

US Small Cap Equity Fund

Performance Review

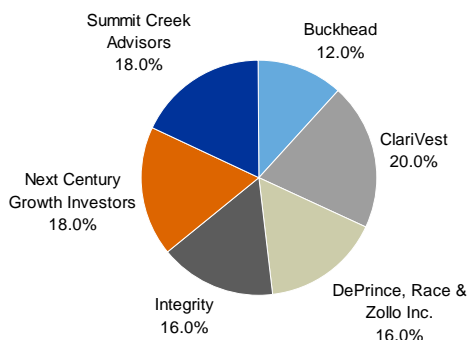
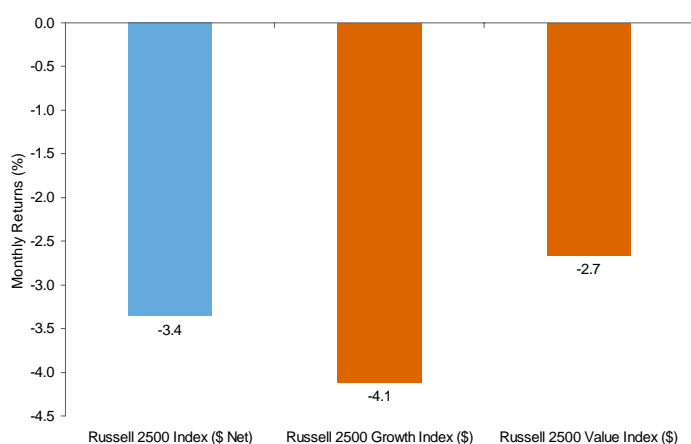
	One Month %	Three Months %	Year to Date %	One Year % ¹	Three Years %	Five Years %	Ten Years %	Since Inception % ²
US Small Cap Equity Fund (USD) Gross of fees	-3.4	7.8	-3.4	40.6	-6.3	1.3	5.2	6.4
Russell 2500 Index (USD) ³	-3.4	7.7	-3.4	42.0	-7.2	1.1	4.4	6.0
US Small Cap Equity Fund (RAND) Gross of fees	-1.1	3.9	-1.1	3.9	-5.1	6.2	7.1	10.9
Russell 2500 Index (RAND) ³	-1.0	3.8	-1.0	5.0	-6.0	6.0	6.2	10.4

¹ Returns greater than one year are annualised.

² Inception date 18/06/97. Performance is measured from 01/07/97. In order to enable accurate peer relative and total return benchmark relative performance comparisons, performance is calculated from the first full month following inception.

³ Net of non-resident withholding tax. Returns greater than one year are annualised.

Fund Highlights and Portfolio Management Activity



As at 31/01/2010

- The Russell 2500 Index declined by 3.4% during January as concern grew over the fiscal health of smaller European economies including Portugal and Greece. Stocks retreated after commodity prices slipped; employment figures surprised to the downside and the dollar strengthened. Meanwhile President Obama's proposed measures to rein in risk-taking at larger banks - including the prohibition of proprietary trading and investing in hedge funds - weighed heavily on financials. The technology sector was the worst performer, driven by disappointing earnings results and forecasts. Market losses were also extended by confirmation of lower-than-estimated growth in the country's service industries, signalling that recovery is likely to be slow to spread from manufacturing to the rest of the economy. Meanwhile concerns over the level of unemployment - as unexpected job losses sent the total close to a 26-year high - restrained growth as wary consumers limited spending.
- The Fund marginally underperformed the benchmark during the month as the strong performance of Buckhead and DRZ was more than offset by weaker returns from the other managers, notably Next Century and Summit Creek. A large exposure to the struggling technology sector, combined with weak stock selection within the health care sector, were the primary detractors during the month.
- Next Century was the worst-performing manager due to its preference for higher growth stocks which significantly underperformed value stocks. Growth manager Summit Creek also lagged due to its detrimental exposure to stocks with higher valuation premiums.

Monthly Manager Performance

Manager	Approach / Process	*Manager Performance	Russell Analysis
Buckhead	Value	++	Buckhead was the best-performing manager during the month, benefiting from its positive stock selection within the financials services sector. The managers holding in Texas Capital Bancshares was one of the main drivers of outperformance after it was upgraded by analysts to a buy recommendation.

Monthly Manager Performance (continued)

Manager	Approach / Process	*Manager Performance	Russell Analysis
ClariVest	Market - Oriented	Flat	ClariVest marginally outperformed due to positive stock selection across the majority of sectors, with selection in producer durables and consumer discretionary being the biggest contributors. The manager's large position in Ticketmaster Entertainment was especially beneficial.
DePrince, Race & Zollo Inc.	Value	++	DePrince outperformed relative to the Russell 2500 Value Index as it benefited from positive stock selection across a range of sectors, notably materials & processing and energy. This was generally a more positive environment for the manager, as although dividend yield was a neutral factor, its large underweight to market cap and exposure to lower price-to-book was highly beneficial.
Integrity	Value	+	Integrity outperformed the Russell 2500 Value Index due to positive stock selection, primarily in financials. Within financials, the manager was rewarded for its focus on strong regional bank franchises in geographic areas with high levels of home foreclosure, which benefited from improving loan portfolios.
Next Century Growth Investors	Growth	--	Next Century underperformed the Russell 2000 Growth Index. Its bias to the highest growth stocks, which typically have large valuation premiums, was a headwind for the manager, as investors became cautious about the sustainability and magnitude of the US economic recovery. This resulted in negative stock selection across almost all sectors and accounted for the majority of the manager's underperformance. In addition the manager's sector allocations also detracted, driven by an overweight exposure to Technology and an underweight exposure to Health Care and Financials.
Summit Creek Advisors	Growth	-	Summit Creek marginally lagged the Russell 2000 Growth Index due to its overweight exposure to stocks with higher valuation premiums. However, negative performance were somewhat offset by its positive stock selection within the consumer discretionary and producer durables sectors.

*Manager Attribution Key	Relative Performance vs Fund Benchmark	Manager	Manager's Benchmark
++	>1.0%	Buckhead	Russell 2500 Value Index
+	0.3% to 1.0%	ClariVest	Russell 2500 Index
Flat	-0.3% to 0.3%	DePrince, Race & Zollo Inc.	Russell 2500 Value Index
-	-1.0% to -0.3%	Integrity	Russell 2500 Growth Index
--	<-1.0%	Next Century Growth Investors	Russell 2500 Value Index
		Summit Creek Advisors	Russell 2500 Growth Index

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