.75	0.00	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	I	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
COLLECTIVE INVESTMENT SCHEMES		0.00	0.00	0.00	995,427,279.33	995,427,279.33	602,738,754.97	392,688,524.36	39.45%
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	695,093,612.23	0.00	0.00	0.00	695,093,612.23	0.00	695,093,612.23	100.00%
TOTAL		4,722,174,747.20	0.00	0.00	995,427,279.33	5,717,602,026.53	4,507,556,317.19	1,210,045,709.34	21.16%

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 2/8/553/2)
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	4,391,584.78
NEDBANK ACCOUNT - Payables	-138,320,186.29
NEDBANK ACCOUNT - Receivables	103,602,086.97
NEDBANK INTEREST ACC - Current	51,918.73
STD CALL ACCOUNT 01 - Deposit Accounts	18,484,558.80
CORONATION ACTIVE - Deposit Accounts	8,730,000.00
CORONATION CASH INT - Deposit	211,617.88
INITIAL MARGIN - Deposit Accounts	17,462,901.00
VARIATION MARGIN - Deposit Accounts	3,856,639.62
VARIATION MARGIN INT - Current Accounts	41,102.56
PRUDENTIAL MONEY - Deposit Accounts	14,838,836.06
PRU MM FUND B INT - Deposit Accounts	77,669.56
SAFEXBR VAR MARG - Deposit Accounts	571,886.00
SAFEXBR INT ACCOUNT - Current	54,672.46
YILED MARGIN - Current Accounts	12,068.27
BERG CALL BOND INT - Deposit Accounts	54,082.19
INKOTHA CALL INT - Deposit Accounts	160,668.49
SANLAM CALL BOND INT - Deposit Accounts	22,635.62
TCT CALL BOND INT - Deposit Accounts	8,832.88
STANDARD BANK - Unclaimed Account	11,520,066.49
STANDARD BANK - Current Account	2,661,076.97
ABSA NCD 7.425 26052011	13,847,600.05
ABSA NCD 8.50 25052012	4,326,399.99
RMB NCD 13072012	21,252,000.05
ZAM000015189 NEDBANK NCD 250712	6,360,000.01
ZAM000016021 ABSA NCD 6.825 030511	31,373,999.96
ZAM000017185 RMB NCD 160511 6.775	45,900,800.07
RMB NCD 230511 6.725	12,502,800.04
ABSABANK NCD 5.925 290411	7,175,700.00
NEDBANK NCD 6.075 281011	6,151,799.98
ZAM000026913 ABSA NCD 5.60	20,297,999.93
ZAM000013069 STANDARD BANK NCD	10,678,999.99
RMB FRN J3M 1.1 260712	6,070,199.98
FSR FRN J3M 0.525 270312	10,005,000.03
INVESTEC FRN J3M 1.5 5072012	13,198,899.97
NED FRN J3M 1.125 13072012	16,225,600.06
NEDBANK FRN J3M 1.125 20072012	10,128,000.04
NED FRN J3M 1.05 100812	8,071,200.02
NED FRN J3M 0.475 170811	26,179,399.93
NED FRN J3M 0.425 230811	15,088,500.03
NED FRN J3M 0.8 140912	10,027,999.98
STANDARD BANK FRN J3M 1.10 20072012	10,125,999.96
STD FRN J3M 0.95 170812	10,072,999.96
TOTAL	363,556,619.07

B. DIRECT LOANS

	Fair Value
	0.00

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C1. DEBENTURES

	Secured by/ Unsecured	Redemption Val
TOTAL DEBENTURES		0.00

C2. BILLS, BONDS AND SECURITIES

	Secured by/ Unsecured	Fair Value
GOVERNMENT OR PROV. ADMIN		127,807,781.34
RSA 2015 13.50%		281,692
RSA 10.50 % 2025/26/27		5,501,683
RSA 2014 8.75%		141,664
RSA 2017 8.25%		20,722,980
RSA 2018 8.00%		16,177,316
R206 RSA 15012014		9,633,772
RSA 2020 7.25%		13,822,991
R208 RSA 310321		9,363,529
RSA 2036 6.25%		3,027,868
RSA 2023 5.50% 104.080645		29,393,437
RSA CPI 6.25% 31032028 142.84		19,740,850
PARASTATAL BONDS		88,258,471.06
ES26 ESKOM HLDGS LTD 7.85% 020426		11,261,181
TRANSNET 914 PC 14112017		5,294,895
TRANSNET 8.9 PC 14112027		17,258,549
ESKOM HOLDINGS LTD 10% 25012023		13,457,605
NRA013 SA NATIONAL ROADS AGENCY CPI 4.25 31102013 155.119		4,840,160
NRA028 12.25 301128		2,412,188
TELKOM SA LIMITED		4,474,231
TRANSNET 10.50 17092020		15,381,797
UG21 UMGENI WATER 02032021		13,877,865
CORPORATE BONDS		883,236,450.67
BARLOWORLD LIMITED 9.94% 021017		3,339,161
BARLOWORLD LIMITED		4,993,680
AIR02 ACSA 11.68 30042023 AO23		14,251,551
DV21 DBSA 150616		299,184
TRANS CAL 2016 12.5%		19,463,072
TRANSCAL 9 PC 2852021		9,236,534
AB06 SUB DEBT 2015		8,665,846
AB07 SUB DEBT 070314		5,102,816
AIRL02 ACSA 5.5 CPI 18022014 165.36071		9,368,335
SABS HOLD 9.935 PC 19712		5,283,979
BIDVEST 10.19 06082014		15,632,161
CITY OF CAPE TOWN 11.615 15062024		4,418,017
DBSA 10% 2023		16,594,953
FRB03 BND 9% 15092014		5,298,422
INCA 2011 14.00%		2,092,156
IPL4 IMPERIAL 290314		8,021,967
NED5 SUB 24042011		1,035,272
NED6 SUB 200913		8,236,943
NED7 SUB 08022012		5,151,330
OLD MUTUAL LIFE 8.92 PC 27102015		24,878,936
SCMB SUBORDINATED DEBT		4,224,740
SCMB SUB DEBT 2018		1,290,444
SMF1 SAPPI 27062013		3,047,614
SNT01 SANTAM 150917		4,986,882
TFS06 TOYOTA FINANCIAL SERV SA 8.05% 203014		15,703,930
ABSA 8.45 PC 3411AO3		1,738,364
ABSA 8.3 PC 1511MN1		21,116,611
ABS6 8.2% 2020		148,269
ABSA BANK LTD CPI 5.5% 07122023		13,585,201
AIR03 ACSA 10.86 09032016		19,074,882
BLUE GRANITE 30102011		2,078,800
DEVELOPMENT 9.45 PC 722020		5,279,801
FRB05 FNB 21122018		20,646,383
FIRST RAND 8.75 14032015		47,227,389
HOME OBLIG 10.43 PC 1972045		7,244,125
INVESTEC 1034 PC 3132013		2,562,330
LGL1 LIB LTD 8.93 12092012		3,089,157

