



**ANNUAL FINANCIAL STATEMENTS
IN TERMS SECTION 15 OF THE PENSION FUNDS ACT NO 24, 1956
AS AMENDED (PENSION FUNDS ACT)**

**NAME OF RETIREMENT FUND: KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT
FUND**

**FINANCIAL SERVICES BOARD
REGISTRATION NUMBER: 12/8/32588/1**

For the period: 1 APRIL 2015 to 31 MARCH 2016

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* Not subject to any engagement by an auditor

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

SCHEDULE A REGULATORY INFORMATION For the year ended 31 March 2016

Registered office of the fund

Postal address: P O Box 33, Westwood, 3633
Physical address: 5 Derby Downs, University Road, Westville, Durban

Financial reporting periods

Current: 01/04/2015 to 31/03/2016
Previous: 01/04/2014 to 31/03/2015

Board of Fund

Full name	E-mail address	Capacity*	Date appointed or re-appointed date (for all Board members)	Date resigned (for all Board members)
Cllr. Mr. Talmage Earl Andrew	director@njumpf.co.za	E	23.07.2007	
Mr. Dube Xolani	director@njumpf.co.za	C	30.04.2014	
Cllr. Nair Yagabaram	director@njumpf.co.za	E	30.05.2014	
Cllr. Mrs. Gumbi Ntombizethu Vera	director@njumpf.co.za	E	21.05.2010	
Cllr. Mr. Nyathi Mzwandile Victor	director@njumpf.co.za	E	19.08.2011	
Cllr. Ms. Mavimbela Hlengiwe Goodness Sindile	director@njumpf.co.za	E	11.11.2011	
Mr. Ndlovu Busani Welcome	director@njumpf.co.za	E	01.10.2014	
Mr. Lemmer Diederik Arnoldus	director@njumpf.co.za	M	24.11.2006	
Mrs. Muir Julie Vanessa	director@njumpf.co.za	M	21.11.2014	27.11.2015
Mr. Duma Archibald	director@njumpf.co.za	M	27.11.2015	
Mr. Mhlungu Norman Nkosiphezulu	director@njumpf.co.za	M	27.03.2012	
Mr. Zama Francis Fanie	director@njumpf.co.za	M	01.10.2014	
Mrs. Magwaza Beatrice Nonsikelelo	director@njumpf.co.za	M	19.04.2013	

* - 'M' denotes member elected
- 'E' denotes employer appointed
- 'A' denotes alternate
- 'C' denotes chairperson

- 'I' denotes independent
- 'R' denotes section 26(2) appointment
- 'S' denotes sponsor appointed
- 'P' denotes pensioner appointed

Governance note: schedule of meetings* held by the Board of Fund in terms of the rules of the fund

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

Meeting date	Place of meeting	Quorum (yes/no)
17.04.2015	Lydgetton, KwaZulu-Natal	Yes
22.05.2015	Westville, KwaZulu-Natal	Yes
29.05.2015	Westville, KwaZulu-Natal	Yes
19.06.2015	Westville, KwaZulu-Natal	Yes
24.07.2015	Lydgetton, KwaZulu-Natal	Yes
29.07.2015	Westville, KwaZulu-Natal	Yes
21.08.2015	Westville, KwaZulu-Natal	Yes
18.09.2015	Westville, KwaZulu-Natal	Yes
23.10.2015	Westville, KwaZulu-Natal	Yes
04.11.2015	Westville, KwaZulu-Natal	Yes
20.11.2015	Westville, KwaZulu-Natal	Yes
27.11.2015	Hillcrest, KwaZulu-Natal	Yes
09.12.2015	Westville, KwaZulu-Natal	Yes
22.01.2016	Westville, KwaZulu-Natal	Yes
18.02.2016	Lydgetton, KwaZulu-Natal	Yes
15.03.2016	Westville, KwaZulu-Natal	Yes

* Only meetings held by the Board of Fund and does not include meetings held by the sub-committees

Fund officers

	Principal officer	Deputy Principal officer	Monitoring person*
Full name:	Sam Camilleri		Sam Camilleri
Postal address:	P O Box 33, Westwood, 3633		P O Box 33, Westwood, 3633
Physical address:	5 Derby Downs, University Road, Westville		5 Derby Downs, University Road, Westville
Telephone number:	031-279 5300		031-279 5300
Email address:	director@njmpf.co.za		director@njmpf.co.za

*(In terms of Section 13A of the Pension Funds Act)

Professional service providers

	Actuary/Valuator	Auditor
Full name:	Argen Actuarial Solutions	Auditor-General of South Africa
Postal address:	P O Box 413266, Craighall, 2024	Private Bag X9034, Pietermaritzburg, 3200
Physical address:	1 st Floor, Marlborough Gate, Hyde Lane, Hyde Park, Johannesburg	Block B, 460 Townbush Road, Cascades, Pietermaritzburg
Telephone number:	011-441 2700	033-264 7518
Email address:	jhb@argen.solutions	pmbra@agsa.co.za

	Benefit administrator	Fund consultant
Full name:	Natal Joint Municipal Pension Funds	
Postal address:	P O Box 33, Westwood, 3633	
Physical address:	5 Derby Downs, University Road, Westville, Durban	
Telephone number:	08610 NJMPF (65673)	

Benefit administrator's registration number in terms of section 13B:	
Fund consultant's FAIS registration number	

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND**REGULATORY INFORMATION - CONTINUED****For the year ended 31 March 2016**

	Investment administrator	Investment advisor
Full name:		Alexander Forbes Financial Services
Postal address:		P O Box 787240, Sandton, 2146
Physical address:		115 West Street, Sandown, 2196
Telephone number:		011-269 0000

Investment administrator's FAIS registration number :	
Investment advisor's FAIS registration number	1177

	Risk insurer	Custodian and/or nominee
Full name:	Camargue	Nedbank Ltd
Postal address:	Postnet Suite 250, Private Bag X4, Bedfordview, 2008	P O Box 1144, Johannesburg, 2000
Physical address:	33 Glenhove Road, Melrose Estate, Johannesburg	16 Constantia Kloof, Roodepoort, Johannesburg
Telephone number:	011-778 9140	011-534 6597
FSP approval no.:	6344	NCRCP16

Participating employers

The following employer/(s) participate in the fund in terms of the rules of the fund:

The list of participating employers is available for inspection at the fund's registered office.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

SCHEDULE B

STATEMENT OF RESPONSIBILITY BY THE BOARD OF FUND

For the year ended 31 March 2016

Responsibilities

The Board of Fund hereby confirm to the best of their knowledge and belief that, during the period under review, in the execution of their duties they have complied with the duties imposed by Pension Funds Act legislation and the rules of the fund, including the following:

- 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 Board of Fund;
- ensured that proper internal control systems were employed by or on behalf of the fund;
- 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 rules of the fund;
- took all reasonable steps to ensure that contributions, where applicable, were paid timeously to the fund or reported where necessary in accordance with section 13A and regulation 33 of the Pension Funds Act;
- obtained expert advice on matters where they lacked sufficient expertise;
- ensured that the rules and the operation and administration of the fund complied with the Pension Funds Act and all applicable legislation;
- ensured that fidelity cover was maintained and that this cover was deemed adequate and in compliance with the rules of the fund; and
- ensured that investments of the fund were implemented and maintained in accordance with the fund's investment strategy.

Approval of the annual financial statements

The annual financial statements of KwaZulu-Natal Joint Municipal Provident Fund are the responsibility of the Board of Fund. The Board of Fund 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 and/or its benefit administrators, provide reasonable assurance that:

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

The annual financial statements set out on Schedules F, G and HA have been prepared for regulatory purposes in accordance with the Regulatory Reporting Requirements for Retirement Funds in South Africa, the rules of the fund and the Pension Funds Act.

These financial statements have been reported on by the independent auditor, Auditor-General of South Africa, who was given unrestricted access to all financial records and related data, including minutes of all relevant meetings. The Board of Fund believes that all representations made to the independent auditor in the management representation letter during the audit were valid and appropriate. The report of the Independent auditor is presented on Schedule D.

Instances of non-compliance

We are not aware of instances of non-compliance with laws and regulations, including the provisions of laws and regulations that determine the reported amounts and disclosures in the financial statements.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

STATEMENT OF RESPONSIBILITY BY THE BOARD OF FUND - CONTINUED For the year ended 31 March 2016

These financial statements:

- were approved by the Board of Fund on 13 September 2016;
- are to the best of the Board members knowledge and belief confirmed to be complete and correct;
- fairly represent the net assets of the fund at 31 March 2016 as well as the results of its activities for the period then ended; and
- are signed on behalf of the Board of Fund by:



CHAIRPERSON

Name: MR X. OLIBE

13 September 2016



BOARD MEMBER

Name: MR. EA. TALMAGE

13 September 2016



BOARD MEMBER

Name: MR. D.A. LEMMER

13 September 2016

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

SCHEDULE C

STATEMENT OF RESPONSIBILITY BY THE PRINCIPAL OFFICER

For the year ended 31 March 2016

I confirm that for the period under review the KwaZulu-Natal Joint Municipal Provident Fund has timeously submitted all regulatory and other returns, statements, documents and any other information as required in terms of the Pension Funds Act and to the best of my knowledge all applicable legislation.

A handwritten signature in black ink, appearing to be 'S. Camilleri', with a long horizontal stroke extending to the right.

PRINCIPAL OFFICER

Sam Camilleri
13 September 2016

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

SCHEDULE D

REPORT OF THE AUDITOR TO THE BOARD OF FUND

Insert the relevant report as indicated in the matrix below:

Schedule	Category	Annexure
Schedule D 1	Umbrella funds	1

* Ordinary – any fund other than an umbrella, Retirement Annuity or Preservation Fund

Report of the auditor-general to the Board of Trustees and the Registrar of Pension funds on the KwaZulu-Natal Joint Municipal Provident Fund

Report on the financial statements

Introduction

1. I have audited the annual financial statements of the KwaZulu-Natal Joint Municipal Provident Fund set out on Schedule F to HA, which comprise the statement of net assets and funds as at 31 March 2016, and the statement of changes in net assets and funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

The Board of Trustees' responsibility for the financial statements

2. The Board of Trustees are responsible for the preparation of these financial statements for regulatory purposes, in accordance with the Regulatory Reporting Requirements for Retirement Funds in South Africa as set out in Annexure B to the financial statements, the requirements of the Pension Funds Act, 1956 (Act No. 24 of 1956) (PFA), and for such internal controls as management determines necessary to enable the preparation of the financial statement that are free from material misstatement, whether due to fraud or error.

Auditor-General's responsibility

3. My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with the International Standards on Auditing. 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.
4. 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 and fair presentation 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.
5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

6. In my opinion, the financial statements of KwaZulu-Natal Joint Municipal Provident Fund as at 31 March 2016 have been prepared, in all material respects, in accordance with the Regulatory Reporting Requirements for Retirement Funds in South Africa as set out in Annexure B to the financial statements and the requirements of the PFA.

Emphasis of matters

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

Basis of accounting

8. The financial statements are prepared in accordance with the basis of preparation indicated above. Consequently, the financial statements and related auditor's report may not be suitable for another purpose.

Report on other legal and regulatory requirements

9. In accordance with the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA) and the general notice issued in terms thereof, I have a responsibility to report findings on the reported performance information against predetermined objectives, compliance with legislation and internal control. The objective of my tests was to identify reportable findings as described under each subheading but not to gather evidence to express assurance on these matters. Accordingly, I do not express an opinion or conclusion on these matters.

Predetermined objectives

10. I did not audit performance against predetermined objectives, as the fund is not required to prepare a report on its performance against predetermined objectives. The fund does not fall within the ambit of the Public Finance Management Act of South Africa, 1999 (Act No. 1 of 1999) and the PFA internal frameworks and policies do not require reporting on performance against predetermined objectives.

Compliance with laws and regulations

11. I performed procedures to obtain evidence that the fund had complied with applicable legislation regarding financial matters, financial management and other related matters. I did not identify any instances of material non-compliance with specific matters in key legislation, as set out in the general notice issued in terms of the PAA.

Internal control

12. I considered internal control relevant to my audit of the financial statements and compliance with legislation. I did not identify any significant deficiencies in Internal control.

Auditor-General

Pietermaritzburg

30 August 2016



Auditing to build public confidence

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

SCHEDULE E

REPORT OF THE BOARD OF FUND

For the year ended 31 March 2016

1. DESCRIPTION OF THE FUND

1.1. Type of fund

The fund is a provident fund and is a defined contribution fund.

1.2. Benefits

1.2.1. The Fund was established in 1996 as a defined contribution fund, and provides lump sum benefits only upon the retirement or death of members based on total accruals in respect of contributions paid by both member and employer, plus profit and interest earned.

1.2.2 Unclaimed benefits

The Strategy of Board of Fund towards 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.

1.3. Contributions

1.3.1. Description in terms of the rules of the fund.

1.3.1.1. Members' may choose to contribute at a rate of 5%, 7% or 9.25% of their pensionable emoluments.

Members may make additional voluntary contributions as per the rules of the fund.

1.3.1.2. Participating employers contribute at a rate of 1.95 times the rate of members contributions.

1.4. Rules/ amendments

1.4.1. Amendments (period under review)

There were no rule amendments during the year under review.

1.4.2. Revised rules / consolidated rules:

During the current financial period the rules of the fund were not revised / consolidated.

1.5. Reserves and specified accounts established in terms of the rules of the fund investment reserve, Risk reserve – please see note 21.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

REPORT OF THE BOARD OF FUND - CONTINUED

For the year ended 31 March 2016

2. INVESTMENTS

2.1. Investment strategy

The primary objective of the Fund is to maximise the value of retirement benefits of members within defined and acceptable risk parameters. The members bear the investment risk as benefits payable from the fund are dependent on the returns earned on the underlying assets.

A smoothed bonus approach is adopted whereby returns are credited on a monthly interim basis with a final return declared after the financial review of the fund is completed by the Actuary.

2.1.1. *General: 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.*

2.1.2. *Individual member choice: N/a*

2.1.3. *Unclaimed benefits: The strategy of the Fund 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.*

2.1.4. *Surplus apportionment allocations: N/a*

2.1.5. *Reserve accounts : N/a*

2.1.6. *Settlement income: N/a*

2.1.7. *Derivative Instruments: The Board of Fund utilises derivative instruments as part of their investment strategy. The Board of Fund ensures that the following have been complied with:*

- *The exposure of the asset class does not exceed the maximum percentages as prescribed to the underlying asset as set out in Regulation 28.*
- *The investment mandate is in place and reviewed by the Board of Fund on a regular basis to ensure compliance with the requirements as prescribed by Regulation 28 and the relevant Notice.*
- *The investments are monitored for compliance with the provisions of regulation 28 and adherence to the Investment mandate.*

2.1.8. *Hedge funds: The Board of Fund does not utilise hedge funds as part of their investment strategy.*

2.1.9. *Private Equity Funds: The Board of Fund does not utilise private equity funds as part of their investment strategy.*

2.1.10. *Securities Lending Transactions: The Board of Fund utilises securities lending transactions as part of their investment strategy. The Board of Fund ensures that the securities lending transactions are in compliance with the relevant conditions as prescribed by Notice issued by the Registrar of Pension Funds.*

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

REPORT OF THE BOARD OF FUND - CONTINUED

For the year ended 31 March 2016

2.2. Management of Investments

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 *CPI plus 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 from CPI plus 4.5% to at least CPI 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 + 5%	Provident Fund % Return
5 years to 31 st March 2016	10.7	15.3

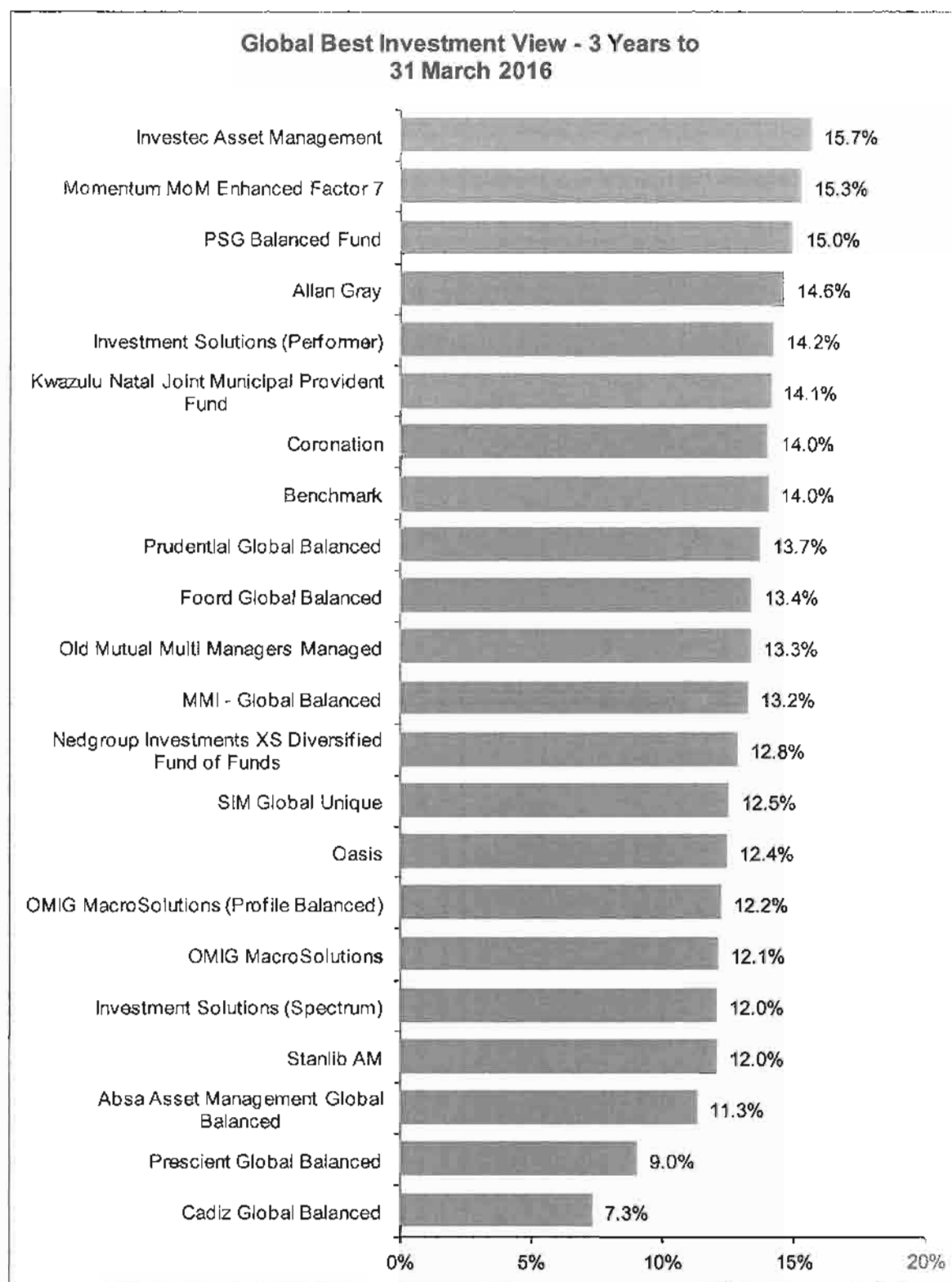
Year	Provident Fund % Return	Investment Manager Benchmark
5 years to 31 st March 2016	15.3	15.3

