

US Small Cap Equity Fund

Performance Review

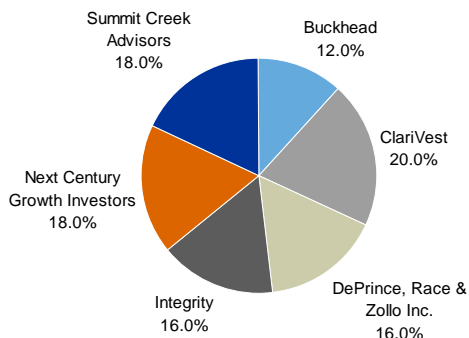
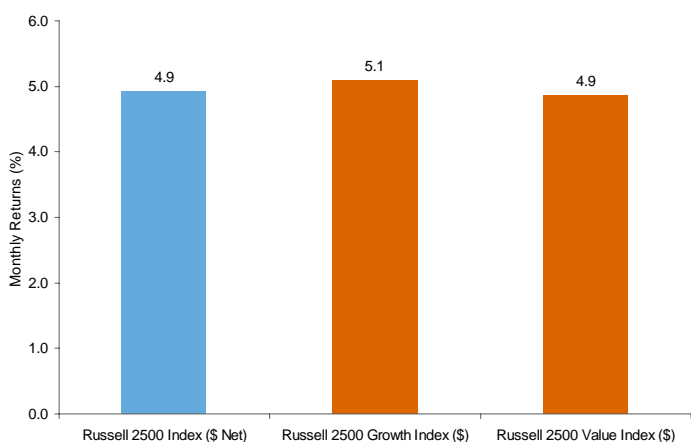
	One Month %	Three Months %	Year to Date %	One Year % ¹	Three Years %	Five Years %	Ten Years %	Since Inception % ²
US Small Cap Equity Fund (USD) Gross of fees	4.2	8.3	0.6	64.7	-5.0	1.7	4.6	6.7
Russell 2500 Index (USD) ³	4.9	8.7	1.4	67.2	-5.6	1.7	3.5	6.3
US Small Cap Equity Fund (RAND) Gross of fees	5.8	11.7	4.7	25.6	-3.4	7.6	6.6	11.3
Russell 2500 Index (RAND) ³	6.6	12.1	5.6	27.6	-4.0	7.5	5.4	10.9

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 28/02/2010

- The Russell 2500 Net 30% Index advanced 4.9%, outperforming their larger-cap peers. Investors reacted positively to confirmation that fourth-quarter GDP growth had exceeded expectations and confirmation from Federal Reserve Chairman Bernanke that interest rates would stay near zero “for an extended time” - signalling that a large-scale withdrawal of stimulus measures was not imminent. An increase in gold and crude oil prices helped strengthen commodity returns. Materials were further supported by expectations that economic growth will boost fuel demand in the world’s largest energy consumer. Meanwhile, manufacturing expanded in February for a seventh consecutive month, indicating factories are leading the country’s economic recovery. However, disappointing economic data persisted with an unexpected loss of consumer confidence, a decline in existing home sales and continued concern over the outlook for the employment market.
- The Fund underperformed during February as the strong performance of Next Century and Integrity was more than offset by weaker returns from the other managers. Stock selection across a range of sectors, such as energy, materials & processing and producer durables, was the primary detractor for many managers. Buckhead was the worst-performing manager as it was further hindered by its holdings within the financials sector. Summit Creek also struggled in February due to its preference for micro-cap stocks which underperformed their small-cap peers.
- In contrast, Integrity and Next Century offered some positive results as they benefited from strong stock selection within the utilities and technology sectors respectively.

Monthly Manager Performance

Manager	Approach / Process	*Manager Performance	Russell Analysis
Buckhead	Value	--	Buckhead was the worst-performing manager during the month as its selection within the energy and financial services sectors weighed on performance. The manager’s large active position in Comstock Resources was one of the largest detractors as the energy company reported worse-than-expected fourth-quarter results, citing low natural gas prices.

Monthly Manager Performance (continued)

Manager	Approach / Process	*Manager Performance	Russell Analysis
ClariVest	Market - Oriented	--	While the factor headwinds that had hindered ClariVest's process in 2009 were absent during the month, the advisor struggled with stock selection within the highest price momentum stocks. The largest detractor was a cigarette manufacturer who, while beating estimates and raising guidance, declined sharply after its earnings announcement as a consequence of high valuations.
DePrince, Race & Zollo Inc.	Value	-	DePrince underperformed versus the Russell 2000 Value Index because of negative stock selection, particularly within the producer durables and consumer discretionary sectors. The manager's investment process focuses on dividend yield, which was unrewarded during the month, while its decision to reduce risk exposure late in 2009 was also penalised as investors continued to favour risk.
Integrity	Value	+	Integrity outperformed the Russell 2000 Value Index due to positive stock selection in the utilities and producer durables sectors. The more benign factor environment helped the manager's stock selection, with several holdings being rewarded for positive earnings surprises and upward revisions to their 2010 outlooks.
Next Century Growth Investors	Growth	+	Next Century outperformed the Russell 2000 Growth Index, primarily through strong stock selection in the technology sector where a number of semi-conductor holdings were rewarded for beating earnings estimates and raising 2010 guidance. In addition, the manager benefited from an overweight exposure to cyclical sectors, which outperformed on improving investor sentiment.
Summit Creek Advisors	Growth	--	Summit Creek underperformed due to its overweight exposure to the smallest quintile of market cap stocks which significantly lagged their larger peers. Selection within the more cyclical sectors, such as technology, consumer discretionary and producer durables, was the largest detractor.

*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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