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	Secured by/ Unsecured	Fair Value
MOMENTUM 812 PC 1592015		3,402,303
NEDB LTD 10.54 PC 1792015		8,372,236
RAND WATER 2012 13%		6,953,633
STANDARD BANK OF SA 10.82 24112016		11,562,208
SCMB SUB DEBT 2015		15,574,983
SCMB SUB DEBT 2023		933,098
SBS5 SBSA 071211		11,418,050
STANDARD BANK FIXED 11.42 07072016		30,035,824
SLI1 SANLAM 15082013		7,414,782
SAPPI 10.64 PC 141011AO14		5,328,692
SAPPI MANUFACTURING 12.13 30062012		6,922,591
SA NATIONAL ROADS AGENCY		1,958,697
SA ROADS 2025 9%		26,443,873
CITY OF CAPE TOWN 11.16% 15032025		4,551,116
STANDARD BANK CPI 5.5% 07122023		15,768,535
INVESTEC BANK LIMITED 12032015		14,752,629
EKURHULENI METRO MUN 10.56% 28072020		5,077,263
FIRSTRAND 8.5 01092014		2,010,552
FIRSTRAND LTD 10.50% 14042015		2,161,688
IMPERIAL GROUP 9.78 28092017		7,816,086
MTN 9.360 PC 13072015		821,488
MTN 10.130 PC 130717		14,066,230
STANDARD BANK OF SA LTD 8.90% 22092017		3,858,327
GFC2 GROUP FIVE CONSTRUCTION (PTY) LIMITED		3,058,699
INVESTEC 16 PC 31312		26,074,630
MTN HLDG 10.19 PC 1372014		3,304,452
MTN 7.80 PC 281013		9,544,687
FRBC21 FSR 12 12122018 JD21 PERPETUAL CALLABLE		3,974,602
METROPOLITAN LIFE 9.25 PC 15122014		2,081,162
ABSA CPI LINKED 6 20092019 164.23548		17,643,109
ABSA 8.80 11092026		7,095,384
EKURHULENI METROPOL MUNICIPALITY R208 + SPREAD 185 110320		1,776,313
NEDBANK DOMESTIC MEDIUM TERM NOTE 9.36 23032016		9,033,953
ABSA 5.50 CPI LINKED 07122028 BASE CPI 65.05040323		9,134,906
AFRICAN BANK 8.00 INDEXED LINKED 08052014 103.370968		7,819,382
EGL01 EAGLE BONDS 9.9561 31072012		1,122,662
EQS FRN J3M 0.5 220915		4,629,955
INV FRN J3M 2.65 200922		7,319,710
NEDBANK 10.55 15092015		37,449,497
NEDBANK LTD 11.39% 09092019		6,583,819
SBK CAPITAL NOTE 5.75 NACS 102.430830 09042019		10,353,126
SBS7 STD 2013		1,038,874
ANGLO AMERICAN SA FINANCE LIMITED		24,550,574
ABL5 AFRICAN BANK 9.70 11082011		67,070
ABL8A AFRICAN BANK 13.00 19092013		10,435,690
AFRICAN BANK 15032015		10,612,541
ABLS1 ABSA CALLABLE BOND J3M160 08082012		99,018
ABSA FIXED RATE 15.5 13072016		3,879,693
AIRL01 CP 3.64 30102028		10,280,676
CAPITEC BANK 12.48 18052012		4,879,203
CAPITEC BANK LTD 13% 02112014		1,327,966
EGL02 EAGLE BONDS 10.01463 30112011		511,692
FIRSTRAND LINKED NOTE 5.5% 07122023		15,237,149
RANDMERCH 10.08 PC 282013		4,370,730
FIRSTRAND 10.75 10122024		18,291,948
INV FRN J3M 0.55 22062020		8,061,278
NEDH1A NEDBANK CALLABLE BOND 15.05 20112018 (J+712.50)		7,669,098
STD BANK 8.60 16112021		916,891
THEKW 9.86 PC 181012		4,051,285
INVESTEC FRN J3M 2.00 15062012		4,366,446
INVESTEC FRN J3M 1.46 280613		8,006,098
INVESTEC BANK LTD 9.51 15032016		10,077,672
NEDBANK LIMITED 9.68% 19042015		14,890,690
OTHER		46,000,000.00
BERG WATER PROJECT CALL BOND		16,000,000
INKOTHA CALL BOND 31082011 LINKED TO REPO INDIRECT FUNCTI		25,000,000
SCB002		3,000,000
TCT CALL BOND		2,000,000
TOTAL BILL BONDS AND SECURITIES		1,145,302,703.07

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D. DIRECT PROPERTIES

	Fair Value
TOTAL	0.00

E. DIRECT EQUITIES

	Fair Value
E1: PRIMARY LISTING ON JSE	1,746,113,293.61
E2: SECONDARY LISTING ON JSE	649,844,946.47
E3: FOREIGN LISTED EQUITIES	122,263,572.75
E4: EQUITY LINKED INSTRUMENTS	0.00
E5: UNLISTED EQUITIES	0.00
TOTAL EQUITIES	2,518,221,812.83

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	610,511	0.10%	239,008,951.39
MTN	MTN GROUP LTD	18,845,297	1,227,722	0.01%	167,669,993.54
SBK	STANDARD BANK GROUP LTD	15,853,457	1,428,731	0.01%	148,588,024.00
IMP	IMPALA PLATINUM	6,317,147	304,383	0.00%	59,579,928.42
ASA	ABSA GROUP LIMITED	7,182,107	376,807	0.01%	51,415,315.15
	SUB TOTAL				666,262,212.50
	OTHER				
REM	REMGRO LTD	481,106	453,152	0.09%	50,440,349
FSR	FIRSTRAND LTD	5,637,942	2,414,514	0.04%	48,531,731
WHL	WOOLWORTHS HOLDINGS LTD	851,287	1,686,407	0.20%	47,135,076
ANG	ANGLOGOLD LTD	381,272	139,847	0.04%	45,380,352
NTC	NETWORK HEALTHCARE HOLDINGS LIMITE	1,440,885	2,872,109	0.20%	41,645,581
SLM	SANLAM ORDINARY SHARES	2,100,000	1,261,300	0.06%	34,811,880
IPL	IMPERIAL HOLDINGS LTD	210,292	242,933	0.12%	27,742,949
EXX	EXXARO RESOURCES	358,120	167,280	0.05%	27,678,149
BVT	BIDVEST GROUP LTD	327,349	181,520	0.06%	26,984,763
TFG	THE FOSCHINI GROUP LTD	240,498	312,120	0.13%	26,420,958
VOD	VODACOM GROUP LTD	1,487,954	326,236	0.02%	25,896,614
HAR	HARMONY GOLD MINING CO	429,677	215,220	0.05%	21,369,194
SAP	SAPPI LTD	537,118	567,047	0.11%	20,328,635
AFE	AECI LTD	119,136	244,322	0.21%	20,303,158
SUI	SUN INTERNATIONAL (SA)	111,095	223,779	0.20%	20,252,000
NPK	NAMPAK ORDINARY SHARES	693,595	909,475	0.13%	19,953,882
FPT	FOUNTAINHEAD PROP	996,043	3,134,220	0.31%	19,369,480
RDF	REDEFINE INCOME FUND LTD	2,690,172	2,517,252	0.09%	18,879,390
TON	TONGAAT HULLET LIMITED	104,812	193,558	0.18%	18,869,969
MMI	MMI HOLDINGS LIMITED	1,503,533	1,084,134	0.07%	18,050,831
SPP	SPAR GROUP LIMITED	171,677	188,059	0.11%	17,865,605
ARL	ASTRAL FOODS LTD	42,144	139,481	0.33%	17,225,904
GFI	GOLD FIELDS LTD	720,797	144,970	0.02%	17,171,697
TRE	TRENCOR LTD	187,469	455,219	0.24%	17,070,713
MPC	MR PRICE GROUP LTD	248,406	278,308	0.11%	17,046,365
ACP	ACUCAP PROPERTIES	171,648	457,019	0.27%	15,721,454
FFA	FORTRESS INCOME FUND LTD	220,750	1,428,844	0.65%	15,645,842
DBNPN7	NASPERS LIMITED	16,000	137,491	0.86%	15,536,483
ILV	ILLOVO	459,639	567,925	0.12%	15,248,786