*The investment objective prior to 1/4/2011 was CPI + 4.5%

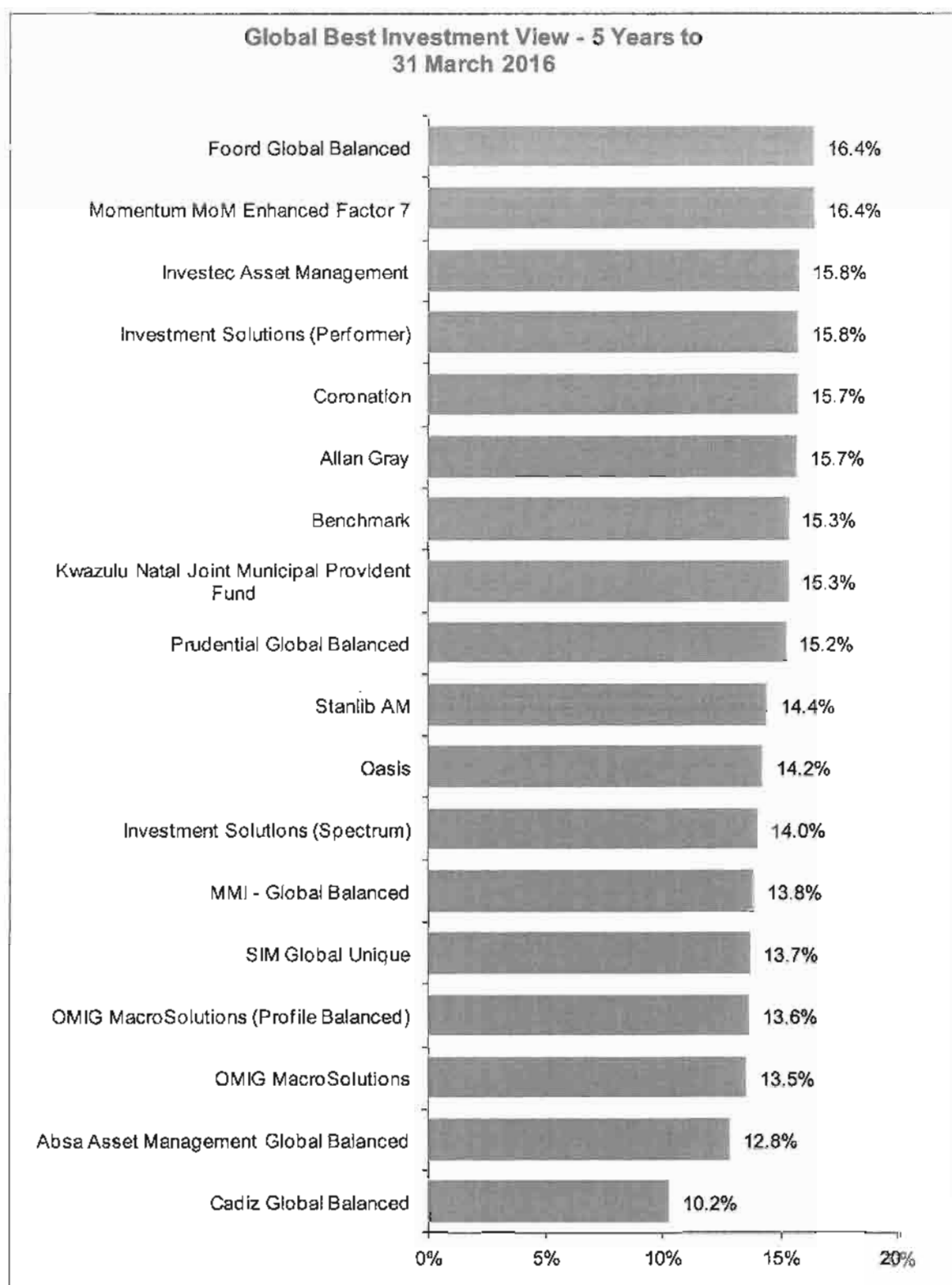
Source: Alexander Forbes -

The Fund has achieved the long term investment objective of achieving at least *CPI+5% over the 5 years to 31 March 2016 having outperformed by 4.6% p.a. The Fund has performed in line with the Investment manager benchmark over the 5 years to 31 March 2016. This lack of outperformance by the domestic asset managers was primarily due to the high performance of the Funds benchmark being SWIX free float equity index. The SWIX index outperformed the JSE All Share Index (ALSI) by some 5% for the twelve months to 31 March 2016. In fact only 14% of SA Equity managers have managed to outperform the SWIX Index in 2014. However given the Funds strategic asset allocation the Provident Fund is consistently ranked in the TOP QUARTILE over the long term, in the Alexander Forbes Global Large Manager Watch. This makes the Fund one of the country's top quartile investment managers, see graphs below:

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND



KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND



Source: Alexander Forbes

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

REPORT OF THE BOARD OF FUND - CONTINUED

For the year ended 31 March 2015

3. MEMBERSHIP

	Active members	Deferred pensioners	Pensioners	Beneficiaries	Unclaimed benefits
Numbers at beginning of period	12028	0	0	0	474
Adjustments					
Additions	1599				171
Transfers in	16				
Transfers out	(45)				
Withdrawals	(292)				
Retirements	(88)			N/a	N/a
Retrenchments				N/a	N/a
Deaths	(101)				N/a
Transfers (from)/to pensioners / deferred pensioners					
Unclaimed Benefit paid					(303)
Numbers at end of period	13117	0	0	0	342
Number at end of period (South African citizen)	13109	0	0	0	342
Number at end of period (non-South African citizen)	8	0	0	0	0

4. ACTUARIAL VALUATION

The financial statements summarise the transactions and net assets of the fund. The financial statements do not take account of liabilities to pay pensions and other benefits in the future. In accordance with the rules of the fund, the actuarial position of the fund, which does take account of such liabilities, is examined and reported on by the actuary at intervals not exceeding three years. An actuarial valuation was performed as at 31 March 2014 and the Valuator reported that the fund was in a sound financial position.

5. SURPLUS APPORTIONMENT OR NIL SCHEME

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.

6. HOUSING LOAN FACILITIES

The fund has granted housing loan guarantees in terms of Section 19(5) of the Pension Funds Act. Each guarantee is secured by the fund credit of the respective member. The loan is limited to 50% of the respective member's fund credit.

7. INVESTMENTS IN PARTICIPATING EMPLOYERS

The fund holds no direct investments in the participating employer.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
SCHEDULE F
STATEMENT OF NET ASSETS AND FUNDS
At 31 March 2016

	Notes	Mar 2016 R	Mar 2015 R
ASSETS			
Non-current assets		2,924,446,066.71	2,688,719,540.79
Plant and equipment	1	4,095,000.00	4,285,882.29
Investments (including investment and owner occupied properties)	2	2,920,351,066.71	2,684,433,658.50
Housing loan facilities	3	-	-
Surplus improperly utilised receivable	22	-	-
Current assets		217,376,201.10	68,808,341.42
Transfers receivable	5	1,638,023.06	1,466,062.06
Accounts receivable	4	106,532.66	173,523.54
Contributions receivable	12	11,613,579.30	8,288,792.90
Cash at bank		204,018,066.08	58,879,962.92
Surplus Improperly utilised receivable	22	-	-
Total assets		3,141,822,267.81	2,757,527,882.21
FUNDS AND LIABILITIES			
Members' Funds and surplus account		2,626,565,066.96	2,251,336,616.74
Members' Individual accounts		2,626,565,066.96	2,251,336,616.74
Amounts to be allocated	23	-	-
Member surplus account	21	-	-
Reserves		390,367,040.79	384,727,020.79
Reserve accounts	21	390,367,040.79	384,727,020.79
Revaluation reserve: Property, plant and equipment	6	-	-
Total funds and reserves		3,016,932,107.75	2,636,063,637.53
Non-current liabilities		26,411,043.10	25,606,445.17
Employer surplus account	21	-	-
Financial liabilities	16.1	-	-
Provisions	16.2	3,429,564.06	1,946,124.15
Unclaimed benefits	9	22,981,479.04	23,660,321.02
Current liabilities		98,479,116.96	95,857,799.51
Transfers payable	7	1,338,422.51	3,021,900.53
Benefits payable	8	91,494,481.08	88,558,809.74
Accounts payable	10	5,646,213.37	4,039,723.96
Retirement fund taxation	11	-	-
Contributions payable		-	237,365.28
Bank overdraft		-	-
Total funds and liabilities		3,141,822,267.81	2,757,527,882.21

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
SCHEDULE G
STATEMENT OF CHANGES IN NET ASSETS AND FUNDS
For the period ended 31 March 2016

	Notes	A		B		A + B	
		Members' individual accounts & amounts to be allocated/		Reserves		Total	
		Accumulated funds		Refer notes 6 and 21		Mar 2016	
		R	R	R	R	R	Mar 2015
Contributions received and accrued	12	355 965 314,37	80 024 051,26		435 989 365,63	360 495 083,67	
Contributions transferred from reserve accounts	21	-	-	-	-	-	-
Contributions transferred from surplus accounts	21	-	-	-	-	-	-
Surplus improperly utilised	22	-	-	-	-	-	-
Reinsurance proceeds		-	-	-	-	-	-
Net investment income	13	-	161 869 174,74	-	161 869 174,74	329 209 373,25	-
(less) Allocated to unclaimed benefits		-	-	-	-	-	-
Other income (<i>provide details</i>)	13,1	-	-	-	-	-	-
Less:		-	(23 559 728,80)	-	(23 559 728,80)	(18 444 841,32)	-
Re-Insurance premiums		-	-	-	-	-	-
Administration expenses	14	-	(23 559 728,80)	-	(23 559 728,80)	18 444 841,32	-
Retirement fund taxation	11	-	-	-	-	-	-
Net income before transfers and benefits		355 965 314,37	218 333 497,20		574 298 811,57	671 259 615,60	
Transfers and benefits		(161 013 953,82)	(32 416 387,53)		(193 430 341,35)	(187 146 189,58)	
Transfers from other funds	5	6 067 109,83	456 664,18		6 523 774,01	3 914 318,80	
Transfers to other funds	7	(14 890 900,23)	(997 394,29)		(15 888 294,52)	(29 725 869,77)	
Benefits	8	(152 190 163,42)	(31 875 657,42)		(184 065 820,84)	(161 334 638,61)	
Net income after transfers and benefits (carried forward)		194 951 360,55	185 917 109,67		380 868 470,22	484 113 426,02	

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
STATEMENT OF CHANGES IN NET ASSETS AND FUNDS - CONTINUED
For the period ended 31 March 2016

	Notes	A		B		A + B	
		Members' individual accounts & amounts to be allocated/		Reserves		Total	
		Accumulated funds		Refer Notes 6 & 21		Mar 2016	
		R	R	R	R	R	R
Net income after transfers and benefits (brought forward)		194 951 360,55	185 917 109,67		380 868 470,22	484 113 426,02	
Funds and reserves							
Balance at beginning of period		2 251 336 616,74	384 727 020,79		2 636 063 637,53	2 151 950 211,51	
Prior period adjustments	15	2 251 336 616,74	384 727 020,79		2 636 063 637,53	2 151 950 211,51	
Transfer between reserve accounts	21	2 446 287 977,29	570 644 130,46		3 016 932 107,75	2 636 063 637,53	
Investment return allocated		1 536 041,10	-1 536 041,10		-	-	
Current members		178 741 048,57	(178 741 048,57)		-	-	
Former members		171 555 000,00	(171 555 000,00)		-	-	
Surplus and reserve accounts	21	7 186 048,57	(7 186 048,57)		-	-	
Surplus apportionment	21	-	-		-	-	
Revaluation surplus: Property, plant and equipment	6	-	-		-	-	
Transfer between reserve accounts		2 626 565 066,96	390 367 040,79		3 016 932 107,75	2 636 063 637,53	
Employer surplus account		-	-		-	-	
Member surplus account		-	-		-	-	
Allocations to/from surplus accounts		2 626 565 066,96	390 367 040,79		3 016 932 107,75	2 636 063 637,53	
Benefits to former members		-	-		-	-	
Surplus transfers payments		-	-		-	-	
Benefit enhancements - other		-	-		-	-	
Surplus transfers received		-	-		-	-	
Balance at end of period		2 626 565 066,96	390 367 040,79		3 016 932 107,75	2 636 063 637,53	

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

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 Regulatory Reporting Requirement in South Africa, the rules of the Fund, and the provisions of the Pension Funds Act, 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
- * 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

A financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of any other entity. A financial asset or liability is recognised when its contractual arrangements become binding and is derecognised when the contractual rights to the cash flows of the instrument expire or when such rights are transferred in a transaction in which substantially all risks and rewards of ownership of the instrument are transferred.

- * Recognition
- * Financial instruments carried on the statement of net assets and funds include cash and bank balances, investments, receivables and accounts payable.
- * Financial instruments are recognised on acquisition using trade date accounting, which includes transaction costs. Upon initial recognition, financial instruments are designated at fair value through the statement of changes in net assets and funds as the assets or liabilities are managed, evaluated and reported internally on a fair value basis.

Subsequent to initial recognition, these instruments are measured as set out below.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

PRINCIPAL ACCOUNTING POLICIES (continued)

Investments

Investments are classified as "at fair value through the statement of changes in net assets and funds" and are measured at fair value

Debentures and exchange traded funds

The fair value of listed debentures and exchange traded funds traded on active liquid markets is based on regulated exchange quoted ruling closing prices at the close of business on the last trading day on or before the statement of net assets and funds date.

Bills and bonds

Bills and bonds comprise investments in government or provincial administration, local authorities and corporate bonds. The fair value of listed bills and bonds traded on active liquid markets is based on regulated exchange quoted ruling closing prices at the close of business on the last trading day on or before the statement of net assets and funds date.

Cash and deposits

Cash and deposits consists of deposits held at call with banks, other liquid investments with maturities of 12 months or less, structured deposit products and safex margin accounts. Cash and deposits are measured at fair value.

Investments in structured deposit products secured by bonds, which represent agreed annuity payments from banks in return for initial deposit amounts, are valued at the present value of the future cash flows applying market related interest rates stipulated in the structured arrangements.

Equities

Equity instruments consist of equities with primary listing on the JSE, equities with secondary listing on the JSE, foreign listed equities and unlisted equities.

Equity instruments designated as fair value through the statement of net changes in assets and funds by the fund are initially recognised at fair value on trade date.

Listed equities

Equity instruments are subsequently measured at fair value and the fair value adjustments are recognised in the statement of net changes in assets and funds. The fair value of equity instruments with standard terms and conditions and traded on active liquid markets is based on regulated exchange quoted ruling closing prices at the close of business on the last trading day on or before the statement of net assets and funds date.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determined payments that are not quoted in an active market other than those that the fund intends to sell in the short term or that is designated as at fair value through the statement of changes in net assets and funds. Loans and receivables are measured at fair value.

Unlisted equities

If a quoted closing price is not available the fair value is estimated using pricing models, or by applying appropriate valuation techniques such as discounted cash flow analysis or recent arm's length market transactions in respect of equity instruments.

Preference shares

The fair value of listed preference shares traded on active liquid markets is based on regulated exchange quoted ruling closing prices at the close of business on the last trading day on or before the statement of net assets and funds date.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

PRINCIPAL ACCOUNTING POLICIES (continued)

Insurance policies – linked or market-related policies

If the policy is unitised, the value is equal to the market value of the underlying units. Other linked or market-related policies are valued at the market value of the underlying assets for each policy, in line with the insurers valuation practices.

Collective investment schemes

Investments in collective investment schemes are valued at fair value which is the quoted unit values, as derived by the collective investment scheme administrator with reference to the rules of each particular collective investment scheme, multiplied by the number of units.

Derivative market instruments

Derivative market instruments consist of options, equity linked instruments and futures/forwards - SAFEX.

Derivatives are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value. Fair values are obtained from regulated exchange quoted market prices in active markets, including discounted cash flow models and option pricing models, as appropriate. The fund does not classify any derivatives as hedges in a hedging relationship.

The best evidence of the fair value of a derivative at initial recognition is the transaction price (i.e. the fair value of the consideration given or received) unless the fair value of that instrument is evidenced by comparison with other observable current market transactions in the same instrument (i.e. without modification or repackaging) based on a valuation technique whose variables include only data from observable markets.

Options

Options are valued using option pricing models. Options are settled on a daily basis with profits and losses transferred to a deposit account reflected under cash and deposits in the statement of net assets.

Futures/forwards

The fair value of publicly traded derivatives is based on quoted closing prices for assets held or liabilities issued, and current offer prices for assets to be acquired and liabilities held. Futures are settled on a daily basis with profits and losses transferred to a deposit account reflected under cash and deposits in the statement of net assets.

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.

Reserves

Reserve accounts comprise particular amounts of designated income and expenses as set out in the rules of the fund and are recognised in the period in which such income and expenses accrue to the fund.

Accounts receivable

Accounts receivable originated by the Fund are measured initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less any allowance for impairment.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

PRINCIPAL ACCOUNTING POLICIES (continued)

Cash at bank

Cash at bank comprises cash in hand and other short-term liquid investments with original maturities of three months or less, and are measured at fair value.

Accounts payable

Accounts payable are financial liabilities measured initially at fair value, net of transaction costs that are directly attributable to the liability and subsequently measured at amortised cost using the effective interest rate method.

Impairment

Financial assets are carried at amortised cost.

The fund assesses at each statement of net assets and funds date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (a loss event) and that loss event has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

The fund first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant. If the fund determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment.

If there is objective evidence that an impairment loss has been incurred on loans and receivables or held to maturity investments carried at amortised cost, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flow (excluding future credit losses that have been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced and the amount of the loss is recognised in the statement of changes in net assets and funds.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as improved credit rating), the previously recognised impairment loss is reversed in the statement of changes in net assets and funds.

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. The amount recognised is the best estimate of the expenditure required to settle the present obligation at the statement of net assets and funds date, as determined by the judgment of the board of trustees of the fund.

Contingent liabilities

A contingent liability is not recognised in the statement of net assets and funds, but disclosed in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits is remote.

Contingent assets

A contingent asset is not recognised in the statement of net assets and funds, but disclosed in the notes to the financial statements when an inflow of economic benefits is probable.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

PRINCIPAL ACCOUNTING POLICIES (continued)

Contributions

Contributions are measured at the fair value of the consideration received or receivable, and are accrued and recognised in accordance with the actuarial recommendations and the rules of the fund. Any contributions outstanding at the end of the reporting period are recognised as a current asset. Any contributions received in advance at the end of the reporting period are recognised as a current liability.

Interest on late payment of contributions is accounted for in the statement of changes in net assets and funds using the effective interest rate method.

Benefits

Benefits payable and pensions are measured in terms of the rules of the fund.

Benefit payments and monthly pension payments are recognised as an expense when they are due and payable in terms of the rules of the fund. Any benefits not paid at the end of the reporting period are recognised as a current liability - benefits payable.

Investment Income

- * Interest is recognised in the statement of changes in net assets and funds using the effective interest rate method.
- * Dividends are recognised in the statement of changes in net assets and funds when entitlement to revenue is established. This is the last date to trade for equity securities.
- * 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 statement of changes in net assets and funds, during the period in which the change arises.
- * All income derived from script lending is included in the statement of net changes in assets and funds.
- * Expenses in respect of the management of investments are recognised as the service is rendered.

Administration expenses

An expense is recognised if it is probable that any future economic benefit associated with the item will flow from the fund and the item has a cost of value that can be measured with reliability.

Expenses incurred in the administration of retirement funds are recognised in the statement of changes in net assets and funds in the reporting period to which they relate.

In the event that an expense has not been paid at the end of a reporting period the liability will be reflected in the accounts payable note. If the expense was paid in advance or overpayment occurred, the applicable amount will be disclosed under the accounts receivable note.

Accounting policies, changes in accounting estimates and errors

The fund applies adjustments arising from changes in accounting policies and errors prospectively. The adjustments relating to a change in the accounting policy or error is therefore recognised in the current and future periods affected by the change.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

PRINCIPAL ACCOUNTING POLICIES (continued)

Related parties

In considering each possible related party relationship, attention is directed to the substance of the relationship and not merely the legal form.

If there have been transactions between related parties, the fund shall disclose the nature of the related party relationship as well as the following information for each related party relationship (if applicable):

- * The amount of the transactions;
- * The amount of outstanding balances;
- * Their terms and conditions, including whether they are secured, and the nature of the consideration to be provided in the settlement;
- * Details of guarantees given or received;
- * Provisions for doubtful debts related to the amount of outstanding balances; and
- * The expense recognised during the period in respect of bad or doubtful debts due from related parties.

Transfers to and from the Fund

Section 14 transfers to or from the Fund are recognised on the date of approval being granted by the Financial Services Board. Individual transfers are recognised at the values per the section 14 application or the value of the transfer at effective date of the transfer, adjusted for investment return or late payment interest as guided by the application.