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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
AIP	ADCOCK INGRAM HOLDINGS LTD	173,997	261,837	0.15%	14,545,045
NED	NEDCOR LIMITED	505,072	97,879	0.02%	13,853,794
MND	MONDI	146,896	181,115	0.12%	12,007,925
DSY	DISCOVERY HOLDINGS LTD	591,953	312,851	0.05%	11,922,752
GRT	GROWTHPOINT PROPERTY LTD	1,571,517	663,342	0.04%	11,469,183
FBR	FAMOUS BRANDS	95,818	296,287	0.31%	11,229,277
SPG	SUPER GROUP LTD	3,273,097	13,883,473	0.42%	10,273,770
TKG	TELKOM SA LIMITED	520,784	263,180	0.05%	9,737,660
KIO	KUMBA IRON ORE LIMITED	321,912	20,199	0.01%	9,655,122
ACL	ARCELORMITTAL SOUTH AFRICA LIMITED	445,752	104,500	0.02%	9,405,000
EQS	EQSTRA HOLDINGS LIMITED	427,668	1,306,251	0.31%	8,464,506
OMN	OMNIA HOLDINGS	67,250	110,357	0.16%	8,082,547
AEG	AVENG LTD	394,267	219,548	0.06%	7,831,277
AVI	AVINIA	349,108	236,398	0.07%	7,089,576
CPL	CAPITAL PROPERTY FUND	717,578	891,535	0.12%	7,087,703
MTX	METOREX LTD	1,002,263	1,078,411	0.11%	6,977,319
CAT	CAXTON CTP PUBLISHERS	495,640	502,366	0.10%	6,962,793
RIN	REDEFINE PROPERTIES INTERNATIONAL LTD	336,575	1,072,830	0.32%	6,898,297
GRF	GROUP FIVE LTD	120,912	252,133	0.21%	6,883,231
TBS	TIGER BRANDS LTD.	190,355	36,000	0.02%	6,300,360
GDF	GOLD REEF CASINO RESORTS LTD	1,180,605	393,600	0.03%	6,297,600
GIJ	GIJMA AST GROUP	968,357	10,000,000	1.03%	6,200,000
MVG	MVELAPHANDA GROUP LTD	565,474	1,898,728	0.34%	6,075,930
ADH	ADCTECH LTD	400,838	1,089,989	0.27%	5,885,941
AFP	ALEX ANDER FORBES PREFS	236,716	640,423	0.27%	5,763,807
HPA	HOSPITAL PROPERTY FUND LTD	88,761	415,888	0.47%	5,656,077
DTC	DATATEC LTD	185,592	149,569	0.08%	5,549,010
CMP	CMP CIPLA MEDPRO SOUTH AFRICA LTD	454,027	787,446	0.17%	5,425,503
PGR	PEREGRINE HOLDINGS LTD	228,129	489,564	0.21%	5,287,291
BAW	BARLOWORLD LIMITED	230,455	70,500	0.03%	5,266,350
HLM	HULAMIN LIMITED	316,785	740,231	0.23%	5,181,617
MVS	MVELASERVE LIMITED	141,562	427,572	0.30%	5,045,350
AVU	AVUSA LIMITED	124,377	197,174	0.16%	4,844,565
NBAGL1	NB ANGLO SUB 270711	15,000	29,881	0.20%	4,608,248
SAC	SA CORPORATE REAL ES	2,081,869	1,382,551	0.07%	4,424,163
JDG	JD GROUP LTD	170,500	89,297	0.05%	4,321,975
OPT	OPTIMUM COAL HOLDINGS LTD	251,786	128,122	0.05%	4,099,904
LBH	LIBERTY HOLDINGS LTD	286,022	56,900	0.02%	4,045,590
LHC	LIFE HEALTHCARE GROUP LIMITED	1,042,210	244,184	0.02%	3,880,084
MDC	MEDI-CLINIC CORP. LTD	652,315	130,900	0.02%	3,796,100
IRBP	ROYAL BAFOKENG PLATINUM LIMITED	164,793	60,500	0.04%	3,781,250
SNU	SENTULA MINING LIMITED	586,559	1,136,939	0.19%	3,126,582
AFX	AFRICAN OXYGEN LTD	342,853	165,947	0.05%	2,987,046
DAW	DISTRIBUTION & WAREHOUSING NETWORK	240,243	455,843	0.19%	2,962,980
ILA	ILIAD AFRICA LTD	138,218	415,900	0.30%	2,957,049
EMI	EMIRA PROPERTY FUND	508,010	226,127	0.04%	2,923,822
RES	RESILIENT PROPERTY & INCOME FUND LTD	257,895	97,030	0.04%	2,910,900
YRK	YORK TIMBER HOLDINGS LIMITED	331,241	689,634	0.21%	2,544,749
HCI	HOSKEN CONSOLIDATED INVESTMENTS LTD	132,401	31,229	0.02%	2,435,550
DST	DST DISTELL GROUP LTD	202,396	33,400	0.02%	2,404,800
GND	GRINDROD LIMITED	464,982	154,100	0.03%	2,285,303
CLR	CLOVER INDUSTRIES LIMITED	179,112	197,100	0.11%	2,108,970
ADR	ADCORP HOLDINGS	61,850	72,840	0.12%	2,021,310
PFG	PIONEER FOOD GROUP LIMITED	201,197	32,200	0.02%	1,771,966
APK	ASTRAPAK LTD	135,131	206,865	0.15%	1,762,490
NHM	NORTHAM PLATINUM LTD	361,259	39,500	0.01%	1,738,000
CRM	CERAMIC INDUSTRIES LTD	20,293	11,670	0.06%	1,622,130
CML	CORONATION FUND MANAGERS	314,819	90,506	0.03%	1,611,007
INL	INVESTEC LTD	272,837	29,256	0.01%	1,544,717
BCX	BUSINESS CONNEXION	303,729	239,400	0.08%	1,256,850
BDM	BDM BUILDMAX	3,444,716	8,763,762	0.25%	1,226,927
CBH	CONTRY BIRD HOLDINGS LIMITED	202,069	342,700	0.17%	1,199,450
SUR	SPUR CORPORATION LTD	97,633	90,200	0.09%	1,190,640
AMA	AMALGAMATED APPLIANCE HOLDINGS LTD	212,190	579,316	0.27%	1,094,907

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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
SYC	SYCOM PROPERTY FUND	216,182	49,966	0.02%	1,013,310
TDH	TRADEHOLD LIMITED	34,733	150,000	0.43%	1,012,500
ITE	ITALTILE LTD	1,033,333	193,191	0.02%	840,381
GPL	GRAND PARADE INVESTMENTS LTD	462,331	244,791	0.05%	734,373
DGC	DIGICORE HOLDINGS LIMITED	247,669	248,737	0.10%	684,027
HYP	HYPROP INVESTMENTS LTD	166,113	12,761	0.01%	680,672
CSB	CASHBUILD LIMITED	25,190	7,100	0.03%	663,850
CVI	CAPEVIN INVESTMENTS LTD	42,000	7,600	0.02%	627,000
SSK	STEFANUTTI STOCKS HOLDINGS LIMITED	188,081	60,230	0.03%	623,983
RMI	RMI HOLDINGS LIMITED	1,485,688	53,425	0.00%	622,401
KEL	KELLY GROUP LIMITED	100,000	154,600	0.15%	590,572
CLH	CITY LODGE HOTELS	42,862	8,700	0.02%	586,380
PIK	PIC N PAY	480,397	10,600	0.00%	487,812
DTA	DELTA EMD LTD	49,166	58,336	0.12%	463,771
MFL	MFL METROFILE HOLDINGS LTD	408,085	239,088	0.06%	449,485
JCD	JCI LTD	3,780,509	3,988,300	0.11%	398,830
UCS	UCS GROUP LIMITED	288,423	155,040	0.05%	317,832
SKY	SEA KAY HOLDINGS LTD	488,864	1,775,520	0.36%	284,083
SOV	SOVEREIGN FOOD INVESTMENTS LIMITED	47,817	22,112	0.05%	127,144
FPTN	FOUNTAINHEAD PROPERTY TRUST NIL PAID	166,667	521,177	0.31%	93,812
TSX	TRANS HEX GROUP LTD	106,051	36,544	0.03%	93,553
PWK	PICK N PAY HOLDINGS LTD	527,249	1,500	0.00%	28,740
COM	COMAIR LTD	489,176	12,200	0.00%	27,938
MOB	MOBILE INDUSTRIES LTD	1,068,040	1,921,154	0.18%	19,212
	TOTAL OTHER				1,079,851,081.11
	TOTAL EQUITIES				1,746,113,293.61

E2: EQUITIES WITH SECONDARY LISTING ON JSE - DIRECT HOLDINGS

Share Code	Description	Issued Shares	Fund Holdings	%age of Issued	Fund Market Value
SAB	SABMILLER PLC	1,658,503	694,057	0.04%	168,392,109.34
	TOTAL				168,392,109.34
	OTHER				
BIL	BILLITON PLC	2,209,215	436,592	0.02%	117,879,840.00
AGL	ANGLO AMERICAN PLC	1,342,930	318,174	0.02%	111,917,704.50
NPN	NASPERS LTD	406,171	241,645	0.06%	87,958,780.00
MNP	MONDI PLC	367,241	544,123	0.15%	35,585,644.20
INP	INVESTEC PLC	538,817	510,601	0.09%	26,781,022.45
CSO	CAPITAL SHOPPING CENTRES GROUP PLC	860,096	636,300	0.07%	26,641,881.00
OML	OLD MUTUAL PLC	5,695,126	1,704,689	0.03%	25,519,194.33
CFR	COMPAGNIE FIN RICHMONT	5,220,000	541,945	0.01%	21,471,860.90
REI	REINET INVESTMENTS SCA	1,959,413	1,572,225	0.08%	18,222,087.75
CCO	CAPITAL & COUNTIES PROPERTIES PLC	621,829	518,600	0.08%	9,474,822.00
	TOTAL - OTHER				481,452,837.13
	TOTAL				649,844,946.47

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	444,191	0.00	122,263,572.75
	TOTAL				122,263,572.75

E5: EQUITIES - UNLISTED

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

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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	-164,092,500.00
B25836	BILQ JUN11 157 PUT	PUT	06/2011	1,438.41
B25920	IMPQ JUN11 139.59 PUT	PUT	06/2011	83,290.20
B25922	IMPQ JUN11 187.91 CALL	CALL	06/2011	2,280,232.92
B25924	IMPQ JUN11 250.54 CALL	CALL	06/2011	-264,414.62
B31306	DTOPM1 PUT 5800.00 220711	PUT	07/2011	-4,537,645.48
B31822	DTOPZ1 PUT 5500.00 161211	PUT	12/2011	-4,182,272.54
B31824	DTOPU1 PUT 5650.00 16092011	PUT	09/2011	-4,509,857.94
B37043	DTOP SEP 11 6000 PUT	PUT	09/2011	-9,181,734.54
B37163	DTOP DEC11 5950 PUT	PUT	12/2011	-8,575,668.39
DTOPM1	DTOPM1 JUNE 2011		06/2011	34,305,200.00
B37024	ALSI SEPT11 23000 PUT	PUT	09/2011	-562,836.00
B39757	ALSI SEPT11 27000 PUT	PUT	09/2011	998,140.00
B40471	ALSI SEPT11 31700 CALL	CALL	09/2011	-256,932.00
Y186K1	R186 MAY 2011		05/2011	105,937,541.00
	TOTAL FUTURES			-52,558,018.98

I: COLLECTIVE INVESTMENT SCHEMES

Share Code	Description	Fund Market Value
CAB001	CAB001 CORONATION ACTIVE BOND	415,419,061.25
RILWEQTE	RUSSELL INVESTMENTS WORLD EQUITY CLASS B ACC	392,688,524.36
PHIFB	PRU HIGH INTEREST FUND CLASS B	157,379,428.99
CCOREA	CORONATION STRATEGIC CASH PF	29,940,264.73
	TOTAL	995,427,279.33

K: OTHER PORTFOLIO ASSETS

Share Code	Description	Fund Market Value
ALGLFORB	ALLAN GAY LIFE ORBIS GLOBAL EQUITY	355,094,236.07
ALGLPFMF	ALLAN GRAY LIFE FOREIGN PORTFOLIO MUTUAL FUNDS	339,999,376.16
	TOTAL	695,093,612.23

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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								
ABSA BANK	291,337,004.71	10,209,232.90	0.00	0.00	0.00	789,402,801.27	1,068,949,768.97	18.70%
AFRICAN BANK LIMITED	51,415,315.15	0.00	0.00	0.00	0.00	88,209,216	139,624,531.18	2.44%
FIRSTRAND BANK LTD	0.00	0.00	0.00	0.00	0.00	28,934,682.11	28,934,682.11	0.51%
INVESTEC BANK LTD	48,531,731.40	0.00	0.00	0.00	0.00	124,853,133.79	173,384,865.19	3.03%
CAPITEC BANK LIMITED	28,325,739.25	0.00	0.00	0.00	0.00	94,419,692.68	122,745,431.93	2.15%
DEVELOPMENT BANK OF SA	0.00	0.00	0.00	0.00	0.00	6,207,168.83	6,207,168.83	0.11%
NEDBANK LIMITED	13,853,793.66	-30,274,595.81	0.00	0.00	0.00	22,173,938.27	22,173,938.27	0.39%
RMB	622,401.25	0.00	0.00	0.00	0.00	196,655,338.78	180,234,536.63	3.15%
STANDARD BANK OF SA	148,588,024.00	18,484,558.80	0.00	0.00	0.00	90,096,530.14	90,718,931.39	1.59%
SAFEXX		21,999,269.91	0.00	0.00	0.00	137,853,100.64	304,925,683.44	5.33%
ASSET MANAGERS LOCAL								
ALLAN GRAY	1,611,006.80	23,858,123.50	0.00	0.00	0.00	1,690,520,891.56	1,715,990,021.86	30.01%
CORONATION FUND MANAGERS	0.00	0.00	0.00	0.00	0.00	695,093,612.23	695,093,612.23	12.16%
PRUDENTIAL PORT MGR	1,611,006.80	8,941,617.88	0.00	0.00	0.00	445,359,325.98	455,911,950.66	7.97%
RUSSELL INVESTMENTS	0.00	14,916,505.62	0.00	0.00	0.00	157,379,428.99	172,295,934.61	3.01%
ASSET MANAGERS FOREIGN								
INSURANCE COMPANIES								
ALEXANDER FORBES	82,063,222.94	22,635.62	0.00	0.00	0.00	45,853,222.83	127,939,081.39	2.24%
LIBERTY GROUP LTD	5,763,807.00					3,089,157.00	5,763,807.00	0.10%
METROPOLITAN	4,045,590.00					2,081,162.40	7,134,747.00	0.12%
MOMENTUM GROUP LTD						3,402,302.76	2,081,162.40	0.04%
DISCOVERY HLD	11,922,751.61					7,414,782.18	3,402,302.76	0.06%
SANLAM	34,811,880.00	22,635.62				42,249,297.80	11,922,751.61	0.21%
OLD MUTUAL	25,519,194.33					24,878,936.04	42,249,297.80	0.74%
SANTAM LIMITED						4,986,882.45	50,398,130.37	0.88%
TOTAL	375,011,234.45	34,089,992.02	0.00	0.00	0.00	2,525,776,915.66	2,912,878,872.22	50.95%
PARTICIPATING EMPLOYERS								
TOTAL	375,011,234.45	34,089,992.02	0.00	0.00	0.00	2,525,776,915.66	2,912,878,872.22	50.95%