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.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
For the period ended 31 March 2016

1	Plant and equipment 1.1 Current period	A		B		C		D		E		A+B+C+D+E	
		Plant		Computer equipment & software		Office equipment		Furniture and fittings		Land and buildings		Total	
		R		R		R		R		R		R	
Gross carrying amount													
	At beginning of period	-		-		-		-		4 285 882,29		4 285 882,29	
	Additions	-		-		-		-		-		-	
	Disposals	-		-		-		-		-		-	
	Revaluation reserve (note 6)	-		-		-		-		-		-	
	Other movements	-		-		-		-		(190 882,29)		(190 882,29)	
	At end of period	-		-		-		-		4 095 000,00		4 095 000,00	
Accumulated depreciation and Impairment													
	At beginning of period	-		-		-		-		-		-	
	Depreciation charges	-		-		-		-		-		-	
	Accumulated depreciation on disposals	-		-		-		-		-		-	
	Impairment	-		-		-		-		-		-	
	Other movements	-		-		-		-		-		-	
	Net carrying amount at end of period	-		-		-		-		4 095 000,00		4 095 000,00	

The land and buildings comprise an office block situated on Remsinder of Erf 3774, Westville. They were revalued by an independent valuator. The fair value was determined directly by reference to observable prices of similar properties.

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
For the period ended 31 March 2018

1 Plant and equipment - continued
1.2 Previous period

	A Plant		B Computer equipment and software		C Office equipment		D Furniture and fittings		E Land & buildings		A+B+C+D+E Total	
	R		R		R		R		R		R	
Gross carrying amount												
At beginning of period	-		-		-		-		-		-	
Additions	-		-		-		-		4 135 732,29		4 135 732,29	
Disposals	-		-		-		-		-		-	
Revaluation reserve (note 6)	-		-		-		-		-		-	
Other movements	-		-		-		-		-		-	
									150 150,00		150 150,00	
At end of period	-		-		-		-		4 285 882,29		4 285 882,29	
Accumulated depreciation and Impairment												
At beginning of period	-		-		-		-		-		-	
Depreciation charges	-		-		-		-		-		-	
Accumulated depreciation on disposals	-		-		-		-		-		-	
Impairment	-		-		-		-		-		-	
Other movements	-		-		-		-		-		-	
Net carrying amount at end of period	-		-		-		-		4 285 882,29		4 285 882,29	

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

2 Investments
2.1 Investment summary

	R	R	R	R	R	R	R	R	R
Cash	153 669 343,15	-	-	153 669 343,15	144 477 806,94	-	-	153 669 343,15	-
Commodities	-	-	-	-	-	-	-	-	-
Debt Instruments including Islamic debt Instruments	473 854 027,34	-	-	473 854 027,34	435 678 616,12	-	-	473 854 027,34	-
Investment properties and Owner occupied properties*	-	-	-	-	-	-	-	-	-
Equities (Including demutualisation shares)	1 468 269 167,33	-	-	1 468 269 167,33	1 414 609 545,37	-	-	1 468 269 167,33	-
Insurance policies	-	-	-	-	-	-	-	-	-
Collective investment schemes	105 381 532,48	719 176 996,08	-	824 558 528,54	612 612 069,67	-	-	824 558 528,54	-
Hedge funds	-	-	-	-	-	-	-	-	-
Private equity funds	-	-	-	-	-	-	-	-	-
Investment in participating employer(s)	-	-	-	-	-	-	-	-	-
Derivative Market instruments	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Total Investments	2 201 174 070,28	719 176 996,08	-	2 920 351 066,71	2 684 433 658,50	-	-	2 920 351 066,71	-

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

2 Investments - continued

2.2 Investments in participating employer/s

	A	B	C	D	E	A+B-C+D+/-E
	At beginning of period	Additions	Repaid/ Disposals	Interest capitalised	Other adjustments	At end of period
	R	R	R	R	R	R
Cash	-	-	-	-	-	-
Commodities	-	-	-	-	-	-
Housing Loans	-	-	-	-	-	-
Debt Instruments including Islamic debt	-	-	-	-	-	-
Equities	-	-	-	-	-	-
Investment properties and Owner Occupied Properties	-	-	-	-	-	-
Hedge Funds	-	-	-	-	-	-
Private equity Funds	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-

[illegible]

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

2.3.2 Previous Period

[illegible]

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

3	Housing loan facilities	3.1	Housing loans	A		B		C		D		E		A+B+C+D+E
				At beginning of period		Granted		Repaid		Interest capitalised		Other adjustments		
				R		R		R		R		R		R
			Loans granted in terms of the rules of the fund and section 19(5) of the Pension Funds Act	-		-		-		-		-		-
			TOTAL	-		-		-		-		-		-

3.2 Housing loan guarantees

- The fund has granted guarantees to Nedbank, First National, Standard and Ithala Banks for loans granted to 876 members of the fund. The guarantees amounted to R28 222 918.60.
- The amount of the guarantee may not exceed 50% of the benefit that a member would receive in terms of the rules of the fund and Section 19(5) of the Pension Funds Act if he or she had to terminate membership to the fund voluntarily.

4 Accounts receivable

	Mar 2016		Mar 2015	
	R		R	
Medical board fees		-		4 238,80
Late payment interest on contributions	46 633,94		26 648,87	
Prepaid expenses	13 763,86		100 001,36	
Sundry debtors	46 134,86		42 634,51	
Refunds of pension over-payments	-		-	
Pensionable service debtors	-		-	
TOTAL	106 532,66		173 523,54	

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2018

5 Transfers from other funds/ Transfers receivable

	Effective date	No. of members	Applied for not yet approved (contingency)	A		B		C		D		A+B+C-D	
				At beginning of period		Transfers approved		Return on transfers		Assets transferred		At end of period	
				R	R	R	R	R	R	R	R	R	R
Total transfers in terms of section 14*													
NJMPF [R]		10	-	1 424 575,48		2 877 044,57		(44 408,24)		3 931 290,69		325 921,12	
NJMPF [S]		6	-	41 486,58		2 413 120,24		27 769,21		1 170 274,09		1 312 101,94	
Other (GEPF)	01/04/2015 to 31/03/2016	0	-	-		1 250 248,23		0,00		1 250 248,23		-	
Total transfers in terms of section 15B/ 15E/ 15F*		0	-	-		-		0,00		-		-	
Individual transfers		0	-	-		-		0,00		-		-	
Total Prospective approvals in terms of section 14*		0	-	-		-		0,00		-		-	
Total		16	-	1 466 062,06		6 540 413,04		(16 639,03)		6 351 813,01		1 638 023,06	
Transfers approved (B)		6 540 413,04											
Return on transfers (C)		(16 639,03)											
Statement of changes in net assets and funds		6 523 774,01											

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

6 Revaluation reserve - Property, plant and equipment

	Mar 2016	Mar 2015
	R	R
At beginning of period	-	-
Revaluation	-	-
Impairments	-	-
Transfer to statement of changes in net assets and funds	-	-
At end of period	-	-

7 Transfers to other funds/ Transfers payable

Effective date	No. of members	Applied for not yet approved (contingency)	A		B		C		D		At end of period
			At beginning of period		Transfers approved		Return on transfers		Assets transferred		
			R	R	R	R	R	R	R	R	R
Total transfers in terms of section 14*											
NJMPF(S)		43		1 110 718,97		12 377 593,25		358 684,42		12 508 574,13	1 338 422,51
Other	01/04/2015 to 31/03/2016	13	-	1 911 181,56		3 084 616,22		87 400,63		5 053 198,41	-
Transfers in terms of section 15B/15E/15F		-	-	-		-		-		-	-
Individual transfers		-	-	-		-		-		-	-
Total Prospective approvals in terms of section 14		-	-	-		-		-		-	-
Total		56	-	3 021 900,53		15 462 209,47		426 085,05		17 571 772,54	1 338 422,51
Transfers approved (B)											
Return on transfers (C)		15 462 209,47									
Statement of Changes in Net Assets and Funds		426 085,05									
		15 888 294,52									

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

8 Benefits
8.1 Benefits – current members

	A	B	C	D	E	A+B+C-D-E
	At beginning of period	Benefits for current period	Return allocated	Payments	Transferred to unclaimed benefits	At end of period
	R	R	R	R	R	R
Monthly pensions	-	-	-	-	-	-
Lump sums on retirements	-	-	-	-	-	-
Full benefit	21 701 392,41	61 800 644,57	1 215 584,25	66 689 371,63	-238 133,68	18 266 383,28
Pensions commuted	-	-	-	-	-	-
Lump sums before retirement	-	-	-	-	-	-
Disability benefits	-	-	-	-	-	-
Death benefits	37 009 285,57	41 183 253,91	2 591 324,98	37 395 339,23	2 386 402,04	41 002 133,19
Withdrawal benefits	29 419 933,85	71 067 928,87	1 876 669,64	72 961 372,67	-2 822 774,92	32 225 984,61
Retrenchment benefits	437 421,30	-437 421,30	-	-	-	-
Minimum benefit payments made in terms of section 15	-	-	-	-	-	-
Defaults - housing loan facilities	-	220 281,05	-	220 281,05	-	-
Divorce payments	-	5 164 653,23	-	5 164 653,23	-	-
Other	-	-596 112,60	-21 025,76	-617 138,36	0,00	0,00
Total (8.1)	88 568 033,13	178 403 237,73	5 662 583,11	181 813 879,45	(674 506,56)	91 494 481,08
Benefits for current period (B)	178 403 237,73					
Return allocated (C)	5 662 583,11					
Statement of changes in net assets and funds	184 065 820,84					

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

8.2 Benefits in terms of surplus apportionment

	A At beginning of period R	B Surplus allocated		C Return allocated		D Payments		E Transferred to Unclaimed Benefits		A+B+C-D-E At end of period R
		R		R		R		R		
Enhancements to pensioners	-		-		-		-		-	-
Enhancements to former members	-		-		-		-		-	-
Total benefits (8.2)	-		-		-		-		-	-
Surplus allocated (B)	-									
Return allocated (C)	-									
Statement of changes in net assets and funds	-									
Total benefits (8.1 + 8.2)	88 568 033,13	178 403 237,73	5 662 583,11	181 813 879,45	-674 506,56	91 494 481,08				

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

9 Unclaimed benefits

	Mar 2016	Mar 2015
	R	R
At beginning of period	23 660 321,02	31 643 930,04
Transferred from benefits payable	13 225 970,78	5 387 132,29
Adjustments	-	-
Investment income allocated	1 482 355,68	-
Less:	(15 387 168,44)	(13 370 741,31)
Tracing expenses	(4 887,96)	1 158,57
Administration expenses	-	-
Other expenses	-	-
Benefits paid	15 392 056,40	13 369 582,74
Transferred to unclaimed benefits fund	-	-
Balance at end of period	22 981 479,04	23 660 321,02

Summarised as follows:

Unclaimed Benefits	784 098,81
Unpaid Benefits	22 220 733,03
Tracing Fee	(23 352,80)
	22 981 479,04

10 Accounts payable

	Mar 2016	Mar 2015
	R	R
Actuary's fees	-	64 324,50
Administration expenses	3 696 715,68	3 013 459,21
Fund managers	-	-
Contributions refundable	-	-
Benefit related payables	56 405,34	-
Sundry creditors	1 893 092,35	961 940,25
Unpaid pensions	-	-
	5 646 213,37	4 039 723,96

11 Retirement Fund Taxation (if applicable)
(RFT abolished from 1 March 2007)

	Mar 2016	Mar 2015
	R	R
Taxable Income	-	-
Less: Formulae reduction	-	-
Retirement fund taxable amount	-	-
Retirement fund taxation @ relevant rate	-	-
Adjustments	-	-
Retirement fund taxation (as per statement of changes in net assets and funds)	-	-
At beginning of period	-	-
Retirement fund taxation	-	-
Penalties and interest	-	-
Other adjustments	-	-
Retirement fund taxation paid	-	-
At end of period	-	-

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2018

12 Contributions	A At beginning of period	B Towards retirement	C Towards re- insurance & expenses	D Contributions received	A+B+C-D At end of period
	R	R	R	R	R
Member contributions -received and accrued	2,810,919.38	147,884,452.48	-	148,460,167.91	4,236,203.96
Employer contributions - received and accrued	3,914,870.54	207,794,313.02	-	206,685,780.18	5,023,403.38
Additional contribution in respect of risk reserve	1,563,002.97	80,024,051.28	-	79,232,082.27	2,354,971.96
Additional voluntary contributions – employer	-	286,548.87	-	286,548.87	-
Additional voluntary contributions – members	-	-	-	-	-
Other (Excessive increases)	-	-	-	-	-
Total	8,288,792.90	435,989,365.63	-	432,864,579.23	11,613,579.30
Towards retirement	435,989,365.63				
Toward re-insurance and expenses	-				
Statement of changes in net assets and funds	435,989,365.63				

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

13	Net investment income		Mar 2016	Mar 2015
			R	R
	Income from investments		114 577 663,47	93 537 007,31
	Dividends		57 468 110,49	47 274 866,27
	Interest		56 985 279,99	46 136 672,89
	Rentals		124 272,99	125 468,15
	Collective Investment schemes distribution		-	-
	Income from Insurance policies		-	-
	Interest on late payment of contributions		79 417,15	47 332,74
	Interest levied on surplus Improperly utilised		-	-
	Adjustment to fair value		60 096 214,44	246 728 276,21
	Profit/loss on disposal of investments		299 485 070,08	83 644 275,40
	Investments written up/down		(239 388 855,64)	163 084 000,81
	Less: Expenses incurred in managing investments		(12 884 120,32)	(11 103 243,01)
	Less: Interest paid on borrowings		-	-
	Total		161 869 174,74	329 209 373,25
13.1	Other Income		Mar 2016	Mar 2015
			R	R
	Bad debts recovered		-	-
	Other		-	-
			-	-
14	Administration expenses		Mar 2016	Mar 2015
		Notes	R	R
	Actuarial fees		600 170,10	451 906,79
	Administration fees		2 056 415,45	1 813 511,01
	Audit fees			
	Audit services		710 490,50	546 517,01
	Expenses		-	-
	Other		-	-
	Bad debts written off		-	-
	Consultancy fees		1 735 429,96	1 417 437,13
	Depreciation - at cost		-	-
	Depreciation - at revaluation		-	-
	Fidelity Insurance		95 354,17	89 109,38
	Levies		202 962,32	184 909,92
	Member communication		1 473 924,37	729 814,67
	Office expenses		1 272 252,25	1 262 969,83
	Operating lease payments		-	-
	Penalties		-	-
	Principal officer expenses	14,3	1 868 316,37	1 572 191,95
	Project costs		378 459,18	-
	Staff expenses	14,2	11 285 824,31	9 023 163,48
	Secretarial fees		-	-
	Board of Fund expenses	14,1	1 880 129,82	1 353 310,15
	Less: Amount allocated to unclaimed benefits	9	-	-
	Total		23 559 728,80	18 444 841,32

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

14 Administration expenses - continued

14.1 Board of Fund expenses

	Mar 2016	Mar 2015
	R	R
Remuneration	-	-
Meeting allowances	547 610,15	599 309,46
Expenses	1 332 519,67	754 000,69
Other payments	-	-
Total	1 880 129,82	1 353 310,15

14.2 Staff expenses

	Mar 2016	Mar 2015
	R	R
Remuneration	9 155 893,65	7 117 197,34
Contributions to retirement fund	1 684 231,31	1 546 652,74
Training expenses	136 885,31	96 668,79
Other payments	308 814,04	262 644,61
Total	11 285 824,31	9 023 163,48

14.3 Principal Officer expenses

	Mar 2016	Mar 2015
	R	R
Fees as Board member	-	-
Remuneration	1 217 937,68	1 037 594,54
Allowances	-	-
Contributions to retirement fund	219 228,75	186 767,05
Bonus	431 149,94	347 830,36
Other payments	-	-
Total	1 868 316,37	1 572 191,95

15 Prior period adjustment

	Mar 2016	Mar 2015
	R	R
Nil	-	-
	-	-

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

16 Financial liabilities and provisions

16.1 Financial liabilities

	Mar 2016 R	Mar 2015 R
Nil	-	-
TOTAL	-	-

16.2 Provisions

	Mar 2016 R	Mar 2015 R
Actuary's fees	462 498,00	427 500,00
Accumulated leave	950 945,38	410 042,47
Staff bonus	1 501 631,44	709 121,07
Audit fees	497 192,48	384 310,01
Consulting fees	17 296,76	15 150,60
TOTAL	3 429 564,06	1 946 124,15

17 Risk management policies

The fund's risk management policies are established to identify and analyse the risks faced by the fund, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the fund's activities.

• **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 Board and 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.

• **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 on-going basis with the result that the funds exposure to bad debts is not significant. An appropriate level of provision is maintained.

• **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 obligations of all parties are clearly set out.

• **Cash flow risk**

Cash flow risk is the risk that future cash flows associated with monetary financial instruments will fluctuate. The fund is exposed to cash flow risk in respect of variable rate debt instruments into which it is invested. The Board of Fund monitors cash flows by using monthly cash flow projections

• **Liquidity risk**

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

- **Market risk**

The key components of market risk are: price risk, interest rate risk and undiversifiable (systemic) risk.

- **Price risk**

Price risk is the risk that the value and/or future cash flow of a financial instrument will fluctuate as a result of changes in market prices.

- **Interest rate risk**

Interest rate risk is the risk that the value and/or future cash flows of financial instruments will fluctuate as a result of changes in interest rates. The Board of Fund monitors exposures to interest rate risk by using monthly cash flow projections.

- **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 funds exposure to currency risk is mainly in respect of foreign investments made on behalf of members of the fund for the purpose of seeking desirable international diversification of investments. The Board of Fund monitors this aspect of the funds investments and limits it to SARB limits of total assets.

- **Investments**

Investments in equities are valued at fair value and therefore susceptible to market fluctuations. Investments are managed with the aim of maximising the funds 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 a 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

Principal officer fees

During the current financial period, fees amounting to R1 572 191 were paid to the Principal Officer.

Board of fund

The Board members of the Fund make contributions to the fund, and receive benefits from the fund. The Board members of the fund incurred expenses to the amount of R1 353 310 during the current financial period.

20 Operating lease commitments

	Mar 2016 R	Mar 2015 R
Future minimum operating lease payments		
Within one year	-	-
Between one and five years	-	-
After five years	-	-
TOTAL	-	-

21 Surplus and reserve accounts

[illegible]

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

21 Surplus and reserve accounts (continued)

	Member/ pensioner surplus account		Employer surplus account		A+B+C+D+E+F		A		B		C		D		E		F	
	R	R	R	R	R	R	Employer protection reserve	R	Contingency reserve	R	Investment reserve	R	Risk reserve	R	Pension er reserve	R	Other reserves	R
Administration expenses	-	-	-	-	(23 559 728,80)	-	-	-	-	-	-	-	(23 559 728,80)	-	-	-	-	-
Retirement fund taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before transfers and benefits	-	-	-	-	218 333 497,20	-	-	-	-	-	161 869 174,74	-	56 464 322,46	-	-	-	-	-
Transfers and benefits	-	-	-	-	(32 416 387,53)	-	-	-	-	-	(10 715 150,92)	-	(21 701 236,61)	-	-	-	-	-
Transfers from other funds	-	-	-	-	456 664,18	-	-	-	-	-	456 664,18	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	(997 394,29)	-	-	-	-	-	(997 394,29)	-	-	-	-	-	-	-
Benefits	-	-	-	-	(31 875 657,42)	-	-	-	-	-	(10 174 420,81)	-	(21 701 236,61)	-	-	-	-	-
Net Income after transfers and benefits (carried forward)	-	-	-	-	185 917 109,67	-	-	-	-	-	151 154 023,82	-	34 763 085,85	-	-	-	-	-
Transfer between reserve accounts	-	-	-	-	-	-	-	-	-	-	35 418 185,88	-	(36 954 226,98)	-	-	-	-	-
Net investment return	-	-	-	-	(1 536 041,10)	-	-	-	-	-	(178 741 048,57)	-	-	-	-	-	-	-
Benefit enhancement – pensioners	-	-	-	-	(178 741 048,57)	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution holiday – after surplus apportionment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution holiday – before surplus apportionment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
At end of period	-	-	-	-	390 367 040,79	-	-	-	-	-	336 677 443,08	-	53 689 597,71	-	-	-	-	-

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
For the period ended 31 March 2016

22 Surplus improperly utilised receivable

	Mar 2016	Mar 2015
	R	R
Opening balance	-	-
Amount payable by employer	-	-
Interest raised	-	-
Less		
Payments received	-	-
Settlement from employer surplus account	-	-
Other	-	-
Total amount receivable	-	-
Disclosed as:		
Non-current portion	-	-
Current portion	-	-

23 Amounts to be allocated

	Mar 2016	Mar 2015
	R	R
Surplus to be apportioned	-	-
Investment return to be allocated	-	-
Other	-	-
Total amounts to be allocated	-	-

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND

Registration number: 12/8/32588

For the year ended 31 March 2016

SCHEDULE HB

REPORT OF THE VALUATOR

Particulars of financial condition of the fund

The statement below is based on the statutory actuarial valuation as at 31 March 2015 that has been approved by the Financial Services Board on 27 January 2016.

1. Net assets available for benefits ^(a): **R2 636 064 000**
2. The actuarial value of the net assets available for benefits, for the purposes of comparison with the actuarial present value of promised retirement benefits: **R2 636 064 000**
3. The actuarial present value of promised retirement benefits ^(b), split into vested ^(c), and non-vested benefits at: **R2 275 402 000 – all vested**
4. Contingency reserve account allocations that were recommended in the actuarial valuation report:
Risk Reserve: R18 927 000
Investment Reserve: R159 278 000
5. Details of the valuation method adopted (including that in respect of any contingency reserve) and details of any changes since the previous summary of report:

This is a defined contribution fund following a smoothed bonus approach where average investment earnings are evaluated by the Trustees on a quarterly basis and allocated to Member Shares each month based on the most recent quarterly investment earnings. Upon exit from the Fund a proportionate share of the Investment Reserve is paid to the Member.

The Risk Reserve is maintained in order to give some protection against fluctuations in mortality experience of the members (the Fund self insures a lump sum death benefit). Using the formulae set out in paragraph 4.4 of Circular PF117 a Risk Reserve of R 18.927 million is held.

The assumptions underlying the calculation of the Risk reserve are:

Mortality: Fund specific

6. Details of the actuarial basis adopted (including that in respect of any contingency reserve) and details of any changes since the previous summary of report:

See paragraph 5.

7. Any other particulars deemed necessary by the valuator for the purposes of this summary:

N/A



8. The market value of assets therefore exceeded the liabilities by R 182 457 000, or about 7.4% of the Share Account. This is a feature of the smoothed bonus approach followed by the Fund. Subsequent to the valuation date, the Fund has distributed this excess by declaring greater bonuses than investment returns earned. The Fund was in a sound financial condition as at 31 March 2015.

Prepared by me:



ARTHUR REUBEN ELS (FIA FASSA CFP® CFA CERA)

VALUATOR

In my capacity as an actuary of ARGEN Actuarial Solutions

Primary professional regulator: Actuarial Society of South Africa

26 August 2016

Notes

For the purposes of this summary of the valuation report:

- (a) Vested benefits are benefits, the right to which, under the conditions of the fund, are not conditional upon continued employment.

Report of the auditor-general to the Board of Trustees and the Registrar of Pension funds on the factual findings of the KwaZulu-Natal Joint Municipal Provident Fund

I have performed the procedures agreed with the Registrar of Pension Funds (the "Registrar") and set out below with respect to the audited financial statements ("annual financial statements") and other information in the general ledger and management information comprising the accounting records of the KwaZulu-Natal Joint Municipal Provident Fund (the "Fund") for the year ended 31 March 2016. My engagement was undertaken in accordance with the International Standard on Related Services (ISRS) 4400 *Engagements to perform agreed-upon procedures regarding financial information*. My procedures were performed solely to assist the Registrar in evaluating whether any instances of non-compliance with the requirements of the relevant sections of the Pension Funds Act of South Africa (the Act), regulations and rules of the Fund were identified. The responsibility for determining the adequacy or otherwise of the procedures agreed to be performed, is that of the Registrar.

Procedures and findings

My procedures performed are set out in the numbered paragraphs in the attached table, which forms part of our report, together with our findings thereon. Unless otherwise indicated, all balances, lists, schedules etc. referred to in the table relate to the accounts/balances reflected in the annual financial statements of the Fund for the year ended 31 March 2016.

Because the procedures do not constitute an audit, a review or other assurance engagement performed in accordance with the IAASB's International Standards I do not express any assurance. Had I performed additional procedures, or had I performed an audit, a review, or other assurance engagement, other matters might have come to my attention that would have been reported.

Restriction on use and distribution

My report is solely for the purpose set out in the first paragraph of this report and for the information of the Registrar and accordingly may not be suitable for any other purpose and distributed to other parties. This report relates only to the information specified and does not extend to the annual financial statements of the Fund taken as a whole.

Auditor-General

Pietermaritzburg

30 August 2016



Auditing to build public confidence

Procedures and Findings

	Procedures	Findings
	Statement of Net Assets and Funds	
1	Investments	
1.1	Inspect the list of investment balances reflected in the general ledger of the Fund as at 31 March 2016 for any investments in accordance with the terms of section 19(4) of the Act.	Not applicable. There are no investments in the participating employer.
1.1.1	Agree details of the written confirmations obtained from the investment managers/insurers to the investment balances reflected in the general ledger.	Not Applicable.
1.1.2	Where investments held in the participating employer exceed 5% of the total assets as reflected in the financial statements, inspect the appropriate approval of the Registrar.	Not Applicable.
1.2	Obtain the signed investment policy statement and, where applicable, the portfolio management agreement/investment mandate between the Fund and the investment administrators, and perform the following procedures on a sample of 10 mandates (comprising the 3 largest by value of investments at year end and 7 other randomly selected mandates):	Obtained the signed investment policy statement and, where applicable, the portfolio management agreement/investment mandate between the Fund and the investment administrators, and performed the following procedures:
1.2.1	Inspect whether the underlying investments are in compliance with the signed investment policy statement and, where applicable, the portfolio management agreement/investment mandate.	The underlying investments were in compliance with the signed investment policy statement and, where applicable, the portfolio management agreement/investment mandate.

	Procedures	Findings
1.2.2	Inspect whether the investment mandate and the investment policy statement provide for securities lending transactions and investments in hedge funds, private equity funds and derivatives, as prescribed.	The investment mandate and the investment policy statement did provide for securities lending transactions and investments in derivatives, as prescribed.
1.2.3	Inspect whether the collateral and counterparty requirements as prescribed are complied with.	Not applicable. Investment mandates and investment policy do not prescribe collateral and counterparty requirements.
1.2.4	For segregated portfolios, confirm directly with the investment administrators: (a) whether scrip lending took place during the year and, if so, (b) whether there was collateral provided by the counterparties for any scrip lending activities and, if so, (c) the percentage exposure covered by the collateral. Report on the amount for a).	The direct confirmations received from the investment administrators indicated that: (a) scrip lending took place during the year. Scrip lending amounted to R 439,429,547 as at 31 March 2016, and (b) collateral was provided by the counterparties for scrip lending activities; and (c) collateral provided covered 138% of the exposure.
2	Member individual accounts (defined contributions funds as well as defined contribution section of hybrid funds)	
2.1	Obtain a list of member individual accounts as reflected on the Statement of Net Assets and Funds as at 31 March 2016.	Obtained a list of member individual accounts as reflected on the Statement of Net Assets and Funds as at 31 March 2016.
2.2	Select a random sample of the lesser of 25 or 10% of the number of members from the list of members and perform the following procedures:	
2.2.1	Compare the member and employer contributions received and allocated for the members selected as reflected on the administrator's system, to information supplied by the participating employers for those members selected, for a randomly selected period of three months (including the last month of the year under review).	The member and employer contributions received and allocated for the members selected as reflected on the administrator's system agreed to information supplied by the participating employers for the three months selected (July 2016, September 2015 and March 2016).
2.2.2	Compare the member and employer contribution rates for the members selected as reflected on the administrator's system, to the rules of the Fund, for a randomly selected period of three months (including the last month of the year under review).	The member and employer contribution rates for the members selected as reflected on the administrator's system agreed to the rules of the Fund for the three months selected. (July 2015, September 2015 and March 2016).

	Procedures	Findings
2.2.3	In respect of unitised investment products, for the three months selected in 2.2.1 and 2.2.2, calculate the conversion of the contributions at the unit price per the administration system on the dates that the contributions were invested and compare the units recalculated to the administration system units for the selected members. Inspect that the units were added to the existing units for that member.	Not applicable. KwaZulu-Natal Joint Municipal Provident Fund does not have unitised investment products.
2.2.4	In respect of unitised investment products, calculate the conversion of units at the end of the year, at the year-end unit price per the administration system and agree the calculated amount to the member's fund credit amount recorded in each member's record.	Not applicable. KwaZulu-Natal Joint Municipal Provident Fund does not have unitised investment products.
2.2.5	In respect of unitised investment products, compare the unit price(s) as per investment manager/actuary/other authorised party at the year-end to the unit prices on the administration system used to calculate each member's credits at year-end.	Not applicable. KwaZulu-Natal Joint Municipal Provident Fund does not have unitised investment products.
2.2.6	In respect of non-unitised investment products, compare the interim and/or final return allocated to each individual member's account in the administrator's records for the year under review to the return approved in accordance with a resolution of the Board of Fund or the rules of the Fund or approved recommendation by the investment consultant/asset manager/fund valuator.	The interim and final return allocated to each individual member's account in the administrator's records agreed to the return approved in accordance with an approved recommendation by the fund valuator.
2.3	Obtain a list of members who switched investment portfolios during the year from the Fund/administrator, select a random sample of the lesser of 25 or 10% of members who switched between investment portfolios during the year, and perform the following procedures:	Not applicable. There were no investment portfolio switches.
2.3.1	Inspect evidence that the portfolios were switched in accordance with notification of the member's instruction/ investment strategy (including life stage models) of the Fund and within a timeframe as specified in the service level agreement or client mandate between the administrator and the Fund.	Not applicable. There were no investment portfolio switches.
2.3.2	Inquire as to whether any fees relating to switches were deducted, and if so, inspect evidence of the approval by the Board of Fund and/or in terms of a service level agreement or client mandate.	Not applicable. There were no investment portfolio switches.

	Procedures	Findings
2.4	For investment products obtain the Asset Liability Match (ALM) reconciliation per investment portfolio, excluding the reserve accounts, for member individual accounts from the administrator, and perform the following procedures:	Not applicable. The assets underlying the Member share account, risk and expenses reserve account and Investment reserve account are invested in the general assets of the fund and no separate allocation is made for any specific group of members.
2.4.1	Compare the investments per product on the ALM reconciliation to the investment certificates in total.	Not Applicable.
2.4.2	Compare the member Individual accounts on the ALM reconciliation per investment portfolio to the administration system and to the total member individual accounts as disclosed in the Statement of Net Assets and Funds.	Not Applicable.
2.4.3	Inspect whether the total mismatch (In Rand) for all portfolios was within the range as prescribed by the Registrar.	Not Applicable.
3	Accumulated funds (for defined benefit funds as well as defined benefit sections of hybrid funds)	
3.1	Select a sample of the lesser of 25 or 10% of the number of members from the list of members provided by the administrator and perform the following procedures for each member selected:	Not applicable. KwaZulu-Natal Joint Municipal Provident Fund is a defined contribution fund
3.1.1	Compare the member contributions received and allocated for the members selected as reflected on the administrator's system, to information supplied by the participating employers for those members selected, for a randomly selected period of three months (including the last month of the year under review).	Not Applicable.
4	Surplus apportionment scheme	
4.1	If a surplus apportionment scheme was approved by the Registrar in the current year or if allocation and/or payments to members were made during the year, perform the following procedures:	Not applicable. There was no surplus apportionment scheme approved by the Registrar in the current year nor was there an allocation and/or payments made to members during the year.
4.1.1	<u>Active members:</u> Select a random sample of the lesser of 25 or 10% of number of active members to whom surplus has been apportioned in the approved surplus apportionment scheme and perform the following procedures:	Not Applicable.
4.1.1.1	Agree the original surplus amount allocated to the selected member to the individual allocation on the member records per the administration system.	Not Applicable.

	Procedures	Findings
4.1.1.2	Inspect whether the calculation of the relevant investment return from surplus apportionment date to date of allocation was in accordance with the requirements of the Act and allocated to the member records in the administration system.	Not Applicable.
4.1.2	<u>Former members and pensioners:</u> Select a random sample of the lesser of 25 or 10% of number of former members and pensioners as defined by the surplus apportionment scheme from the surplus schedules attached to the approved surplus apportionment scheme and perform the following procedures:	Not Applicable.
4.1.2.1	Agree the original surplus amount allocated to the selected member and/or pensioner to the individual allocation on the member records per the administration system.	Not Applicable.
4.1.2.2	Inspect whether the calculation of the relevant investment return from surplus apportionment date to date of allocation was in accordance with the requirements of the Act and allocated to the member records in the administration system.	Not Applicable.
4.1.2.3	Agree the total of the amount calculated in 4.1.2.1 and 4.1.2.2 to the surplus benefit paid per selected member and to the applicable amount per the administration system and other authorised supporting documentation.	Not Applicable.
5	Member and employer surplus accounts	
5.1	Obtain the analysis of the transactions in the member and/or employer surplus account per the annual financial statements, and perform the following procedure:	Not applicable. There are no surplus accounts in the annual financial statements.
5.1.1	Inspect that the transactions are permitted in terms of the registered rules of the Fund and/or the Act.	Not Applicable.
6	Reserves	
6.1	Obtain the list of reserves and other related accounts (e.g. pensioner accounts) and the movements per the financial statements and/or in the actuarial valuation, and perform the following procedures:	Obtained the list of reserves and other related accounts and the movements per the financial statements and/or in the actuarial valuation, and performed the following procedures:
6.1.1	Inspect whether the reserve and other related accounts (e.g. pensioner accounts) held by the Fund and/or reflected in the actuarial valuation are in accordance with the registered rules of the Fund.	The risk and investment reserve account held by the Fund and reflected in the actuarial valuation were in accordance with the registered rules of the Fund.
6.1.2	Inspect that the movements in reserves as disclosed in the annual financial statements are permitted in terms of the registered rules of the Fund and/or the Act.	The movements in the risk and investment reserve as disclosed in the annual financial statements were permitted in terms of the registered rules of the Fund and/or the Act.

	Procedures	Findings
7	Other assets, liabilities and guarantees	
7.1	Obtain the list of housing loans granted to members by the Fund in terms of section 19(5) of the Act as at 31 March 2016, and perform the following procedure:	Not applicable. No housing loans have been granted by the Fund.
7.1.1	Agree the total housing loans on the above list to the corresponding account in the annual financial statements.	Not Applicable. No housing loans have been granted by the Fund.
7.2	From the list in 7.1, randomly select a sample of the lesser of 25 or 10% of the number of members' housing loans granted and perform the following procedures:	Not applicable. No housing loans have been granted by the Fund.
7.2.1	Inspect evidence that the value of the housing loan provided does not exceed the amount permitted by the rules and the home loan agreement.	Not Applicable. No housing loans have been granted by the Fund.
7.2.2	Inspect evidence that the housing loan has been granted in terms of Section 19(5) (a).	Not Applicable.
7.2.3	Inspect evidence that repayments are being made in accordance with the housing loan agreement.	Not Applicable.
7.2.4	Inspect the interest charged on the outstanding housing loan and compare the rate used to the prescribed rate.	Not Applicable.
7.2.5	If the Fund issued more than 100 housing loans or the total principal debt of all outstanding loans exceeded R500 000, inquire whether the Fund was registered as a credit provider under the National Credit Act, 2005 (the NCA).	Not Applicable.
7.3	Obtain the list of housing loan guarantees and select a sample of the lesser of 25 or 10% of the number of housing loan guarantees and perform the following procedures:	Obtained the list of housing loan guarantees and performed the following procedures:
7.3.1	For the sample selected, determine that each selected housing loan guarantee did not exceed the gross value of the benefit that the member would become entitled to had they withdrawn, as at the year end, in terms of the Act, the loan agreement and/or the rules of the Fund.	Each selected housing loan guarantee did not exceed the gross value of the benefit that the member would become entitled to had they withdrawn, as at the end of the period, in terms of the Act, the loan agreement and/or the rules of the Fund.
7.3.2	Inspect evidence that the housing loan guarantee has been granted in terms of Section 19(5) (a).	The housing loan guarantee had been granted in terms of Section 19(5) (a).
7.4	Obtain a list of other loans per the general ledger of the Fund as at 31 March 2016 and perform the following procedure:	Not applicable. No other loans have been granted by the Fund.
7.4.1	Confirm that no loans were granted and/or investments made as prohibited in terms of section 19(5)B.	Not Applicable.

	Procedures	Findings						
	Statement of Changes in Net Assets and Funds							
8	Contributions							
8.1	Select a sample of the lesser of 25 or 10% of the number of participating employers or pay points (whichever is the lower) from a list of participating employer/pay-points supplied by the Fund/administrator, select three months and perform the following procedures:							
8.1.1	Compare, in total, the contributions received by or on behalf of the Fund to the remittance advices from the participating employer/pay-point.	The contributions received by or on behalf of the Fund agreed to the remittance advice from the participating employer/pay-point. The months selected are May 2015, October 2015 and March 2016.						
8.1.2	Inspect the bank statements 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.	Contributions were deposited with a registered bank in accordance with section 13A of the Act.						
8.2	Select a sample of the lesser of 25 or 10% of the number of participating employers or pay points which reflect arrear contributions (whichever is the lower) at year-end from a list supplied by the Fund/administrator and perform the following procedure:							
8.2.1	Inspect the accounting records of the Fund to determine whether amounts disclosed as arrear contributions at year-end have been paid to the Fund within the prescribed period in accordance with the requirements of section 13A of the Act. Where the amounts were received after the prescribed period, report the date of receipt and where they were not received, indicate as such.	<table border="1"> <thead> <tr> <th>Municipality name</th><th>Amount</th><th>Date of receipt</th></tr> </thead> <tbody> <tr> <td>Big Five Municipality</td><td>104,920</td><td>06/06/2016</td></tr> </tbody> </table>	Municipality name	Amount	Date of receipt	Big Five Municipality	104,920	06/06/2016
Municipality name	Amount	Date of receipt						
Big Five Municipality	104,920	06/06/2016						
9	Benefits							
9.1	Obtain a list from the administration system of lump sum benefits reflected as expenses in the Fund's Statement of Changes in Net Assets and Funds for the year under review and perform the following procedure:	Obtained a list from the administration system of lump sum benefits reflected as expenses in the Fund's Statement of Changes in Net Assets and Funds for the year under review and perform the following procedures:						
9.1.1	Compare the list to the respective general ledger benefit expense accounts reconciliation.	The list has been agreed to the respective general ledger benefit expense accounts reconciliation.						
9.2	Select a sample of the lesser of 25 benefits or 10% of the total number of benefits from the list and perform the following procedures:							

	Procedures	Findings
9.2.1	Compare the benefit per selected member to the administration system and authorised supporting documentation in accordance with the procedures of the Fund.	The benefit paid agreed to the administration system and authorised supporting documentation in accordance with the procedures of the Fund.
9.2.2	For death benefits, where a portion of the benefit had been reinsured by the Fund, inspect a bank deposit or an accrual raised for the recovery from the insurer.	Not applicable.
9.2.3	<p><u>For a defined benefit fund and hybrid funds with a defined benefit underpin</u></p> <p>Inspect that the calculation of the benefit payment was done by the actuary in accordance with the requirements of the rules of the Fund and/or the Act.</p> <p><u>For a defined contribution fund</u></p> <p>Agree the opening fund credit for the member to the opening fund credit report and determine whether contributions were added every month until the date of exit (either by Rand amount or in the case of unitised funds, by units). Agree the balance paid out to the member (inclusive of late payment interest where applicable) to the fund credit report or administration system as at the date of exit.</p>	<p><u>For a defined benefit fund and hybrid funds with a defined benefit underpin</u></p> <p>Not applicable.</p> <p><u>For a defined contribution fund</u></p> <p>The opening fund credit for the member agreed to the opening fund credit report and contributions were added every month until the date of exit. The balance paid out to the member (inclusive of late payment interest where applicable) agreed to the fund credit report or administration system as at the date of exit.</p>
9.3	Obtain a list of all benefits not yet paid at year-end, select a sample of the lesser of 25 benefits or 10% of the total number of benefits from the list and perform the following procedure:	Obtained a list of all benefits not yet paid and performed the following procedure:
9.3.1	Agree whether the benefits that are older than the period as set out in the Act or a shorter period defined by the Rules are classified as unclaimed benefits.	The benefits that were older than the period as set out in the Act or a shorter period defined by the Rules were classified as unclaimed benefits.
10	Transfers	
10.1	Compare the list of total section 14 transfers to and from the Fund to the corresponding accounts in the general ledger.	The list of total section 14 transfers to and from the Fund agreed to the corresponding account in the general ledger.
10.2	From the list of section 14 transfers paid/received and accrued to and from the Fund throughout the year select a sample of the lesser of 25 or 10% of the number of transfers in and the lesser of 25 or 10% of the number of transfers out, and perform the following procedures:	