FAIR ASSET VALUE OF THE FUND

5,717,602.027

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J: RISK MANAGEMENT
EQUITY

Share Code	Description	Fair Value at end of	Open Financial	Total Fair Value	Market movement by
SOL	SASOL LTD	239,008,951.39	0.00%	239,008,951.39	250,959,399
SAB	SA BREWERIES ORD SHARES	168,392,109.34	0.00%	168,392,109.34	176,811,715
MTN	MTN GROUP LTD	167,669,993.54	0.00%	167,669,993.54	176,053,493
SBK	STANDARD BANK GROUP LTD	148,588,024.00	0.00%	148,588,024.00	156,017,425
BTI	BRITISH AMERICAN TOBACCO PLC SHARES	122,263,572.75	0.00%	122,263,572.75	128,376,751
BIL	BILLITON PLC	117,879,840.00	0.00%	117,879,840.00	123,773,832
AGL	ANGLO AMERICAN PLC	111,917,704.50	0.00%	111,917,704.50	117,513,590
NPN	NASPERS LTD	87,958,780.00	0.00%	87,958,780.00	92,356,719
IMP	IMPALA PLATINUM	59,579,928.42	0.00%	59,579,928.42	62,558,925
ASA	ABSA GROUP LIMITED	51,415,315.15	0.00%	51,415,315.15	53,986,081
TOTAL OF 10 LARGEST EQUITY HOLDINGS		1,274,674,219.09	0.00%	1,274,674,219.09	1,338,407,930.04
TOTAL MOVEMENT AS % OF NON CURRENT ASSETS					1.11

FAIR ASSET VALUE OF THE FUND

5,717,602,027

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	415,419,061.25	0.00%	415,419,061.25	436,190,014.31
RILWEQTB	RUSSELL INVESTMENTS WORLD EQUITY CLASS B ACC	392,688,524.36	0.00%	392,688,524.36	412,322,950.58
ALGLFORB	ALLAN GAY LIFE ORBIS GLOBAL EQUITY	355,094,236.07	0.00%	355,094,236.07	372,848,947.87
ALGLFPMF	ALLAN GRAY LIFE FOREIGN PORTFOLIO MUTUAL FUNDS	339,999,376.16	0.00%	339,999,376.16	356,999,344.97
PHIFB	PRU HIGH INTEREST FUND CLASS B	157,379,428.99	0.00%	157,379,428.99	165,248,400.44
FRX15	FIRST RAND 8.75 14032015	47,227,388.67	0.00%	47,227,388.67	49,374,903.31
17185	ZAM000017185 RMB NCD 160511 6.775	45,900,800.07	0.00%	45,900,800.07	46,249,206.23
NBK2A	NEDBANK 10.55 15092015	37,449,497.16	0.00%	37,449,497.16	39,139,329.79
16021	ZAM000016021 ABSA NCD 6.825 030511	31,373,999.96	0.00%	31,373,999.96	31,523,193.45
SBS9	STANDARD BANK FIXED 11.42 07072016	30,035,824.42	0.00%	30,035,824.42	30,800,809.75
TOTAL OF 10 LARGEST OTHER FINANCIAL HOLDINGS		1,852,568,137.11	0.00%	1,852,568,137.11	1,940,697,100.70
TOTAL MOVEMENT AS % OF NON CURRENT ASSETS					1.54

FAIR ASSET VALUE OF THE FUND

5,717,602,027

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	232,075,262.00	243,679,025.10
WEFB	THE WORLD EQUITY FUND B	169,777,911.00	178,266,806.55
AGLGEF	ALLAN GRAY GLOBAL EQUITY PORTFOLIO	147,092,314.00	154,446,929.70
BTI	BRITISH AMERICAN TOBACCO PLC	122,263,572.75	128,376,751.39
TOTAL OF 10 LARGEST FOREIGN EQUITY HOLDINGS		671,209,059.75	704,769,512.74
TOTAL MOVEMENT AS % OF NON CURRENT ASSETS			0.59

FAIR ASSET VALUE OF THE FUND

5,717,602,027

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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
1/12/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	252,000.00	6,000	VARIOUS	NEDBANK LTD	290,652.46
1/12/2011	IMP	IMPALA PLATINUM	VARIOUS	859,410.00	4,500	VARIOUS	NEDBANK LTD	247,638.60
1/12/2011	MNP	MONDI PLC	VARIOUS	39,066.00	600	VARIOUS	NEDBANK LTD	
1/12/2011	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	2,199,750.00	21,000	VARIOUS	NEDBANK LTD	620,109.54
1/13/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	4,753,905.00	19,500	VARIOUS	NEDBANK LTD	1,335,482.08
1/14/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	1,219,850.00	31,000	VARIOUS	NEDBANK LTD	100,517.45
1/14/2011	IMP	IMPALA PLATINUM	VARIOUS	477,450.00	2,500	VARIOUS	NEDBANK LTD	
1/14/2011	NPN	NASPERS LIMITED	VARIOUS	945,000.00	2,500	VARIOUS	NEDBANK LTD	249,685.15
1/17/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	1,554,325.00	39,500	VARIOUS	NEDBANK LTD	
1/18/2011	NPN	NASPERS LIMITED	VARIOUS	945,000.00	2,500	VARIOUS	NEDBANK LTD	
1/26/2011	MVS	MVELASERVE LTD	VARIOUS	621,600.00	51,800	VARIOUS	NEDBANK LTD	
1/27/2011	AFX	AFRICAN OXYGEN LIMITED	VARIOUS	226,683.90	12,807	VARIOUS	NEDBANK LTD	24,687.27
1/27/2011	MVS	MVELASERVE LTD	VARIOUS	468,000.00	39,000	VARIOUS	NEDBANK LTD	
1/31/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	4,956,250.70	20,330	VARIOUS	NEDBANK LTD	
10/25/2010	MNP	MONDI PLC	VARIOUS	4,199,595.00	64,500	VARIOUS	NEDBANK LTD	
10/28/2010	AFX	AFRICAN OXYGEN LIMITED	VARIOUS	159,530.10	9,013	VARIOUS	NEDBANK LTD	
11/11/2010	BIL	BILLITON PLC	VARIOUS	67,969.44	252	VARIOUS	NEDBANK LTD	560,142.97
11/11/2010	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	1,928,150.00	49,000	VARIOUS	NEDBANK LTD	
11/11/2010	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	1,905,088.25	18,187	VARIOUS	NEDBANK LTD	
11/12/2010	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	1,101,236.75	10,513	VARIOUS	NEDBANK LTD	
11/15/2010	BIL	BILLITON PLC	VARIOUS	72,824.40	270	VARIOUS	NEDBANK LTD	
11/17/2010	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	8,785,801.50	83,874	VARIOUS	NEDBANK LTD	
11/17/2010	SOL	SASOL LIMITED	VARIOUS	8,386,847.28	21,672	VARIOUS	NEDBANK LTD	1,063,468.00
11/19/2010	KIO	KUMBA IRON ORE	VARIOUS	264,047.00	563	VARIOUS	NEDBANK LTD	
11/22/2010	BIL	BILLITON PLC	VARIOUS	190,961.76	708	VARIOUS	NEDBANK LTD	
11/22/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	4,591,297.07	18,833	VARIOUS	NEDBANK LTD	
11/23/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	1,852,804.00	7,600	VARIOUS	NEDBANK LTD	
11/24/2010	SLM	SANLAM LIMITED	VARIOUS	275,660.00	10,024	VARIOUS	NEDBANK LTD	969,250.88
11/29/2010	TFG	The Foschini Group Ltd	VARIOUS	778,021.76	9,136	VARIOUS	NEDBANK LTD	12,607.68
11/8/2010	BIL	BILLITON PLC	VARIOUS	7,012,720.00	26,000	VARIOUS	NEDBANK LTD	
12/10/2010	TKG	TELKOM SA LIMITED	VARIOUS	1,799,673.48	49,428	VARIOUS	NEDBANK LTD	285,270.00
12/15/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	4,144,430.00	17,000	VARIOUS	NEDBANK LTD	
12/17/2010	NTC	NETWORK HEALTHCARE HOLDINGS	VARIOUS	16,410,221.59	1,148,371	VARIOUS	NEDBANK LTD	250,248.81
12/17/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	1,950,320.00	8,000	VARIOUS	NEDBANK LTD	
12/20/2010	MNP	MONDI PLC	VARIOUS	793,690.90	12,190	VARIOUS	NEDBANK LTD	
12/21/2010	MTN	MTN GROUP LIMITED	VARIOUS	4,258,665.00	30,300	VARIOUS	NEDBANK LTD	341,020.89
12/21/2010	REI	REINET INVESTMENTS SCA	VARIOUS	815,890.50	70,947	VARIOUS	NEDBANK LTD	
12/21/2010	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	1,975,430.37	8,103	VARIOUS	NEDBANK LTD	
12/28/2010	ILV	ILLOVO SUGAR LIMITED	VARIOUS	612,144.00	22,672	VARIOUS	NEDBANK LTD	
12/3/2010	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	1,877,643.75	17,925	VARIOUS	NEDBANK LTD	
12/7/2010	IMP	IMPALA PLATINUM	VARIOUS	1,367,034.84	7,158	VARIOUS	NEDBANK LTD	
2/1/2011	KIO	KUMBA IRON ORE	VARIOUS	234,500.00	500	VARIOUS	NEDBANK LTD	