	Procedures	Findings
10.2.1	<p>Agree the sample of section 14 transfers to and from the Fund to:</p> <p>a) the section 14(1) documentation as approved by the Registrar in respect of each transfer; and/or</p> <p>b) the section 14(8) documentation as prescribed.</p>	<p>The sample of section 14 transfers to and from the Fund agreed to:</p> <p>a) the section 14(1) documentation as approved by the Registrar in respect of each transfer.</p> <p>b) Not applicable.</p>
10.2.2	<p>Inspect whether the transfers to and from the Fund were received/paid within 60 days of Registrar approval for section 14(1) transfers and 180 days from application date for section 14(8) transfers and whether the growth and investment return had been allocated from the effective date of the transfer to the date of final settlement.</p>	<p>After the 12 month transfer period expired, the registrar was furnished with the final scheme of members transferred. The registrar issued a s14(1)(e) certificate. Inspected the s14(1)(e) certificate.</p>
10.2.3	<p>In respect of unutilised funds, select a sample of the lesser of 25 or 10% of the number of members transferred from other funds and recalculate 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 added from the date of receipt to the date of purchase).</p>	<p>Not applicable. KwaZulu-Natal Joint Municipal Provident Fund is not a unutilised fund.</p>
10.3	<p>Individual transfers</p> <p>Obtain the list of individual transfers throughout the year ended 31 March 2016, select a sample of the lesser of 25 or 10% of the number of individual transfers, and perform the following procedures:</p>	<p>Not applicable. There were no individual transfers.</p>
10.3.1	<p>Agree the transfers to the approved recognition of transfer documentation.</p>	<p>Not Applicable.</p>
10.3.2	<p>For individual transfers in selected</p> <p>In respect of utilised funds, recalculate 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 added from the date of receipt to the date of purchase).</p>	<p>Not Applicable.</p>
11	Pensioners paid	
11.1	<p>Obtain a copy of the list of pensioners and amounts paid for the year from the administration system and/or, for outsourced pensioners, confirmation from the insurer and perform the following procedure:</p>	<p>Not applicable. The Fund does not have pensioners.</p>
11.1.1	<p>Agree the total pensions paid for the year ended 31 March 2016 to the corresponding account reconciliation to the general ledger balance.</p>	<p>Not Applicable.</p>

	Procedures	Findings
11.2	Select a sample of the lesser of 25 or 10 % of the number of pensioners paid directly from the fund from the above list and perform the following procedures:	Not applicable. The Fund does not have pensioners.
11.2.1	Inspect the pensioner increases for authorisation by the Board of Fund.	Not Applicable.
11.2.2	Inspect evidence obtained by the administrator/Fund supporting the fact that the pensioners selected exist.	Not Applicable.
11.3	Where the Fund has purchased an annuity in the name of the Fund, obtain a written confirmation from the annuity provider summarising movements from opening market value to closing market value and perform the following procedures:	Not applicable. The Fund does not have pensioners.
11.3.1	Agree the closing market value of the annuity to the annual financial statements.	Not Applicable.
11.3.2	Agree the pensioner payment per the confirmation from the insurer to the pensions paid disclosed in the notes to the annual financial statements.	Not Applicable.
	General	
12.1	Inspect evidence that the Fund's fidelity insurance cover was in place throughout the year ended 31 March 2016 that the Fund's fidelity insurance cover extends after year-end and report the date to which the subsequent fidelity insurance cover extends.	The Fund's fidelity insurance cover was in place throughout the year ended 31 March 2016, the Fund's fidelity insurance cover extended after year-end. The subsequent fidelity insurance cover extended to 28 February 2017.
12.2	Confirm with the Fund's GLA insurer as to whether the GLA policy has lapsed at year ended 31 March 2016.	Not applicable. The Fund did not have a GLA policy.
12.3	Obtain the most recent statutory valuation signed and submitted by the valuator as at 31 March 2016 and perform the following procedures:	Obtained the most recent statutory valuation signed and submitted by the valuator as at 31 March 2016 and performed the following procedures:
12.3.1	Report the funding status of the Fund per the report (whether the Fund was under-funded or fully funded).	Per the statutory valuation report the Fund was fully funded.
12.3.2	Where the Fund is under-funded, obtain evidence as to whether a scheme, as required in terms of section 18 of the Act in South Africa, has been approved by the Registrar.	Not applicable. The fund is fully funded.

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8(32588/1)
SCHEDULE 1A - INVESTMENT SCHEDULE
At 31 March 2016

Investments¹

	Notes ²	A	B	C	D	E	A+B+C+D+E Y+W+X	V	W	X	W+X	Total percentage Foreign Exposure	Y	Z	V+W+X+Y+Z
		Direct Investments	Non-compliant Collective Investment schemes	Non-compliant Insurance Policies	Derivative positions without residual risk	Compliant Investments	Total	Local	Foreign	Foreign Africa	Total Foreign		Derivative positions with residual risk	Reconciling items between Schedule 1B and Schedule F	TOTAL as per Schedule 1B (Regulation 28)
		R	Note M1	Note M2	Note G1	R	R	R	R	R	R	%	Note G2	R	R
Cash (including cash at bank)	A	306,015,143	0	0	0	0	306,015,143	289,053,843	16,961,300	0	16,961,300	0.04%	0.00	0.00	306,015,143
Commodities	B	29,842,824	0	0	0	0	29,842,824	29,842,824	0	0	0	0.00%	0.00	0.00	29,842,824
Housing Loans		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Debt Instruments including Islamic debt instruments	C	628,774,176	0	0	0	0	628,774,176	628,067,238	0	706,938	706,938	0.02%	0.00	0.00	628,774,176
Investment Properties and owner occupied properties	D	123,558,685	0	0	0	0	123,558,685	122,785,497	773,188	0	773,188	0.02%	0.00	0.00	123,558,685
Equities	E	2,036,178,304	0	0	0	0	2,036,178,304	1,362,565,415	683,612,889	0	683,612,889	21.88%	0.00	0.00	2,036,178,304
Derivative Market Instruments	G	0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Investments in participating employers)	H	0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Other assets	I	0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Hedge Funds	J	0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Private Equity Funds	K	0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Collective Investment Schemes		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Insurance Policies:		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
- Linked Policies		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
- Non-Linked Policies		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
- Insurance Policies to Reg 28(3)(c) ³		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Entities regulated to Reg 28(8)(b)(iv)		0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
Investments not disclosed data not available for disclosure by entities	M	0	0	0	0	0	0	0	0	0	0	0.00%	0.00	0.00	0
TOTAL INVESTMENTS		3,124,369,132	0	0	0	0	3,124,369,132	2,422,314,817	701,347,377	706,938	702,054,315	22.47%	nn	0.00	3,124,369,132

Notes:

- 1 Schedule prepared on a look through basis except for private equity and hedge funds which shows the structure of the investment
- 2 Detailed disclosure is applicable on segregated/ direct investments
- 3 Assets which are subject to the grandfathering provision as set out in regulation 28(3)(c)
- 4 The total investments will be equal to Schedule 1B item A

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32588/1)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

A CASH

Instrument	Fair value R
Local	
Notes, deposits, money market instruments issued by a South African Bank, margin accounts, settlement accounts with an exchange and Islamic liquidity management financial instruments	289,053,843.00
Notes and coins, any balance or deposit in an account held with a South African bank List issuers/entities which exceeds 5% of total assets	276,888,373.00
A money market instrument issued by a South African bank including an Islamic liquidity management financial instrument List issuers/entities which exceeds 5% of total assets	9,094,477.00
Any positive net balance in a margin account with an exchange List issuers/entities which exceeds 5% of total assets	3,070,993.00
Any positive net balance in a settlement account with an exchange, operated for the buying and selling of assets List issuers/entities which exceeds 5% of total assets	0.00
Foreign	
Balances or deposits, money market instruments issued by a foreign bank including Islamic liquidity management financial instruments	16,961,300.00
Any balance or deposit held with a foreign bank List issuers/entities which exceeds 5% of total assets	16,961,300
Any balance or deposit held with an African bank List issuers/entities which exceeds 5% of total assets	
A money market instrument issued by a foreign bank including an Islamic liquidity management financial instrument List issuers/entities which exceeds 5% of total assets	
Total Cash	306,015,143.00

B COMMODITIES

Instrument	Local or foreign	Holding number	% Holding	Fair value R
Gold (including Kruger Rands) List issuers/entities which exceeds 5% of total assets				29,842,824.00
Other (provide details)				-
Total Commodities				29,842,824.00

Full details of buy-back transactions in respect of Kruger Rands must be furnished.

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32688/1)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT
 SCHEDULE
 For the period ended 31 March 2016

C DEBT INSTRUMENTS INCLUDING ISLAMIC DEBT INSTRUMENTS

Instrument	Local or foreign	Secured/ Unsecured	Issued/ Guaranteed	Redemption value R	Fair value R
Government debt:					
Debt Instruments issued by an loans to the government of the Republic and any debt or loan guaranteed by the Republic List issuers/entities which exceeds 5% of total assets	Local	Secured/ Unsecured		1,151,453,495.26 1,151,453,495.26	304,879,258.00 303,416,254.00
Debt Instruments issued or guaranteed by the government of a foreign country: List issuers/entities which exceeds 5% of total assets	Local	Secured/ Unsecured			1,463,004
Bank debt : Debt instruments issued or guaranteed by a South African Bank against its balance sheet:-	Local	Secured/ Unsecured		283345307	143,208,311.00
Listed on an exchange with an issuer market capitalisation of R20 billion or more, or an amount or conditions as prescribed List issuers/entities which exceeds 5% of total assets	Local	Secured/ Unsecured		0	135,662,269
Listed on an exchange with an issuer market capitalisation of between R2 billion and R20 billion, or an amount or conditions as prescribed - List issuers/entities which exceeds 5% of total assets	Local	Secured/ Unsecured		140273849	221,198.00
Listed on an exchange with an issuer market capitalisation of less than R2 billion, or an amount or conditions as prescribed - List issuers/entities which exceeds 5% of total assets	Local	Secured/ Unsecured		143071458	2,244,974.00
Not listed on an exchange (provide details)					5,079,870

NATAL JOINT MUNICIPAL PENSION FUND - SUPERANNUATION (REF. NO. 2/8/553/2)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

C DEBT INSTRUMENTS INCLUDING ISLAMIC DEBT INSTRUMENTS (continued)

Instrument	Local or foreign	Secured/Unsecured	Issued/Guaranteed	Redemption value	Fair value R
Public debt:					
Debt Instruments issued or guaranteed by a public entity under the Public Finance Management Act, 1999 (Act No. 1 of 1999) as prescribed:-		Secured/Unsecured		242976884	37,375,082.00
1. Airports Company of South Africa Limited	Local			13036000	3,651,858.00
2. Development Bank of South Africa	Local			43909664	5,358,748.00
3. ESKOM	Local			86899248	10,742,222.00
4. Industrial Development Corporation of South Africa	Local				913,602.00
5. Land and Agricultural Development Bank of South Africa	Local				
6. Trans – Caledon Tunnel Authority	Local			9390972.02	121,398.00
7. Transnet Limited	Local			39472000	10,944,825.00
8. The South African National Roads Agency Limited	Local			28749000	2,088,566.00
9. Rand Water	Local			8150000	1,975,045.00
10. Umgeni Water	Local			13370000	1,578,818.00
Corporate debt (excluding debentures):	Local	Secured/Unsecured		122626816	142,604,587.00
Debt Instruments issued or guaranteed by an entity that has equity listed on an exchange					
Listed on an exchange List issuers/entities which exceeds 5% of total assets	Local	Secured/Unsecured		122626816	54,192,064.00
Not listed on an exchange					88,412,523.00
Debentures:					
Listed on an exchange List issuers/entities which exceeds 5% of total assets					-
Not listed on an exchange (provide details)					-
Other	Local				706,938.00
Listed on an exchange: List issuers/entities which exceeds 5% of total assets	Foreign				706,938.00
Not listed on an exchange					-
TOTAL DEBT INSTRUMENTS INCLUDING ISLAMIC DEBT INSTRUMENTS					628,774,176.00

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32588/1)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

D INVESTMENT AND OWNER OCCUPIED PROPERTIES

Instrument	Local or foreign	Fair value R
Owner occupied properties - List issuers/entities which exceeds 5% of total assets		
Investment properties - List issuers/entities which exceeds 5% of total assets		
TOTAL		

Instrument	Local/ Foreign	Issued shares	Holding number	Ordinary/ Preference shares	% Holding	Fair value R
Shares and linked units in property companies, or units in a collective investment scheme in property, listed on an exchange:						
Issuer market capitalisation of R10 billion or more, or an amount or conditions as prescribed						107,448,751.00
List issuers/entities which exceeds 5% of total assets						
Issuer market capitalisation of between R3 billion and R10 billion, or an amount or conditions as prescribed						8,025,219.00
List issuers/entities which exceeds 5% of total assets						
Issuer market capitalisation of less than R3 billion, or an amount or conditions as prescribed						8,084,715.00
List issuers/entities which exceeds 5% of total assets						
Shares in property companies and linked units in property companies, not listed on an exchange:						0
Provide details						
TOTAL						123,558,685

Instrument	Local/ Foreign	Secured by	Interest rate			Fair value R
Participating mortgage bonds- List issuers/entities which exceeds 5% of total assets						-
TOTAL						

						Fair value R
TOTAL OF INVESTMENT AND OWNER OCCUPIED PROPERTY						123,558,685.00

Note: Valuation method and date of valuation

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32588/1)
SCHEDULE IA PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

E EQUITIES

Instrument	Local/ Foreign	Issued shares	Ordinary/ Preference shares	Holding number	Holding in issuer/ entity %	Fair value R
Listed equities						2,017,083,267.00
Issuer market capitalisation of R20 billion or more, or an amount or conditions as prescribed List issuers/entities which exceeds 5% of total assets	Local	62901705	Ordinary	40926377	0.07%	1,488,319,708.00
Issuer market capitalisation of between R2 billion and R20 billion, or an amount or conditions as prescribed List issuers/entities which exceeds 5% of total assets	Local	23549772	Ordinary/ Preference	28339024	0.12%	107,396,938.00
Issuer market capitalisation of less than R2 billion, or an amount or conditions as prescribed List issuers/entities which exceeds 5% of total assets	Local	6604069	Ordinary	15907540	0.24%	421,366,621.00
Unlisted equities						
STOR-AGE PROPERTY REIT LIMITED	Local		Ordinary	157484		19,095,037.00
TOTAL EQUITIES						<u>2,036,178,304.00</u>

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2018

NOTES TO THE INVESTMENT SCHEDULE
For the period ended 31 March 2018

F SECURITIES LENDING

Securities on lend	Maximum of Fair value of security	Transaction date	Collateral	Fair value	No. of shares lent	Name of counter party	Scrp custodian	Manufactured dividend R
Equities – Top 100 of companies (by market cap) listed on an exchange	75%		Various	346,408,638.14	4,041,308	Nedbank	Nedbank	3,661,211.24
Other listed equities (provide details)	50%							
Debt – Government bonds	75%		Various	93,020,908.83	94,465,556	Nedbank	Nedbank	
Other listed debt instruments (provide details)	50%							
Money Market Instruments Issued by a South African bank, including an Islamic liquidity	75%							
TOTAL				439,429,546.97	98,506,864			3,661,211.24

Included in the value above are the following scrp lending transactions:

List and describe your scrp lending mandates

Name of lender	Description	% of total assets	Value of transaction
NATAL JOINT MUNICIPAL PROVIDENT FUND	PRUDENTIAL 8882034437	50%	205,431,487.36
NATAL JOINT MUNICIPAL PROVIDENT FUND	CORONATION 8882034402	50%	122,836,208.34
NATAL JOINT MUNICIPAL PROVIDENT FUND	STANLIB 110138400310	50%	54,609,108.63
NATAL JOINT MUNICIPAL PROVIDENT FUND	FOORD 110135170168	50%	58,580,733.65
Total			439,429,546.97

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

G DIRECT DERIVATIVE MARKET INSTRUMENTS

G1 DERIVATIVE POSITIONS WITHOUT RESIDUAL RISK

Instrument	Local or Foreign	Listed or Unlisted	Strike price	Cost or Premium	Fair value	Effective Economic Exposure		Potential Loss	Potential Gain	Exchange rate	Fixed rate or Variable rate	Counter-party	Counter- party %	Expiry date	Holding number	Holding %
						Gross	Nett									
Notes 1,2 & 3																
Options e.g. put or call																
Futures/ Forwards/ SAFEX																
Currency swaps																
Interest rate swaps																
Forward rate agreements																
Equity linked instruments																
Other (Provide details)																
TOTAL																

Annexure D

Notes:

1. Describe valuation methodology of instruments
2. Explain changes in assumptions (if any changes from previous period)
3. List all non-compliance(s) with the Notices

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE
For the period ended 31 March 2016

G2 DERIVATIVE POSITIONS WITH RESIDUAL RISK

Instrument	Local or Foreign	Listed or Unlisted	Strike price	Cost or Premium	Fair value	Effective Economic Exposure		Potential Loss	Potential Gain	Exchange rate	Fixed rate or Variable rate	Counter-party	Counter- party %	Expiry date	Holding number	Holding %	Residual risk
						Gross	Nett										
Notes 1,2 & 3																	
Options e.g. put or call																	
Futures/ Forwards/ SAFE																	
Currency swaps																	
Interest rate swaps																	
Forward rate agreements																	
Equity linked instruments																	
Other (Provide details)																	
TOTAL																	

Annexure D

Notes:

1. Describe valuation methodology of instruments
2. Explain changes in assumptions (if any changes from previous period)
3. List all non-compliance(s) with the Notices

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE
For the period ended 31 March 2016

H Investments in participating employer/s

Instrument	Local or Foreign	Holding number	% Holding	Interest rate	Secured by	Listed/not listed	Issued / Guaranteed	Fair value R
Cash								
Commodities								
Housing Loans								
Debt Instruments								
SUBTOTAL								

Instrument	Local or Foreign	Address	Valuation method	Date of last valuation	Plugged as a guarantee	Listed/not listed	Fair value R
Investment properties and owner occupied properties							
SUBTOTAL							

Instrument	Local or Foreign	Issued shares	Holding number	Ordinary/preference shares	% holding	Listed/not listed	Fair value R
Equities							
Hedge funds							
Private equity							
Other (provide detail)							
SUBTOTAL							
TOTAL FOR INVESTMENT IN PARTICIPATING EMPLOYERS							

Note 1:

List issuers/entities which exceeds 5% of total assets

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE
For the period ended 31 March 2016

I OTHER ASSETS

Instrument	Local or Foreign	Holding	Fair value R
Total other portfolio assets			

J HEDGE FUNDS

Instrument	Local or Foreign	Structure	% Holding	Leverage/ Gearing	Term of contract	Period into contract	Total value of commitment R	Current value of commitment R
Hedge Funds (Provide details)								
Funds of Hedge Funds (Provide details)								
Total Hedge funds commitment								

The Hedge fund structure will be classified as:
 Partnerships
 Trusts
 - Other - Section 5(2)(e)

List all non-compliance(s) with the applicable Notices

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE
For the period ended 31 March 2016

K PRIVATE EQUITY FUNDS

Instrument	Local or Foreign	Structure	Category 2 approval	FAIS approved number	% Holding	Term of contract	Number of permitted drawdowns as per contract	Number of permitted drawdowns exercised	Number of drawdowns exceeded (if any)	Total value of commitment R	Current value of commitment R
Private Equity Fund											
(Provide details)											
Funds of Private Equity Fund											
(Provide details)											
Total Private Equity funds commitment											

The Private Equity funds structure will be classified as:
- Partnerships
- Trusts
- Other - Section 5(2)(e)

List all non-compliance(s) with the applicable Notices

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

L CERTIFIED REGULATION 28 COMPLIANT INVESTMENTS

Instrument	Local or foreign	Fair value R
Collective Investment Schemes – regulation 28(g)(b)(i)		
Linked policies – regulation 28(g)(b)(ii)		
Non Linked policies – regulation 28(g)(b)(iii)		
Regulated entities – regulation 28(g)(b)(iv)		
Total certified Regulation 28 compliant investments		

Note 1:

List issuers/entities which exceeds 5% of total assets

M REGULATION 28 NON COMPLIANT INVESTMENTS

M1 Non-compliant Collective investment schemes

Instrument	Local or Foreign	% Holding	Fair value R
Collective Investment Schemes			
(provide details)			
Total Non-compliant Collective investment schemes			

M2 Non-compliant Insurance policies

Instrument	Local or Foreign	% Holding	Fair value R
Linked Policies			
(provide details)			
Non-linked policies			
(provide details)			
Total Non-compliant Insurance policies			

List all non-compliance(s) with the Notices

N Investments not disclosed /data not available for disclosure by entities

Investment manager/CI/ Insurer responsible for not providing information on investment(s)/portfolio	Fair Value R	Reasons
Provide details		-Previous period compliant portfolio -Previous period non-compliant portfolio -Foreign portfolio -Other

- 1) Investments included in this line should not relate to any of the other specifically identifiable categories in Schedule 1B;
- 2) Investments included in this line should not relate to those under the 5% rule to which look-through need not apply;
- 3) Investments included in the line should be done so on a last resort basis and all reasonable attempts should be made to obtain the required information and or data

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)

SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

O ENTITY/ COUNTERPARTY EXPOSURE
CREDIT / COUNTER PARTY RISK

Counter party	Direct investment in counter party	Deposit/liquid asset with counter party	Securities lending transactions	Open financial instruments mark to market value	Guarantees	Any other instrument	Total per Counter Party	Exposure to counter party as a % of the fair value of the assets of the fund
BANKS	R	R	R	R	R	R	R	
ABSA BANK	175,203,196.77	77,877,995.12	0.00	0.00	0.00	108,380,027.43	361,461,219.32	11.57%
AFRICAN BANK LIMITED	60,800.00	0.00	0.00	0.00	0.00	13,266,490.62	13,327,290.62	0.43%
BANK OF WINDHOEK	0.00	2,362,199.26	0.00	0.00	0.00	1,659,564.75	4,021,764.01	0.13%
BARCLAYS AFRICA GROUP LTD	16,794,469.30	0.00	0.00	0.00	0.00	706,938.09	16,794,469.30	0.54%
CAPTEC BANK LIMITED	0.00	0.00	0.00	0.00	0.00	3,520,965.39	3,520,965.39	0.11%
DEVELOPMENT BANK OF SA	0.00	0.00	0.00	0.00	0.00	4,751,915.55	4,751,915.55	0.15%
FIRST RAND LIMITED	47,875,271.64	0.00	0.00	0.00	0.00	30,900,394.86	78,775,666.50	2.52%
INVESTEC BANK LTD	33,177,164.43	0.00	0.00	0.00	0.00	8,179,216.63	41,356,381.06	1.32%
NEDBANK GROUP LTD	16,116,534.00	55,444,803.22	0.00	0.00	0.00	11,973,669.58	83,535,006.80	2.67%
RMB HOLDINGS LTD	8,548,097.88	0.00	0.00	0.00	0.00	0.00	8,548,097.88	0.27%
STANDARD BANK OF SA	52,630,859.52	17,000,000.00	0.00	0.00	0.00	33,420,871.96	103,051,731.48	3.30%
SAFEX	0.00	3,070,992.64	0.00	0.00	0.00	0.00	3,070,992.64	0.10%
ASSET MANAGERS LOCAL	0.00	76,562,632.12	0.00	0.00	0.00	105,981,532.46	181,944,164.58	5.82%
CORONATION FUND MANAGERS	0.00	74,635,964.23	0.00	0.00	0.00	37,251,891.71	111,887,855.94	3.58%
PRUDENTIAL PORT MGR	0.00	1,926,667.89	0.00	0.00	0.00	1,910,434.17	3,837,102.06	0.12%
STANLIB	0.00	0.00	0.00	0.00	0.00	66,219,206.58	66,219,206.58	2.12%
ASSET MANAGERS FOREIGN	0.00	0.00	0.00	0.00	0.00	719,176,996.08	719,176,996.08	23.02%
CONTRARIUS	0.00	0.00	0.00	0.00	0.00	171,654,319.73	171,654,319.73	5.49%
INVESTEC	0.00	0.00	0.00	0.00	0.00	150,735,068.82	150,735,068.82	4.82%
SEI INVESTMENTS	0.00	0.00	0.00	0.00	0.00	235,180,552.74	235,180,552.74	7.53%
WALTER SCOTT & PARTNERS	0.00	0.00	0.00	0.00	0.00	161,607,054.79	161,607,054.79	5.17%
INSURANCE COMPANIES	81,576,127.04	0.00	0.00	0.00	0.00	7,368,555.67	88,944,682.71	2.85%
ALEXANDER FORBES	2,203,435.70	0.00	0.00	0.00	0.00	0.00	2,203,435.70	0.07%
LIBERTY GROUP LTD	5,463,011.16	0.00	0.00	0.00	0.00	1,004,877.04	6,467,888.20	0.21%
DISCOVERY HLD	4,236,826.50	0.00	0.00	0.00	0.00	0.00	4,236,826.50	0.14%
OLD MUTUAL	49,482,735.30	0.00	0.00	0.00	0.00	3,222,432.33	52,705,167.63	1.69%
PSG KONSULT LIMITED	1,100,280.90	0.00	0.00	0.00	0.00	0.00	1,100,280.90	0.03%
MAFI HOLDINGS	5,367,568.50	0.00	0.00	0.00	0.00	1,078,535.69	6,446,104.19	0.21%
SANTAM	8,255,647.62	0.00	0.00	0.00	0.00	1,568,449.76	9,824,097.38	0.31%
SANTAM LIMITED	5,466,621.36	0.00	0.00	0.00	0.00	494,260.85	5,960,882.21	0.19%
TOTAL	256,779,323.81	184,440,627.24	0.00	0.00	0.00	940,307,111.64	1,351,527,062.69	43.26%
PARTICIPATING EMPLOYERS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
TOTAL	256,779,323.81	184,440,627.24	0.00	0.00	0.00	940,307,111.64	1,351,527,062.69	43.26%

FAIR ASSET VALUE OF THE FUND

3,124,369,133

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE
For the period ended 31 March 2016

Market risk
EQUITY HOLDINGS

List the 10 largest rand-value equity holdings

Investment	Fair value at end of period	Open financial instrument as marked to market	Total fair value equity holdings and open instruments	Market movement by 5%
NASPERS LTD	165,539,520.00		165,539,520.00	173,816,496.00
BRITISH AMERICAN TOBACCO PLC SHARES	116,093,102.58		116,093,102.58	121,897,757.71
STEINHOFF INTERNATIONAL HOLDINGS N.V.	84,994,300.95		84,994,300.95	89,244,016.00
MTN GROUP LTD	58,648,408.00		58,648,408.00	61,580,828.40
STANDARD BANK GROUP LTD	52,630,859.52		52,630,859.52	55,262,402.50
SASOL LTD	51,762,617.28		51,762,617.28	54,350,748.14
OLD MUTUAL PLC	49,482,735.30		49,482,735.30	51,956,872.07
FIRSTRand LTD	47,875,271.64		47,875,271.64	50,269,035.22
SA BREWERIES ORD SHARES	40,221,923.99		40,221,923.99	42,233,020.18
COMPAGNIE FIN RICHIMONT	28,310,706.04		28,310,706.04	29,726,241.34
Total value of 10 largest equity holdings	695,559,445.30		695,559,445.30	730,337,417.56
Total movement as % of non-current assets plus bank				-1.11

3,124,369,132.51

OTHER FINANCIAL INSTRUMENTS

List the 10 largest rand-values other financial instruments

Instrument	Holding	Fair value at end of period	Market movement by 5%
GLOBAL SELECT EQUITY	1,000,216	235,180,552.74	246,939,580.38
CONTRARIUS GLOBAL EQUITY FUND	339,454	171,654,319.73	180,237,035.72
WALTER SCOTT & PARTNERS GLOBAL EQUITY US	35,901	161,607,054.79	169,687,407.53
GLOBAL STRATEGIC EQUITY	462,498	150,735,068.82	158,271,822.26
CORONATION ACTIVE - Deposit Accounts		74,200,000.00	74,200,000.00
REPUBIC OF SA 10.50 211.226	59,925,832	67,327,103.72	70,693,458.91
STIMB INCOME FUND (CLASS B1)	45,055,555	61,905,882.47	65,001,176.59
REPUBIC OF SA 8.50 3101.2037	60,346,080	54,327,017.15	57,043,368.01
NEDBANK CALL ACCOUNT - Deposit Accounts		39,000,000.00	39,000,000.00
RZ13 RSA 7.00 28021021	40,074,000	32,302,549.36	33,917,676.83
Total value of 10 largest other instruments		1,048,239,548.78	1,094,991,526.23
Total movement as % of non-current assets plus bank			1.50

3,124,369,132.51

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32558/2)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

NOTES TO THE INVESTMENT SCHEDULE

For the period ended 31 March 2016

Market risk			
Foreign currency exposure			
Foreign Instruments			
Description	Fair value at end of period	Market movement by 5%	R
GLOBAL SELECT EQUITY	235,180,552.74		246,939,580.38
CONTRARIUS GLOBAL EQUITY FUND	171,654,319.73		180,237,035.72
WALTER SCOTT & PARTNERS GLOBAL EQUITY US	161,607,054.79		169,687,407.53
GLOBAL STRATEGIC EQUITY	150,735,068.82		158,271,822.26
Total value of foreign instruments	719,176,996.08		755,135,845.89
Total movement as % of non-current assets plus bank			1.15

3,124,369,132.51

Hedging portfolio
Hedged item per category
Hedging instrument
Marked to market profits/loss
Disclosure

R

KWAZULU NATAL JOINT MUNICIPAL PROVIDENT FUND (REF. NO. 12/8/32588/1)
SCHEDULE 1A PERTAINING TO ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2016

P RECONCILIATION BETWEEN THE INVESTMENTS IN SCHEDULE H2 AND SCHEDULE 1A

	Fair value current period (as per Schedule H2.1)	Amortised cost current period	Cash at bank	Property split (Schedule 1AD)	Non-compliant CIS	Non-compliant Insurance Policies	Compliant Investments	Derivatives with residual risk	Investments no information (Schedule 1AN)	Other ^{Note 1}	Total
Cash	153,669,343.15		204,018,066.08							(51,672,266.23)	306,015,143.00
Commodities										29,842,824.00	29,842,824.00
Housing Loans											-
Debt Instruments including Islamic debt Instruments	473,854,027.34									154,920,148.66	628,774,176.00
Investment properties and owner occupied properties										123,558,685.00	123,558,685.00
Equities	1,468,289,167.33									567,909,136.67	2,036,178,304.00
Investments in participating employers											-
Hedge Funds											-
Private Equity Funds											-
Derivative market Instruments											-
Collective Investment Schemes	824,558,528.54									(824,558,528.54)	-
Insurance Policies											-
Entities regulated (to Reg 28(2)(b)(iv))											-
Investments not disclosed (data not available for disclosure by entities)											-
Other assets											-
TOTAL INVESTMENTS	2,920,351,066.36		204,018,066.08							-0.44	3,124,369,132.00

Note 1: Amounts may only be included in this column where such asset(s) are not accommodated in any of the column and proper disclosure must be in this note to disclose the nature of the asset(s):

KWAZULU-NATAL JOINT MUNICIPAL PROVIDENT FUND
 SCHEDULE 1B
 ASSETS HELD IN COMPLIANCE WITH REGULATION 28
 As at 31 March 2016

A	Total assets (Schedule 1A - Total Investments)	3,124,369,132
B1	Less: Reg 28 compliant investments (Certificate received from issuing entity):	0
	B.1.1 Collateral Investment Schemes (Reg 28(b)(v))	0
	B.1.2 Linked Policies (Reg 28(b)(vi))	0
	B.1.3 Non-Linked policies (Reg 28(b)(vii))	0
	B.1.4 Entity regulated by FSB (Reg 28(b)(viii))	0
B2	Less: Reg 28 Excluded Investments	0
	B.2.1 Insurance Policies (Reg 28(c))	0
C	Less: Investments not disclosed/fully not available for disclosure [Refer Schedule 1AN]	0
D	TOTAL ASSETS for REGULATION 28 DISCLOSURE	3,124,369,132

Fair value
 R

1	CASH	100%	308,015,143	R	9.79%	%
	Notes, deposits, money market instruments issued by a South African Bank, margin accounts, settlement accounts with an exchange and other, any balance or deposit in an account held with a South African bank	25%	276,888,373		8.86%	
	-per issuer/entity					
	Nedbank Ltd		2,464,837		0.08%	
	African Bank Ltd		52,250,041		1.67%	
	45		18,155,364		0.00%	
	Standard Bank of SA - held by the Fund		204,018,066		6.63%	
	A money market instrument issued by a South African bank					
	Including an interest liquidity management financial instrument					
	-per issuer/entity					
	African Bank Ltd	25%	601,176		0.02%	
	ABSA bank Limited		704,843		0.02%	
	Capitec Bank Limited		1,294,851		0.41%	
	FirstRand Bank Limited		1,111,454		0.36%	
	Hong Kong Shanghai Bank Corp		17,888		0.00%	
	Nedbank Ltd		81,883		0.03%	
	Investec Bank Ltd		3,625,498		0.12%	
	Standard Bank of SA		1,756,886		0.06%	
	Any positive net balance in a margin account with an exchange	25%	3,070,993		0.10%	
	-per issuer/entity					
	SAFEX - margin					
	Any positive net balance in a settlement account with an exchange	25%	3,070,993		0.10%	
	-per issuer/entity					
	0					
	0					
	0					

(e)	50%	41,416,486	37,375,032	1.20%
(d)(i)	50%	3,651,869	3,358,749	0.12%
	10%	10,742,222	9,358,749	0.17%
	50%	913,602	913,602	0.03%
	50%	2,088,565	2,088,565	0.07%
	50%	1,976,045	1,976,045	0.08%
	50%	10,844,825	10,844,825	0.35%
	50%	121,398	121,398	0.00%
	50%	1,678,818	1,678,818	0.05%
	50%	4,041,404	4,041,404	0.13%
	50%	3,582,437	3,582,437	0.11%
	50%	16,601	16,601	0.00%
	50%	202,440	202,440	0.01%
	50%	63,930	63,930	0.00%
	50%	173,286	173,286	0.01%
	50%	3,810	3,810	0.00%
	25%	138,563,183	138,563,183	4.43%
	5%	64,192,664	64,192,664	1.73%
(d)(i)	50%	3,889,734	3,889,734	0.12%
	50%	8,091	8,091	0.00%
	50%	2,400,658	2,400,658	0.08%
	50%	1,840,986	1,840,986	0.08%
	50%	1,375,298	1,375,298	0.04%
	50%	2,271,897	2,271,897	0.07%
	50%	305,619	305,619	0.01%
	50%	8,166,388	8,166,388	0.20%
	50%	686,284	686,284	0.02%
	50%	1,742,071	1,742,071	0.06%
	50%	40,616	40,616	0.00%
	50%	1,650,000	1,650,000	0.05%
	50%	2,336,366	2,336,366	0.08%
	50%	2,012,087	2,012,087	0.06%
	50%	4,448,742	4,448,742	0.14%
	50%	100,033	100,033	0.00%
	50%	863,833	863,833	0.03%
	50%	1,742,508	1,742,508	0.08%
	50%	3,269,629	3,269,629	0.11%
	50%	1,910,434	1,910,434	0.08%
	50%	307,654	307,654	0.01%
	50%	2,706	2,706	0.00%
	50%	2,607,897	2,607,897	0.08%
	50%	1,659,687	1,659,687	0.05%
	50%	1,699,238	1,699,238	0.05%
	50%	494,281	494,281	0.02%
	50%	45,697	45,697	0.00%
	50%	251,236	251,236	0.01%
	50%	318,186	318,186	0.01%
	50%	412,376	412,376	0.01%
	50%	2,192,102	2,192,102	0.07%
	50%	204,879	204,879	0.01%
	50%	1,148,940	1,148,940	0.04%
	50%	308,028	308,028	0.01%
	50%	282,649	282,649	0.01%
	50%	367,046	367,046	0.01%
	50%	763,617	763,617	0.02%
	50%	468,956	468,956	0.02%
	50%	851,476	851,476	0.03%
	50%	9,489	9,489	0.00%
	50%	584,067	584,067	0.02%
	50%	46,581	46,581	0.00%
	50%	64,371,118	64,371,118	2.70%
	50%	866,868	866,868	0.02%
	50%	117,688	117,688	0.00%
	50%	736,414	736,414	0.02%
	50%	218,982	218,982	0.01%
	50%	750,186	750,186	0.02%
	50%	75,082,854	75,082,854	2.40%
	50%	644,667	644,667	0.02%
	50%	815,491	815,491	0.03%
	50%	422,269	422,269	0.01%
	50%	473,189	473,189	0.02%
	50%	221,432	221,432	0.01%
	50%	914,988	914,988	0.03%
	50%	1,523,842	1,523,842	0.06%
	50%	396,347	396,347	0.01%
	50%	3,307	3,307	0.00%
	50%	43,189	43,189	0.00%
	50%	378,016	378,016	0.01%
	50%	889,187	889,187	0.03%
	50%	167,444	167,444	0.01%

(e)	50%	41,416,486	37,375,032	1.20%
(d)(i)	50%	3,651,869	3,358,749	0.12%
	10%	10,742,222	9,358,749	0.17%
	50%	913,602	913,602	0.03%
	50%	2,088,565	2,088,565	0.07%
	50%	1,976,045	1,976,045	0.08%
	50%	10,844,825	10,844,825	0.35%
	50%	121,398	121,398	0.00%
	50%	1,678,818	1,678,818	0.05%
	50%	4,041,404	4,041,404	0.13%
	50%	3,582,437	3,582,437	0.11%
	50%	16,601	16,601	0.00%
	50%	202,440	202,440	0.01%
	50%	63,930	63,930	0.00%
	50%	173,286	173,286	0.01%
	50%	3,810	3,810	0.00%
	25%	138,563,183	138,563,183	4.43%
	5%	64,192,664	64,192,664	1.73%
(d)(i)	50%	3,889,734	3,889,734	0.12%
	50%	8,091	8,091	0.00%
	50%	2,400,658	2,400,658	0.08%
	50%	1,840,986	1,840,986	0.08%
	50%	1,375,298	1,375,298	0.04%
	50%	2,271,897	2,271,897	0.07%
	50%	305,619	305,619	0.01%
	50%	8,166,388	8,166,388	0.20%
	50%	686,284	686,284	0.02%
	50%	1,742,071	1,742,071	0.06%
	50%	40,616	40,616	0.00%
	50%	1,650,000	1,650,000	0.05%
	50%	2,336,366	2,336,366	0.08%
	50%	2,012,087	2,012,087	0.06%
	50%	4,448,742	4,448,742	0.14%
	50%	100,033	100,033	0.00%
	50%	863,833	863,833	0.03%
	50%	1,742,508	1,742,508	0.08%
	50%	3,269,629	3,269,629	0.11%
	50%	1,910,434	1,910,434	0.08%
	50%	307,654	307,654	0.01%
	50%	2,706	2,706	0.00%
	50%	2,607,897	2,607,897	0.08%
	50%	1,659,687	1,659,687	0.05%
	50%	1,699,238	1,699,238	0.05%
	50%	494,281	494,281	0.02%
	50%	45,697	45,697	0.00%
	50%	251,236	251,236	0.01%
	50%	318,186	318,186	0.01%
	50%	412,376	412,376	0.01%
	50%	2,192,102	2,192,102	0.07%
	50%	204,879	204,879	0.01%
	50%	1,148,940	1,148,940	0.04%
	50%	308,028	308,028	0.01%
	50%	282,649	282,649	0.01%
	50%	367,046	367,046	0.01%
	50%	763,617	763,617	0.02%
	50%	468,956	468,956	0.02%
	50%	851,476	851,476	0.03%
	50%	9,489	9,489	0.00%
	50%	584,067	584,067	0.02%
	50%	46,581	46,581	0.00%
	50%	64,371,118	64,371,118	2.70%
	50%	866,868	866,868	0.02%
	50%	117,688	117,688	0.00%
	50%	736,414	736,414	0.02%
	50%	218,982	218,982	0.01%
	50%	750,186	750,186	0.02%
	50%	75,082,854	75,082,854	2.40%
	50%	644,667	644,667	0.02%
	50%	815,491	815,491	0.03%
	50%	422,269	422,269	0.01%
	50%	473,189	473,189	0.02%
	50%	221,432	221,432	0.01%
	50%	914,988	914,988	0.03%
	50%	1,523,842	1,523,842	0.06%
	50%	396,347	396,347	0.01%
	50%	3,307	3,307	0.00%
	50%	43,189	43,189	0.00%
	50%	378,016	378,016	0.01%
	50%	889,187	889,187	0.03%
	50%	167,444	167,444	0.01%