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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
2/1/2011	LHC	LIFE HEALTHCARE GROUP LTD	VARIOUS	696,907.44	44,136	VARIOUS	NEDBANK LTD	
2/1/2011	FSR	FIRST RAND	VARIOUS	1,218,735.70	61,243	VARIOUS	NEDBANK LTD	369,340.76
2/1/2011	KIO	KUMBA IRON ORE	VARIOUS	4,080,300.00	8,700	VARIOUS	NEDBANK LTD	
2/1/2011	RDF	REDEFINE INCOME FUND LIMITED	VARIOUS	66,168.48	8,799	VARIOUS	NEDBANK LTD	175,732.86
2/1/4/2011	BIL	BILLITON PLC	VARIOUS	12,541,980.00	46,500	VARIOUS	NEDBANK LTD	
2/1/4/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	736,100.00	42,500	VARIOUS	NEDBANK LTD	
2/1/4/2011	RDF	REDEFINE INCOME FUND LIMITED	VARIOUS	8,017,402.88	1,066,144	VARIOUS	NEDBANK LTD	
2/1/5/2011	BIL	BILLITON PLC	VARIOUS	7,534,628.20	27,935	VARIOUS	NEDBANK LTD	
2/1/5/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	1,581,870.00	40,200	VARIOUS	NEDBANK LTD	
2/1/5/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	926,620.00	53,500	VARIOUS	NEDBANK LTD	
2/1/5/2011	RDF	REDEFINE INCOME FUND LIMITED	VARIOUS	692,855.20	92,135	VARIOUS	NEDBANK LTD	
2/1/5/2011	TKG	TELKOM SA LIMITED	VARIOUS	854,178.60	23,460	VARIOUS	NEDBANK LTD	
2/1/6/2011	ASA	ASBA GROUP LIMITED	VARIOUS	13,342,758.75	97,215	VARIOUS	NEDBANK LTD	
2/1/6/2011	CFR	COMPAGNIE FIN RICHMONT	VARIOUS	2,714,795.85	68,991	VARIOUS	NEDBANK LTD	
2/1/6/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	7,384,608.00	175,824	VARIOUS	NEDBANK LTD	
2/1/6/2011	GFI	GOLDFIELDS LIMITED	VARIOUS	1,177,500.00	10,000	VARIOUS	NEDBANK LTD	
2/1/6/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	917,960.00	53,000	VARIOUS	NEDBANK LTD	
2/1/6/2011	MTN	MTN GROUP LIMITED	VARIOUS	42,545,187.75	302,705	VARIOUS	NEDBANK LTD	33,019.70
2/1/6/2011	OML	OLD MUTUAL	VARIOUS	8,255,815.21	550,021	VARIOUS	NEDBANK LTD	
2/1/6/2011	REI	REINET INVESTMENTS SCA	VARIOUS	2,680,408.50	233,079	VARIOUS	NEDBANK LTD	
2/1/6/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	585,096.00	2,400	VARIOUS	NEDBANK LTD	
2/1/6/2011	SBK	STANDARD BANK GROUP LIMITED	VARIOUS	17,023,236.75	162,513	VARIOUS	NEDBANK LTD	
2/1/6/2011	SLM	SANLAM LIMITED	VARIOUS	10,923,990.00	397,236	VARIOUS	NEDBANK LTD	
2/1/6/2011	VOD	VODACOM GROUP PTY LTD	VARIOUS	7,435,350.00	93,000	VARIOUS	NEDBANK LTD	325,253.20
2/18/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	762,137.10	5,086	VARIOUS	NEDBANK LTD	200,601.00
2/18/2011	GFI	GOLDFIELDS LIMITED	VARIOUS	1,179,972.75	10,021	VARIOUS	NEDBANK LTD	
2/18/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	103,313.80	5,965	VARIOUS	NEDBANK LTD	
2/18/2011	MNP	MONDI PLC	VARIOUS	4,325,127.08	66,428	VARIOUS	NEDBANK LTD	81,490.68
2/18/2011	NED	NEDBANK LIMITED	VARIOUS	4,700,896.44	32,878	VARIOUS	NEDBANK LTD	
2/18/2011	NFN	NASPERS LIMITED	VARIOUS	3,421,656.00	9,052	VARIOUS	NEDBANK LTD	
2/18/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	5,070,832.00	20,800	VARIOUS	NEDBANK LTD	
2/18/2011	TBS	TIGER BRANDS LIMITED	VARIOUS	3,219,480.00	18,000	VARIOUS	NEDBANK LTD	8,883.26
2/18/2011	TKG	TELKOM SA LIMITED	VARIOUS	1,870,017.60	51,360	VARIOUS	NEDBANK LTD	
2/23/2011	VOD	VODACOM GROUP PTY LTD	VARIOUS	2,443,911.60	30,568	VARIOUS	NEDBANK LTD	
2/24/2011	NHM	NORTHAM PLATINUM LIMITED	VARIOUS	43,990.00	1,000	VARIOUS	NEDBANK LTD	79,151.15
2/3/2011	LHC	LIFE HEALTHCARE GROUP LTD	VARIOUS	876,692.38	55,522	VARIOUS	NEDBANK LTD	
2/8/2011	ANG	ANGLO GOLD ASHANTI LIMITED	VARIOUS	198,936.00	614	VARIOUS	NEDBANK LTD	
2/8/2011	MTN	MTN GROUP LIMITED	VARIOUS	15,364,785.45	109,319	VARIOUS	NEDBANK LTD	
3/1/2011	FSR	FIRST RAND	VARIOUS	4,397,900.00	221,000	VARIOUS	NEDBANK LTD	
3/1/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	524,475.00	3,500	VARIOUS	NEDBANK LTD	
3/1/2011	CPL	CAPITAL PROPERTY FUND	VARIOUS	7,870.00	1,000	VARIOUS	NEDBANK LTD	
3/1/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	231,000.00	5,500	VARIOUS	NEDBANK LTD	
3/1/2011	REI	REINET INVESTMENTS SCA	VARIOUS	172,500.00	15,000	VARIOUS	NEDBANK LTD	