(e)	50%	41,416,486	37,375,032	1.20%
(d)(i)	50%	3,651,869	3,358,749	0.12%
	10%	10,742,222	9,358,749	0.17%
	50%	913,602	913,602	0.03%
	50%	2,088,565	2,088,565	0.07%
	50%	1,976,045	1,976,045	0.08%
	50%	10,844,825	10,844,825	0.35%
	50%	121,398	121,398	0.00%
	50%	1,678,818	1,678,818	0.05%
	50%	4,041,404	4,041,404	0.13%
	50%	3,582,437	3,582,437	0.11%
	50%	16,601	16,601	0.00%
	50%	202,440	202,440	0.01%
	50%	63,930	63,930	0.00%
	50%	173,286	173,286	0.01%
	50%	3,810	3,810	0.00%
	25%	138,563,183	138,563,183	4.43%
	5%	64,192,664	64,192,664	1.73%
(d)(i)	50%	3,889,734	3,889,734	0.12%
	50%	8,091	8,091	0.00%
	50%	2,400,658	2,400,658	0.08%
	50%	1,840,986	1,840,986	0.08%
	50%	1,375,298	1,375,298	0.04%
	50%	2,271,897	2,271,897	0.07%
	50%	305,619	305,619	0.01%
	50%	8,166,388	8,166,388	0.20%
	50%	686,284	686,284	0.02%
	50%	1,742,071	1,742,071	0.06%
	50%	40,616	40,616	0.00%
	50%	1,650,000	1,650,000	0.05%
	50%	2,336,366	2,336,366	0.08%
	50%	2,012,087	2,012,087	0.06%
	50%	4,448,742	4,448,742	0.14%
	50%	100,033	100,033	0.00%
	50%	863,833	863,833	0.03%
	50%	1,742,508	1,742,508	0.08%
	50%	3,269,629	3,269,629	0.11%
	50%	1,910,434	1,910,434	0.08%
	50%	307,654	307,654	0.01%
	50%	2,706	2,706	0.00%
	50%	2,607,897	2,607,897	0.08%
	50%	1,659,687	1,659,687	0.05%
	50%	1,699,238	1,699,238	0.05%
	50%	494,281	494,281	0.02%
	50%	45,697	45,697	0.00%
	50%	251,236	251,236	0.01%
	50%	318,186	318,186	0.01%
	50%	412,376	412,376	0.01%
	50%	2,192,102	2,192,102	0.07%
	50%	204,879	204,879	0.01%
	50%	1,148,940	1,148,940	0.04%
	50%	308,028	308,028	0.01%
	50%	282,649	282,649	0.01%
	50%	367,046	367,046	0.01%
	50%	763,617	763,617	0.02%
	50%	468,956	468,956	0.02%
	50%	851,476	851,476	0.03%
	50%	9,489	9,489	0.00%
	50%	584,067	584,067	0.02%
	50%	46,581	46,581	0.00%
	50%	64,371,118	64,371,118	2.70%
	50%	866,868	866,868	0.02%
	50%	117,688	117,688	0.00%
	50%	736,414	736,414	0.02%
	50%	218,982	218,982	0.01%
	50%	750,186	750,186	0.02%
	50%	75,082,854	75,082,854	2.40%
	50%	644,667	644,667	0.02%
	50%	815,491	815,491	0.03%
	50%	422,269	422,269	0.01%
	50%	473,189	473,189	0.02%
	50%	221,432	221,432	0.01%
	50%	914,988	914,988	0.03%
	50%	1,523,842	1,523,842	0.06%
	50%	396,347	396,347	0.01%
	50%	3,307	3,307	0.00%
	50%	43,189	43,189	0.00%
	50%	378,016	378,016	0.01%
	50%	889,187	889,187	0.03%
	50%	167,444	167,444	0.01%

(e)	50%	41,416,486	37,375,032	1.20%
(d)(i)	50%	3,651,869	3,358,749	0.12%
	10%	10,742,222	9,358,749	0.17%
	50%	913,602	913,602	0.03%
	50%	2,088,565	2,088,565	0.07%
	50%	1,976,045	1,976,045	0.08%
	50%	10,844,825	10,844,825	0.35%
	50%	121,398	121,398	0.00%
	50%	1,678,818	1,678,818	0.05%

3. EQUITIES		3.1 Inside the Republic		(a)		(a)(i)		(a)(ii)	
75%	75%	75%	75%	75%	75%	75%	75%	75%	75%
Preference and ordinary shares in property companies, listed on an exchange		Issuer market capitalisation of R20 billion or more, or an amount or contribution as prescribed		Issuer market capitalisation of between R2 billion and R20 billion, or an amount or contribution as prescribed		Issuer market capitalisation of between R2 billion and R20 billion, or an amount or contribution as prescribed		Issuer market capitalisation of between R2 billion and R20 billion, or an amount or contribution as prescribed	
per issuer		per issuer		per issuer		per issuer		per issuer	
16,855,268	1,194,673,328	16,855,268	1,194,673,328	16,855,268	1,194,673,328	16,855,268	1,194,673,328	16,855,268	1,194,673,328
18,158,127		18,158,127		18,158,127		18,158,127		18,158,127	
8,336,905		8,336,905		8,336,905		8,336,905		8,336,905	
24,870,302		24,870,302		24,870,302		24,870,302		24,870,302	
13,216,446		13,216,446		13,216,446		13,216,446		13,216,446	
20,825,364		20,825,364		20,825,364		20,825,364		20,825,364	
116,093,103		116,093,103		116,093,103		116,093,103		116,093,103	
17,122,665		17,122,665		17,122,665		17,122,665		17,122,665	
1,933,396		1,933,396		1,933,396		1,933,396		1,933,396	
10,887,764		10,887,764		10,887,764		10,887,764		10,887,764	
2,828,354		2,828,354		2,828,354		2,828,354		2,828,354	
4,236,827		4,236,827		4,236,827		4,236,827		4,236,827	
8,002,944		8,002,944		8,002,944		8,002,944		8,002,944	
56,423,370		56,423,370		56,423,370		56,423,370		56,423,370	
19,226,939		19,226,939		19,226,939		19,226,939		19,226,939	
6,310,387		6,310,387		6,310,387		6,310,387		6,310,387	
23,343,183		23,343,183		23,343,183		23,343,183		23,343,183	
26,952,682		26,952,682		26,952,682		26,952,682		26,952,682	
5,483,011		5,483,011		5,483,011		5,483,011		5,483,011	
19,261,686		19,261,686		19,261,686		19,261,686		19,261,686	
6,387,688		6,387,688		6,387,688		6,387,688		6,387,688	
9,596,221		9,596,221		9,596,221		9,596,221		9,596,221	
22,701,816		22,701,816		22,701,816		22,701,816		22,701,816	
6,080,289		6,080,289		6,080,289		6,080,289		6,080,289	
66,648,408		66,648,408		66,648,408		66,648,408		66,648,408	
16,116,534		16,116,534		16,116,534		16,116,534		16,116,534	
20,670,837		20,670,837		20,670,837		20,670,837		20,670,837	
166,539,520		166,539,520		166,539,520		166,539,520		166,539,520	
23,243,653		23,243,653		23,243,653		23,243,653		23,243,653	
1,187,500		1,187,500		1,187,500		1,187,500		1,187,500	
48,482,735		48,482,735		48,482,735		48,482,735		48,482,735	
8,112,011		8,112,011		8,112,011		8,112,011		8,112,011	
18,473,120		18,473,120		18,473,120		18,473,120		18,473,120	
102,452		102,452		102,452		102,452		102,452	
4,002,731		4,002,731		4,002,731		4,002,731		4,002,731	
16,176,168		16,176,168		16,176,168		16,176,168		16,176,168	
28,310,706		28,310,706		28,310,706		28,310,706		28,310,706	
40,221,824		40,221,824		40,221,824		40,221,824		40,221,824	
16,263,887		16,263,887		16,263,887		16,263,887		16,263,887	
4,727,458		4,727,458		4,727,458		4,727,458		4,727,458	
8,255,648		8,255,648		8,255,648		8,255,648		8,255,648	
84,994,301		84,994,301		84,994,301		84,994,301		84,994,301	
6,466,621		6,466,621		6,466,621		6,466,621		6,466,621	
61,736,617		61,736,617		61,736,617		61,736,617		61,736,617	
6,373,572		6,373,572		6,373,572		6,373,572		6,373,572	
82,630,860		82,630,860		82,630,860		82,630,860		82,630,860	
13,991,069		13,991,069		13,991,069		13,991,069		13,991,069	
806,330		806,330		806,330		806,330		806,330	
13,633,651		13,633,651		13,633,651		13,633,651		13,633,651	
11,858,883		11,858,883		11,858,883		11,858,883		11,858,883	
14,833,104		14,833,104		14,833,104		14,833,104		14,833,104	
100,481,289		100,481,289		100,481,289		100,481,289		100,481,289	
4,501,518		4,501,518		4,501,518		4,501,518		4,501,518	
2,203,436		2,203,436		2,203,436		2,203,436		2,203,436	
5,602,888		5,602,888		5,602,888		5,602,888		5,602,888	
4,198,908		4,198,908		4,198,908		4,198,908		4,198,908	
737,659		737,659		737,659		737,659		737,659	
2,928,528		2,928,528		2,928,528		2,928,528		2,928,528	
1,630,868		1,630,868		1,630,868		1,630,868		1,630,868	
4,818,968		4,818,968		4,818,968		4,818,968		4,818,968	
626,315		626,315		626,315		626,315		626,315	
3,580,164		3,580,164		3,580,164		3,580,164		3,580,164	
306,281		306,281		306,281		306,281		306,281	
79,486		79,486		79,486		79,486		79,486	
4,983,210		4,983,210		4,983,210		4,983,210		4,983,210	
2,831,120		2,831,120		2,831,120		2,831,120		2,831,120	
165,701		165,701		165,701		165,701		165,701	
7,211,153		7,211,153		7,211,153		7,211,153		7,211,153	
751,425		751,425		751,425		751,425		751,425	
1,100,281		1,100,281		1,100,281		1,100,281		1,100,281	
5,745,501		5,745,501		5,745,501		5,745,501		5,745,501	
246,544		246,544		246,544		246,544		246,544	
12,661,487		12,661,487		12,661,487		12,661,487		12,661,487	
1,208,280		1,208,280		1,208,280		1,208,280		1,208,280	
5,146,181		5,146,181		5,146,181		5,146,181		5,146,181	
3,039,360		3,039,360		3,039,360		3,039,360		3,039,360	
8,281,270		8,281,270		8,281,270		8,281,270		8,281,270	
4,833,622		4,833,622		4,833,622		4,833,622		4,833,622	
4,849,988		4,849,988		4,849,988		4,849,988		4,849,988	
6,354,384		6,354,384		6,354,384		6,354,384		6,354,384	
16,936		16,936		16,936		16,936		16,936	

[illegible]

Alt T Inc	503.0268	0.03%
Autoliv Inc	181.850	0.01%
Automatis Data	3,476.838	0.11%
Avaya Plc	568.003	0.02%
Avnet Inc	213.148	0.01%
Celanese Corp Series A	1,028.058	0.05%
Exor	19.862	0.00%
Ihs Inc Class A	92.083	0.00%
China Construction Bank Corp H	1,747.356	0.06%
Time North Nickel Adr	1,129.141	0.04%
Transdigm Group Inc	87.783	0.00%
Schindler Holding Ag	59.427	0.00%
Symrise Ag Nv (B)	87.783	0.00%
Pyramian	72.218	0.00%
Turkise Halk Bankasi A	434.688	0.01%
Int Consolidated Euro 5	74.205	0.00%
New China Life Insurance (H)	1,314.042	0.04%
Bank Kuwait Gulf Finance Co	1,482.425	0.05%
Powertechnology Zskid Ubezpezen S.A.	325.218	0.01%
Vanu Inc Class A	2,617.744	0.08%
Tripath Inc	226.531	0.01%
Ally Financial Inc	1,811.006	0.06%
Telefonos de Mexico Hold	80.266	0.00%
Direct Life Insurance Plc	128.375	0.00%
Bae Systems Plc	676.782	0.02%
Ball Corp	16.983	0.00%
Procter & Gamble Ag-Frag	108.230	0.00%
Twinkl Inc	6,843.320	0.22%
Nr Group Nv	1,727.380	0.06%
Boeing	630.290	0.02%
Bt Group Plc	398.462	0.01%
Bunge Ltd	166.046	0.00%
Alphabet Inc	3,026.498	0.10%
Alphabet Inc	3,086.934	0.10%
33,490	33,490	0.00%
Calgene Corp	534.206	0.02%
Central Japan Railway Co	628.654	0.02%
Centric	153.316	0.00%
China Mobile	2,197.677	0.07%
Chinabank	3,282.259	0.11%
Chinabank Dcor Sa	3,418	0.00%
Cia Generale Dea Edvile	2,023.654	0.06%
Credit Financial Corp	84.488	0.00%
Chitas Corp	614.480	0.02%
Chico Systems Inc	3,547.415	0.11%
Cit Group Inc	111.677	0.00%
Citic Systems	23.797	0.00%
Cip Holdings Ltd	2,050.801	0.07%
Cme Group Inc	1,688.217	0.05%
Cisco	3,778.754	0.12%
Cisco	436.047	0.01%
Cognizant	3,083.852	0.10%
Comcast Corp	617.820	0.02%
Conagra Foods Inc	137.058	0.00%
ConocoPhillips	88.658	0.00%
Corning Inc	422.383	0.01%
Cch Plc	2,085.466	0.07%
Cys-Carnegie Corp	679.144	0.02%
Dalco Chemical Industries	16.086	0.00%
Delta Air Lines Inc	494.076	0.02%
Duracell Battery Ag	6.836	0.00%
Dr Pepper Snapple Group Inc	782.600	0.02%
Eastman Chemical Co	217.406	0.01%
Eastman	1,790.456	0.06%
Edison International	504.366	0.02%
Emo CompMas	1,214.098	0.04%
Entergy Corp	642.869	0.02%
Erg Resources	4,329.897	0.14%
Equifax Inc	206.194	0.01%
Everest Re Group Ltd	650.777	0.02%
Exxon	1,060.264	0.03%
Fanuc Ltd	3,117.559	0.10%
Federal Co	2,945.818	0.08%
Fedex	388.482	0.01%
Fifth Third Bancorp	440.238	0.01%
Finbancorp	654.240	0.02%
First Ina	232.896	0.01%
First Solar	2,489.261	0.08%
Fluor Corp	230.081	0.01%
Fuji Heavy Industries Ltd	45.136	0.00%
Geacorp Ade	9,071.136	0.28%
Admiral Group Plc	9.877	0.00%
238.871	238.871	0.01%
General Motors Co	884.642	0.02%
Global Science Inc	5,515.988	0.18%
Global Winkline Plc	804.033	0.02%
Goldman Sachs Group Inc	185.090	0.01%
Harris Corp	82.109	0.00%
Hartford Fin Sv	487.457	0.02%
Hedberg Investment Ag	2,382.926	0.06%
Helmreich & Paym	73.965	0.00%
Hennrich & Mauritz Ab B Sha	2,901.001	0.08%
Henry Schein Inc	882.343	0.02%
Hesse Corp	1,252.026	0.04%
Hewlett-Packard Co	1,780.773	0.06%
Hk & China Gas	3,040.841	0.10%
Hickings	3,273.736	0.10%

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Swedish Match Ab	111.013	0.00%
Symantec Corp	266.246	0.01%
Syngenta N	2,339.716	0.07%
Synerex Corp	662.794	0.02%
Taiwan Corp	7.109	0.00%
Techip Sa	699.674	0.02%
Telecom Italia Spa	46.969	0.00%
Telefonica Sa	1,695.751	0.05%
Teredata Corp	148.544	0.00%
Terra Roti Electrica Nazi	73.236	0.00%
Tesco Plc	664.619	0.02%
Time Warner Inc	30.983	0.00%
Total System Services Inc	121.446	0.00%
Toto Ltd	17.663	0.00%
Transurban Group	64.839	0.00%
Trend Micro Inc	63.818	0.00%
Tulow Oil Plc	3,264.952	0.10%
Tyson Foods Inc-Cl A	665.104	0.02%
Unilever Plc	1,241.879	0.04%
United Therapeutics Corp Del	211.366	0.01%
Unum Group	229.400	0.01%
Valiant Pharmaceuticals	109.430	0.00%
Vectis Environmental	72.926	0.00%
Verizon Communications	759.622	0.02%
Veritas Wind Systems A/S	739.769	0.02%
Vista SA	67.716	0.00%
Vitol	468.464	0.01%
Vulcan Materials	205.623	0.01%
Volvo	748.866	0.02%
Volvo NV	1,220.856	0.04%
VW Group Inc	1,662.693	0.05%
Xerox Corp	472.230	0.02%
Xilinx Inc	21.646	0.00%
XL Group Plc	37.413	0.00%
Yalva	2,483.643	0.08%
an amount or conditions as provided	6,916.669	0.22%
SAFB maximum limits		
10%		
per issuer		
American Financial Group Inc	287.046	0.01%
Voya Financial Inc	232.188	0.01%
Whitpool Corp	217.916	0.01%
Allesta Corp The	261.064	0.01%
American Electric Power	618.639	0.02%
Aflac Bank SA	366.911	0.01%
Broad SA	2,514.580	0.08%
Chorox Co	82.712	0.00%
Hannover Ruebeck SE	118.312	0.00%
Edwards Life	127.841	0.00%
James Hardie Industries	69.786	0.00%
Mit Corp	46.936	0.00%
Nysa	136.743	0.00%
The Progressive Corp	114.777	0.00%
The Travelers Cos Inc	648.651	0.02%
Visicon	1,185.778	0.04%
Issuer market capitalization of less than R2 billion, or an amount or conditions as provided	382,960.841	12.26%
SAFB maximum limits		
5%		
per issuer		
Gartner Inc	66.048	0.00%
Calix Corp	146.367	0.00%
Ryder System Inc	241.474	0.01%
Smith (A.O.) Corp	613.957	0.02%
Acuity Brands Inc	180.896	0.00%
Itu Unibanco Holding Pref Adr	1,444.238	0.05%
Bt Group Plc	2,306.893	0.07%
St Group Plc	106.898	0.00%
St Teleperformance	2,409.748	0.08%
Alps Electric Co Ltd	42.668	0.00%
Kase Corp	46.963	0.00%
Fuji Heavy Industries Ltd	1,697.744	0.05%
Amphenol Broadcom	1,480.056	0.05%
Ale Group Ltd	3,079.279	0.10%
Amity Capital Management	376.846	0.01%
Apple	11,668.746	0.37%
Arcus Japan Fd-Associate	38,658.230	1.17%
Acacia Group	16.261	0.00%
Americo Poland Sa	243.666	0.01%
Ennio Group Bank Ag	440.802	0.01%
Imofinanz Ag	112.867	0.00%
Vienna Insurance Group Ag Wiener Versicherung	266.287	0.01%
Alkermes SpA	19.944	0.00%
Advison Capitalized Inc	2,816.126	0.08%
Ag Energy Ltd	27.408	0.00%
Associated Leasing Ltd	59.893	0.00%
Apac Group	20.183	0.00%
Challenger Ltd/Australia	64.183	0.00%
Citic Group Ltd	36.126	0.00%
Infotec Pte Ltd	2.475	0.00%
South2 Ltd	461.755	0.01%
Scania Group	14.846	0.00%
Tpg Telecom Ltd	38.991	0.00%
Treasury Wine Estates Ltd	86.808	0.00%
Vocus Communications Ltd	18.851	0.00%
Autobona Inc	2,716.890	0.09%
Aviation Comm Inc	176.812	0.01%
Malinda Group Plc	342.146	0.07%
Ship Finance International Ltd	148.881	0.00%
Genome Corp Technology Sa	639.182	0.02%
Pollonigle Sa	106.424	0.00%

0.08%	2,473,962	Cos Corp. Class B
0.00%	52,127	Forum Brands Home & Security
0.01%	452,668	Lyondellbasell Indu C/A
0.00%	460,964	Leas Corp
0.01%	249,019	Rowan Cos Plc
0.00%	2,519,160	Japan Airline Co Ltd
0.00%	18,071	Bankinter Sa
0.00%	132,058	B&B T Corp
0.00%	154,619	Dean Foods Co
0.00%	46,201	Willis Towers Watson Plc
0.00%	40,786	Amquest Busch hdev SA/N
0.00%	46,217	Colony S&P
0.00%	132,712	Agrees
0.16%	4,686,464	Bizuto Hldgs Ltd
0.00%	109,195	Auch Capital Group Ltd
0.01%	157,182	Asia Capital Holdings Ltd
0.00%	103,718	Chuang Kong Infrastructure Holdings Ltd
0.00%	45,447	Norwegian Cruise Line Holdings Ltd
0.00%	93,314	Rentalsuccess Holdings Ltd
0.03%	793,265	Bp Plc
0.01%	221,132	Breda Communications Sys
0.01%	416,607	Brd-Grups Societe Generale Sa
0.00%	56,917	British Land Co Plc
0.02%	616,307	Broadridge Financial
0.00%	102,240	Brown-Forman Corp
0.00%	2,474	Rmr Group IndThe
0.01%	274,433	Alimentation Couche Tard
0.09%	2,684,610	Blackberry Ltd
0.00%	40,782	Blackfield Asset Manag C
0.00%	78,325	Col Industries Inc
0.00%	124,608	Constellon Software In
0.00%	134,498	Costaroma Inc
0.00%	8,608	Golden Activewear Inc
0.00%	41,068	Intact Financial Corp
0.00%	94,858	Loblaw Companies Ltd
0.00%	41,009	Orax Corp
0.00%	86,366	Cabevision Sys
0.01%	182,369	Carlisle Foods Inc
0.00%	92,450	Campbell Soup Co
0.07%	2,160,747	Cap Gemini Sa
0.02%	648,002	Cardinal Health
0.00%	61,626	Caslo Computer Co Ltd
0.01%	418,047	Ox Cartesian Corp Ag
0.02%	555,882	Adeion Ltd Reg
0.02%	766,316	Chocobebekken Lindt & Sprungli Ag
0.01%	182,328	Givaudan Reg
0.02%	620,178	Struamann Holding Ag
0.02%	562,461	Tenneco Group Ag
0.00%	56,386	Sykes Life Holding Ag
0.00%	108,884	Erne-Chemie Holding Ag
0.00%	100,833	Partners Group Holding Ag
0.00%	80,368	Schindler Holding Ag
0.00%	17,287	Julius Beer Group Ltd
0.01%	196,808	Swiss Kfe Ag
0.00%	67,186	Coca Cola Hba Ag Dt
0.00%	2,827,478	Chemed Corp
0.09%	169,646	Chenopac
0.05%	1,512,585	China Traditional Chinese Medicine Co Ltd
0.00%	56,236	Chubu Electric Power Co
0.00%	671	Chugai Pharmaceutical Co
0.00%	11,364	Church & Dwight Co Inc
0.01%	462,807	Chyron Corp
0.06%	1,627,695	Che De St-Gobain
0.00%	87,048	Che Generale Coplique Es
0.00%	420,502	Cigna Corp
0.10%	3,092,961	Citigroup
0.00%	3,715,248	Cofinote
0.11%	3,320,786	Compass Minerals Int'l Inc
0.01%	270,264	Comptel Sa France
0.02%	521,519	Corotec Wholesale
0.01%	386,088	Col Ltd
0.02%	502,397	Cle Everlin Ag & Co Kysa
0.01%	285,068	Howell
0.00%	138,314	Quake Securities Group Inc
0.00%	43,024	Quwest Resources
0.00%	51,478	United Inform Ag
0.00%	466,627	Raytheon Motron Werke
0.00%	8,737	Report Ag Frankfurt Airport Services Worldw
0.02%	565,635	Infinion Technologies Ag
0.04%	1,222,548	Linde Ag
0.02%	859,176	Ges Group Ag
0.00%	75,101	Deutsche Wohnen Ag
0.00%	20,749	Qeram Ltd Ag
0.00%	50,646	Zalando Se
0.00%	1,583,868	Deutsche Telekom Ag
0.02%	561,833	Discover Financial
0.00%	11,526	Dev Ag
0.00%	17,438	Cir Hansen Holding AS
0.00%	153,202	Pandora AS
0.01%	409,289	Telink Group As
0.13%	4,103,476	E House China Hldgs Ltd
0.04%	1,214,310	Electron Aite Inc
0.00%	164,183	Equity Residential
0.00%	8,222	Aena Sa
0.02%	664,677	Banco Popular Espanol
0.00%	117,146	Pemvot Sa
0.00%	17,128	Endesa Sa
0.00%	10,658	Enagas Sa
0.00%	70,734	Industria De Orens Taxo

Grifols Sa	42,846	0.00%
Red Electrica Corporation	601,000	0.02%
Essexland Inc	96,574	0.00%
Elumen Group Ltd	106,689	0.00%
Evonik Industries AG	960,602	0.02%
Exxon Storage Inc	194,077	0.01%
Nokia Oyj	6,696	0.00%
Enka Oyj	100,966	0.00%
Neste Oyj	69,539	0.00%
Rediff Bank	94,181	0.00%
Procter & Gamble Ltd	242,174	0.01%
Fortis Banque Moblie Group	283,861	0.01%
Fortis Banque Moblie Group	9,582,475	0.31%
Alcoa Sa	1,367,196	0.04%
Acca Sa	14,600	0.00%
Lynch Mobie Honeywell Louis	1,524,566	0.05%
Thales Sa	862,871	0.03%
Veritas SA	35,407	0.00%
Cassini Systems	30,698	0.00%
BNP Paribas	1,475,015	0.05%
Renaith SA	16,272	0.00%
Renault SA	712,454	0.02%
Resonance Sa & Co Kgas	162,612	0.01%
Gallien Ag	103,864	0.00%
Gannett Co Inc	43,907	0.00%
Barratt Developments Plc	108,730	0.00%
Bellou Beauty Plc	436,024	0.01%
Sky Plc	8,163	0.00%
Pharmap Plc	342,069	0.01%
Standard Chartered Plc	431,676	0.01%
Nrgs Plc	376,255	0.01%
National Express Group Plc	301,470	0.01%
Associated British Foods	62,202	0.00%
Pearson Plc	507,744	0.02%
Texas Partners Plc	83,817	0.00%
Lloyds Banking Group Plc	532,992	0.02%
Telfo & Lylo Plc	266,289	0.01%
icop Plc	404,204	0.01%
Bund Plc	42,169	0.00%
Immarcel Plc	116,236	0.00%
London Stock Exchange Gro	109,641	0.01%
Orinda Group Plc	372,279	0.01%
Ladbrokes Plc	362,980	0.01%
Athlone Group Plc	339,111	0.01%
Marqueses Landown Plc	90,841	0.00%
Smiths Group Plc	89,019	0.02%
Provident Financial Plc	89,049	0.00%
Ducane Carphone Plc	112,701	0.00%
Sageo Plc	78,834	0.00%
Royal Bank of Scotland GR	477,967	0.02%
Sage Group Plc	654,886	0.02%
Liberty Global Plc A	55,811	0.00%
Liberty Global Plc Series	136,147	0.00%
Cyng Plc	277,334	0.01%
Stock Split Group Plc	122,124	0.00%
Noble Corp Plc Ord USD.01	68,800	0.00%
RSA Insurance Group Plc	21,142	0.00%
Reaun Plc	49,810	0.00%
Nilean Holdings Plc	216,620	0.01%
Globaline Investment Plc	201,666	0.01%
Gernaco Holdings Inc	1,486,752	0.05%
Hk Electric Investments & Hk Electric Investm	34,236	0.00%
Teetronics Industries Co Ltd	28,881	0.00%
Honeywell International Inc	1,617,695	0.05%
Honeywell Proprietary Trust	218,238	0.01%
Imperial Corp	7,303,937	0.23%
Imperial Sa	82,328	0.00%
Samit Kappa Group Plc	1,502,579	0.05%
Paddy Power Betfair Plc	180,830	0.01%
Bezeq The Israel Telecommunications Corp Ltd	66,888	0.00%
Bank Hapoalim Bm	90,012	0.00%
Intesa Sanpaolo	18,244	0.00%
Investor	62,699	0.00%
Ipg Photonics Corp	694,126	0.02%
Banka Popolare Dell'entite Romagna So	469,479	0.01%
Intesa Sanpaolo	1,581,403	0.04%
Luxor Group	20,503	0.00%
Telecom Italia Spa	2,069,397	0.07%
Finmeccanica Spa	79,073	0.00%
Nv Plc	39,859	0.00%
Japan Petroleum Exploration	2,661,042	0.08%
Daifichi Automobile Plc	83,288	0.00%
Wohlschlag Plc	88,736	0.00%
Jetblue Airways Corp	656,984	0.02%
John Wood Group Plc	263,888	0.01%
Johnson & Johnson	3,744,837	0.12%
Johnson Lang Labels Inc	1,782,990	0.06%
Iida Group Holdings Co Ltd	38,020	0.00%
Oda Co Ltd	10,306	0.00%
Imax Corp	2,822,994	0.09%
Aecon Co Ltd	96,132	0.00%
Sotago Security Services Co Ltd	58,699	0.00%
Daichi Sankyo Co Ltd	178,766	0.01%
West Japan Railway Co	186,694	0.01%
Japan Tobacco Inc	26,273	0.00%
Nippon Telegraph & Telephone	76,676	0.00%
East Japan Railway Co	20,663	0.00%
Kyohin Kaishu Co Ltd	96,189	0.00%

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Preference and ordinary shares in companies, excluding shares in property companies, not listed on an exchange

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4 IMMEDIATE PROPERTY	25%	25%	123,668,645	122,786,497	122,786,497	3.93%	3.93%	3.95%
4.1 Inside the Republic								
(a)	25%	25%	107,448,761			3.44%		
Issuer market capitalisation of R10 billion or more, or an amount or conditions as prescribed								
-per issuer								
Accorion Prop Ltd			3,247,476			0.10%		
Attorney Investment Holdings			7,166,704			0.23%		
Capital & Counties Property plc			17,381,210			0.58%		
Forrester Income Ltd			24,651,372			0.79%		
Growthpoint Property Ltd			8,808,611			0.31%		
Hyprop Investment Ltd			2,860,436			0.08%		
Inlu Properties			9,239,435			0.30%		
Investec Bank Ltd			7,224,503			0.23%		
Meritop Property Fund			1,647,214			0.05%		
New European Property Investments plc			3,875,102			0.12%		
Reading Properties Ltd			13,876,179			0.45%		
Resident Property			2,885,134			0.09%		
Rockcastle Estate			1,724,714			0.06%		
Vukile Property Fund Ltd			1,781,669			0.06%		
Issuer market capitalisation of between R3 billion and R10 billion, or an amount or conditions as prescribed								
-per issuer								
Accorion Prop Fund			3,162,413			0.10%		
Arconfield Properties			1,419,183			0.05%		
Castle Property Fund Ltd			61,705			0.00%		
Entire Property Fund			1,069,626			0.05%		
Equitas Prop Fund			1,069,336			0.03%		
Fivotal Fund Ltd			524,024			0.02%		
Reborn Property Fund Ltd			34,086			0.00%		
Tradehold Ltd			216,834			0.01%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
Dipula Income Fund A			3,697,694			0.12%		
Falwell			149,780			0.00%		
Hospitality Property Fund A			971,653			0.03%		
Symetry Income Fund			2,492,620			0.08%		
(b)	16%	5%	0	0		0.00%		
Immovable property, preference and ordinary shares in property companies, and linked units comprising shares linked to debentures in property companies, not listed on an exchange								
- per issuer								
4.2 Foreign								
(a)	25%	25%	773,188	773,188	773,188	0.02%		
Preference shares, ordinary shares and linked units comprising shares linked to debentures in property companies, or units in a Collective Investment Scheme in property, listed on an exchange								
(i)	25%	25%	0	0		0.00%		
Issuer market capitalisation of R10 billion or more, or an amount or conditions as prescribed								
-per issuer								
Issuer market capitalisation of between R3 billion and R10 billion, or an amount or conditions as prescribed								
-per issuer								
(ii)	25%	16%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(iii)	25%	10%	773,188	0		0.02%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(iv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(v)	25%	25%	187,170	180,787	332,327	0.01%	0.01%	0.01%
Eastex Property Trust Inc			187,170			0.01%		
Digital Realty Trust Inc			82,504			0.00%		
The Link Real			332,327			0.01%		
Ventus Inc			0			0.00%		
(b)	15%	5%	0	0		0.00%		
Immovable property, preference and ordinary shares in property companies, and linked units comprising shares linked to debentures in property companies, not listed on an exchange								
- per issuer								
5.1 Inside the Republic								
(a)	10%	10%	29,842,824	29,842,824	29,842,824	0.86%	0.86%	0.86%
Issuer market capitalisation of between R3 billion and R10 billion, or an amount or conditions as prescribed								
-per issuer								
(i)	10%	10%	29,842,824	29,842,824	29,842,824	0.86%	0.86%	0.86%
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(ii)	10%	10%	27,608,764	27,608,764	27,608,764	0.88%	0.88%	0.88%
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(iii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(iv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(v)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(vi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(vii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(viii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(ix)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(x)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xiii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xiv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xvi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xvii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xviii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xix)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xx)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxiii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxiv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxvi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxvii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxviii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxix)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxx)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxiii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxiv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxvi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxvii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxviii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xxxix)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xl)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xli)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xliii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xliv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlv)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlvi)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlvii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlviii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlvix)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xli)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than R3 billion or an amount or conditions as prescribed								
-per issuer								
(xlii)	5%	5%	0	0		0.00%		
Issuer market capitalisation of less than								

6 INVESTMENTS IN THE BUSINESS OF A PARTICIPATING EMPLOYER INSIDE THE REPUBLIC IN TERMS OF:-

(a)	Section 19(4) of the Pension Funds Act	5%
(b)	To the extent it has been allowed by an exemption in terms of section 19(4A) of the Pension Funds Act	10%

7 HOUSING LOANS GRANTED TO MEMBERS IN ACCORDANCE WITH THE PROVISIONS OF SECTION 19(5)

95%

0

0.00%

8 HEDGE FUNDS, PRIVATE EQUITY FUNDS AND ANY OTHER ASSET NOT REFERRED TO IN THIS SCHEDULE

15%

0

0.00%

8.1 Inside the Republic

15%

0

0.00%

(a) Hedge fund

10%

0

0.00%

(a)(i) Funds of hedge funds

10%

0

0.00%

(a)(ii) - per issuer

5%

0

0.00%

(a)(iii) Hedge funds

10%

0

0.00%

(b) Private equity funds

10%

0

0.00%

(b)(i) Funds of private equity funds

10%

0

0.00%

(b)(ii) - per issuer

5%

0

0.00%

(b)(iii) Private equity funds

10%

0

0.00%

(c) Other assets not referred to in this schedule and excluding a hedge fund or private equity fund

2.50%

0

0.00%

8.2 Foreign

15%

0

0.00%

(a) Hedge fund

10%

0

0.00%

(a)(i) Funds of hedge funds

10%

0

0.00%

(a)(ii) - per issuer

5%

0

0.00%

(a)(iii) Hedge funds

10%

0

0.00%

(b) Private equity funds

10%

0

0.00%

(b)(i) Funds of private equity funds

10%

0

0.00%

(b)(ii) - per issuer

5%

0

0.00%

(b)(iii) Private equity funds

10%

0

0.00%

(c) Other assets not referred to in this schedule and excluding a hedge fund or private equity fund

2.50%

0

0.00%

TOTAL ASSETS ~ REGULATION 28 (D above)

3,124,369,132

100.00%

INVESTMENT SUMMARY (REGULATION 28)

	Local	Percentage of Fair value	Foreign (Excluding Africa)	Percentage of Fair value	Africa	Percentage of Fair value	Total
1	288,053,843	9.25%	16,881,300	0.54%	0		304,935,143
2	828,087,238	20.10%	0	0.00%	708,838	0.02%	828,774,170
3	1,352,565,415	43.25%	883,812,880	27.88%	0	0.00%	2,236,378,295
4	122,788,487	3.09%	778,185	0.02%	0		123,566,672
5	29,842,824	0.80%	0		0		29,842,824
6	0		0		0		0
7	0		0		0		0
8	0		0		0		0
9	0		0		0		0
10	0		0		0		0
	2,422,344,817		701,047,877		708,838		3,124,360,132

Note: Maximum Foreign limits and disclosure in terms of South African Reserve Bank requirements

BREACHES IN TERMS OF SUB-REGULATION 3 OF REGULATION 28

As at 31 March 2018

Asset Limits in terms of sub-regulation 3(f)	Other debt instruments not listed	Equities not listed	Immovable properties not listed	Fixed funds - Private Equity funds and other assets	TOTAL
R	64,371,119	19,086,037	0	0	103,456,156
%	2.70%	0.61%	0.00%	0.00%	3.31%
Asset Limits in terms of sub-regulation 3(g)	Equities not listed	Equities not listed	Private Equity funds		
R	19,086,037	0	0	0	19,086,037
%	0.61%	0.00%	0.00%	0.00%	1.81%
Asset Limits in terms of sub-regulation 3(h)	Other debt instruments not listed	Equities not listed	Immovable properties not listed	Fixed funds - Private Equity funds and other assets	
R	288,053,843	828,087,238	1,352,565,415	122,788,487	2,422,344,817
%	9.25%	20.10%	43.25%	3.09%	28.36%
TOTAL	817,121,061	817,121,061	817,121,061	817,121,061	817,121,061

NOTES:
1. Credit balances in current accounts must be included in item 1.
2. If the investments exceed the limit per institution/company/individual and no exemption has been obtained, the details below must be completed for each institution/company/individual in each category of assets.

Investments in institution/company/individual	Item	% of Fair Value	Fair Value
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None

3. DERIVATIVES GRANTED BY THE REGISTRAR

Name	Item	Max %	Date of Expiry	Expiry Date
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None

Schedule 1B

Independent auditor's report on assets held in compliance with regulation 28

To The Board of Trustees

I have audited Schedule 1B "Assets of the fund held in compliance with Regulation 28" of the KwaZulu-Natal Joint Municipal Provident Fund (the Fund) at 31 March 2016 (the Schedule) for compliance with the requirements of Regulation 28 of the Pension Funds Act of South Africa (the Regulation). My engagement arises from our appointment as auditor of the fund and is for the purpose of assisting the Trustees to report to the Registrar of Pension Funds (the Registrar).

The information contained in Schedule 1B has been extracted from the fund's underlying accounting records that were the subject of our audit engagement on the annual financial statements and forms the subject matter of this engagement. My audit of the annual financial statements of the KwaZulu-Natal Joint Municipal Provident Fund for the year ended 31 March 2016 was conducted in accordance with International Standards on Auditing and in our report dated 30 August 2016 I expressed an unmodified opinion on the financial statements, prepared, in all material respects, with the Regulatory Reporting Requirements for Retirement Funds in South Africa.

The Board of Trustees' Responsibility for the Schedule

The Board of Trustees is responsible for the preparation of the Schedule in accordance with the Regulatory Reporting Requirements for Retirement Funds in South Africa and in compliance with the Regulation, and for such internal control as the Board of Trustees determines is necessary to enable the preparation of the Schedule that is free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion based on our audit of the Schedule. 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 about 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 judgement, 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 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.

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

Opinion

In my opinion, Schedule 1B "Assets held in compliance with Regulation 28" at 31 March 2016 by KwaZulu-Natal Joint Municipal Provider Fund has been prepared in all material respects in accordance with the Regulatory Reporting Requirements for Retirement Funds in South Africa and in compliance with the Regulation.

Restriction on Use

Without modifying my opinion, I draw attention to the purpose of our report as indicated in the introductory paragraph, and the basis of accounting. Consequently, the Schedule and our auditor's report may not be suitable for another purpose.

Auditor General

Pietermaritzburg

30 August 2016



Auditing to build public confidence