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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
3/16/2011	ANG	ANGLOGOLD ASHANTI LIMITED	VARIOUS	11,192,256.00	34,544	VARIOUS	NEDBANK LTD	
3/16/2011	ASA	ASBA GROUP LIMITED	VARIOUS	3,499,875.00	25,500	VARIOUS	NEDBANK LTD	
3/16/2011	ILV	ILLOVO SUGAR LIMITED	VARIOUS	6,623,100.00	245,300	VARIOUS	NEDBANK LTD	
3/16/2011	INP	INVESTEC PLC	VARIOUS	4,679,559.00	88,965	VARIOUS	NEDBANK LTD	206,832.80
3/16/2011	REI	REINET INVESTMENTS SCA	VARIOUS	1,776,244.00	154,456	VARIOUS	NEDBANK LTD	
3/16/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	6,631,088.00	27,200	VARIOUS	NEDBANK LTD	
3/18/2011	NHM	NORTHAM PLATINUM LIMITED	VARIOUS	65,985.00	1,500	VARIOUS	NEDBANK LTD	
3/2/2011	TKG	TELKOM SA LIMITED	VARIOUS	267,322.22	7,342	VARIOUS	NEDBANK LTD	
3/22/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	359,701.76	20,768	VARIOUS	NEDBANK LTD	
3/22/2011	HAR	HARMONY GOLD MINING COMPANY	VARIOUS	2,567,441.82	25,107	VARIOUS	NEDBANK LTD	
3/23/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	601,497.90	4,014	VARIOUS	NEDBANK LTD	
3/24/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	399,500.10	2,666	VARIOUS	NEDBANK LTD	
3/25/2011	VOD	VODACOM GROUP PTY LTD	VARIOUS	1,359,150.00	17,000	VARIOUS	NEDBANK LTD	
3/28/2011	NHM	NORTHAM PLATINUM LIMITED	VARIOUS	395,910.00	9,000	VARIOUS	NEDBANK LTD	
3/29/2011	PPT	FOUNTAINHEAD PROPERTY TRUST	VARIOUS	1,116,000.00	180,000	VARIOUS	NEDBANK LTD	
3/29/2011	FSR	FIRST RAND	VARIOUS	12,535,010.00	629,900	VARIOUS	NEDBANK LTD	431.02
3/29/2011	IMP	IMPALA PLATINUM	VARIOUS	2,597,328.00	13,600	VARIOUS	NEDBANK LTD	
3/29/2011	MVS	MVELASERVE LTD	VARIOUS	3,600.00	300	VARIOUS	NEDBANK LTD	
3/29/2011	NHM	NORTHAM PLATINUM LIMITED	VARIOUS	87,980.00	2,000	VARIOUS	NEDBANK LTD	
3/29/2011	PIK	PICK N PAY STORES LIMITED	VARIOUS	96,600.00	2,000	VARIOUS	NEDBANK LTD	
3/29/2011	RDF	REDEFINE INCOME FUND LIMITED	VARIOUS	458,720.00	61,000	VARIOUS	NEDBANK LTD	
3/3/2011	FSR	FIRST RAND	VARIOUS	531,330.00	26,700	VARIOUS	NEDBANK LTD	
3/3/2011	IMP	IMPALA PLATINUM	VARIOUS	3,112,974.00	16,300	VARIOUS	NEDBANK LTD	
3/3/2011	KIO	KUMBA IRON ORE	VARIOUS	157,584.00	336	VARIOUS	NEDBANK LTD	
3/30/2011	BVT	THE BIDVEST GROUP LIMITED	VARIOUS	449,550.00	3,000	VARIOUS	NEDBANK LTD	
3/30/2011	CPL	CAPITAL PROPERTY FUND	VARIOUS	1,101,800.00	140,000	VARIOUS	NEDBANK LTD	
3/30/2011	EXX	EXXARO RESOURCES LIMITED	VARIOUS	9,053,550.00	55,800	VARIOUS	NEDBANK LTD	
3/30/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	123,179.84	7,112	VARIOUS	NEDBANK LTD	
3/30/2011	HAR	HARMONY GOLD MINING COMPANY	VARIOUS	4,673,282.00	45,700	VARIOUS	NEDBANK LTD	
3/30/2011	TFG	The Foschini Group Ltd	VARIOUS	169,723.88	1,993	VARIOUS	NEDBANK LTD	
3/31/2011	HAR	HARMONY GOLD MINING COMPANY	VARIOUS	5,507,007.78	53,853	VARIOUS	NEDBANK LTD	
3/4/2011	IMP	IMPALA PLATINUM	VARIOUS	1,260,468.00	6,600	VARIOUS	NEDBANK LTD	
3/4/2011	INP	INVESTEC PLC	VARIOUS	1,052,000.00	20,000	VARIOUS	NEDBANK LTD	
3/4/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	10,117,285.00	41,500	VARIOUS	NEDBANK LTD	
3/31/2011	ACL	ARCELORMITTAL SOUTH AFRICA ltd	VARIOUS	3,606,000.00	40,000	VARIOUS	NEDBANK LTD	
3/7/2011	ASA	ASBA GROUP LIMITED	VARIOUS	2,950,875.00	21,500	VARIOUS	NEDBANK LTD	
3/7/2011	CSO	CAPITAL SHOPPING CENTRES GROUP PLC	VARIOUS	987,000.00	23,500	VARIOUS	NEDBANK LTD	
3/7/2011	PIK	PICK N PAY STORES LIMITED	VARIOUS	72,450.00	1,500	VARIOUS	NEDBANK LTD	
3/7/2011	REI	REINET INVESTMENTS SCA	VARIOUS	1,621,500.00	141,000	VARIOUS	NEDBANK LTD	
3/7/2011	SAB	SOUTH AFRICAN BREWERIES	VARIOUS	16,943,405.00	69,500	VARIOUS	NEDBANK LTD	
3/7/2011	SOL	SASOL LIMITED	VARIOUS	17,608,045.00	45,500	VARIOUS	NEDBANK LTD	
3/8/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	103,920.00	6,000	VARIOUS	NEDBANK LTD	
3/8/2011	IMP	IMPALA PLATINUM	VARIOUS	3,342,150.00	17,500	VARIOUS	NEDBANK LTD	

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 2/8/553/2)
SCHEDULE 1A 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
3/9/2011	GRT	GROWPOINT PROPERTIES LIMITED	VARIOUS	233,820.00	13,500	VARIOUS	NEDBANK LTD	
3/9/2011	PAP	PANGBOURNE PROPERTIES LIMITED	VARIOUS	2,332,404.75	127,803	VARIOUS	NEDBANK LTD	
5/2/2010	RES	RESILIENT	VARIOUS	140,730.00	4,691	VARIOUS	NEDBANK LTD	6,112.46
6/24/2010	SOL	SASOL LIMITED	VARIOUS	743,407.79	1,921	VARIOUS	NEDBANK LTD	
7/20/2010	MNP	MONDI PLC	VARIOUS	2,764,700.82	42,462	VARIOUS	NEDBANK LTD	
8/31/2010	BIL	BILLITON PLC	VARIOUS	13,373,257.04	49,582	VARIOUS	NEDBANK LTD	
8/31/2010	SAP	SAPPI LIMITED	VARIOUS	1,010,743.56	28,698	VARIOUS	NEDBANK LTD	
9/7/2010	SAP	SAPPI LIMITED	VARIOUS	9,685,500.00	275,000	VARIOUS	NEDBANK LTD	
06/21/2010	ABL	ABL	VARIOUS	-	172,258	VARIOUS	NEDBANK LTD	146,419.30
12/20/2010	ABL	ABL	VARIOUS	-	67,959	VARIOUS	NEDBANK LTD	67,959.00
05/31/2010	ALT	ALT	VARIOUS	-	13,800	VARIOUS	NEDBANK LTD	46,782.00
01/17/2011	BAW	BAW	VARIOUS	-	78,599	VARIOUS	NEDBANK LTD	20,969.80
04/26/2010	GDF	GDF	VARIOUS	-	211,833	VARIOUS	NEDBANK LTD	137,691.45
08/17/2010	INL	INL	VARIOUS	-	14,628	VARIOUS	NEDBANK LTD	13,018.92
09/27/2010	IPL	IPL	VARIOUS	-	36,316	VARIOUS	NEDBANK LTD	72,632.00
12/13/2010	JDG	JDG	VARIOUS	-	34,296	VARIOUS	NEDBANK LTD	27,436.80
04/12/2010	MET	MET	VARIOUS	-	73,700	VARIOUS	NEDBANK LTD	44,220.00
12/20/2010	MPC	MPC	VARIOUS	-	194,153	VARIOUS	NEDBANK LTD	230,589.87
07/12/2010	NPK	NPK	VARIOUS	-	200,000	VARIOUS	NEDBANK LTD	50,000.00
01/17/2011	REM	REM	VARIOUS	-	304,000	VARIOUS	NEDBANK LTD	379,040.00
10/18/2010	RMH	RMH	VARIOUS	-	58,212	VARIOUS	NEDBANK LTD	36,074.48
12/13/2010	SPP	SPP	VARIOUS	-	11,844	VARIOUS	NEDBANK LTD	26,293.68
09/20/2010	SUI	SUI	VARIOUS	-	52,599	VARIOUS	NEDBANK LTD	52,599.00
12/13/2010	SYC	SYC	VARIOUS	-	5,556	VARIOUS	NEDBANK LTD	4,288.12
09/20/2010	EWHL	WHL	VARIOUS	-	66,070	VARIOUS	NEDBANK LTD	44,266.90
				<u>472,323,948.11</u>				
					<u>9,324,040.59</u>			

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 2/8/553/2)
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	437,226.84	378,684	VARIOUS	NEDBANK LTD	
1/8/2010 R 209		SOUTH AFRICAN BOND (R209)	VARIOUS	1,444,245.00	2,000,000	VARIOUS	NEDBANK LTD	
11/9/2009 R 203		SOUTH AFRICAN BONDS	VARIOUS	4,030,765.56	4,055,558	VARIOUS	NEDBANK LTD	
11/9/2009 R 203		SOUTH AFRICAN BONDS	VARIOUS	1,360,780.11	1,569,150	VARIOUS	NEDBANK LTD	
11/9/2009 R 204		SOUTH AFRICAN	VARIOUS	592,614.60	600,000	VARIOUS	NEDBANK LTD	
12/8/2010 R 208		SOUTH AFRICAN BONDS	VARIOUS	2,174,033.50	2,500,000	VARIOUS	NEDBANK LTD	
2/27/2009 R 186		REPUBLIC OF SA (R186)	VARIOUS	2,309,191.00	2,000,000	VARIOUS	NEDBANK LTD	
2/27/2009 R 207		SOUTH AFRICAN BONDS(R207)	VARIOUS	2,952,416.94	3,180,000	VARIOUS	NEDBANK LTD	
2/27/2009 R 207		SOUTH AFRICAN BONDS(R207)	VARIOUS	1,578,336.10	1,700,000	VARIOUS	NEDBANK LTD	
9/25/2009 R 204		SOUTH AFRICAN	VARIOUS	7,485,785.15	7,579,076	VARIOUS	NEDBANK LTD	
9/25/2009 R 207		SOUTH AFRICAN BONDS(R207)	VARIOUS	4,865,917.35	5,241,000	VARIOUS	NEDBANK LTD	
9/25/2009 R 207		SOUTH AFRICAN BONDS(R207)	VARIOUS	742,746.40	800,000	VARIOUS	NEDBANK LTD	
9/25/2009 R 208		SOUTH AFRICAN BONDS	VARIOUS	2,501,877.75	2,877,000	VARIOUS	NEDBANK LTD	
9/25/2009 R 209		SOUTH AFRICAN BOND (R209)	VARIOUS	62,044.77	85,920	VARIOUS	NEDBANK LTD	
				32,537,981.07				

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 12/8/553/2)

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	5,745,635
B. LESS: NON-INVESTMENT ITEMS OF STATEMENT OF NET ASSETS & FUNDS	28,033
1 FIXED ASSETS	1,130
2 CURRENT ASSETS (EXCLUDING CASH AT BANK)	26,903
C. FAIR VALUE OF ASSETS - COMPLIANCE	5,717,602

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%	368,241	6.44%
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 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%	365,892	6.40%
(i) Banks	20.00%	365,892	6.40%
(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%	2,349	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%	31,672	0.55%
(a) Inside the Republic—	100.00%	31,672	0.55%
(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%	6,953	0.12%
(iv) Eskom	20.00%	24,719	0.43%
(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%	58,126	1.02%

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 12/8/553/2)

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%	122,155	2.14%
(a) Inside the Republic—	25.00%	122,155	2.14%
(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%	4,081,903	71.39%
These investments are subject to the following limitations::			
(a) Inside the Republic—	75.00%	2,273,803	39.77%
(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%	2,273,803	39.77%
(aa) Companies with a market capitalisation of R2,000 million or less	75.00%	47,534	0.83%
(bb) Companies with a market capitalisation of more than R2,000 million	75.00%	2,226,269	38.94%
(b) Territories outside the Republic—	15.00%	812,673	14.21%
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%	812,673	14.21%
(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%	812,673	14.21%
(c) Inside the Republic- Units in equity collective investment schemes which objective is to invest their assets mainly in shares	75.00%	602,738	10.54%
(d) Outside the Republic Units in equity collective Units in equity collective investment schemes which objective is to invest their assets mainly in shares	15.00%	392,689	6.87%

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 12/8/553/2)

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%	927,697	16.23%
(a) Inside the Republic—	25.00%	927,697	16.23%
(i) Claims against any individuals	25.00%	0	0.00%
(ii) Claims against companies	25.00%	927,697	16.23%
(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%	127,808	2.24%
(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%	585,847	10.25%
Limitations in respect of investments in items 6 & 7	90.00%	4,204,058	73.53%
Limitations in respect of investments in items 1(b),3(b),5,6(b)7(b),8(b)	15.00%	815,022	14.25%
TOTAL (EQUAL TO THE FAIR VALUE OF ASSETS (C) ABOVE)		5,717,602	

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%	2,349	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%	812,673	14.21%
(e) Units in equity collective investment schemes	15.00%	392,689	6.87%
(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%	1,207,711	21.12%

ANNEXURE E

REPORT OF THE AUDITOR-GENERAL TO THE TRUSTEES OF THE NATAL JOINT MUNICIPAL PENSION FUND (SUPERANNUATION) 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 the Natal Joint Municipal Pension Fund (Superannuation) (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 we 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 (Superannuation) 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.

Auditor-general
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