

Excelsior Multi-Manager Oasis Portfolio

As at 31 January 2010

Portfolio objective

The local component of the assets in this portfolio is managed by Oasis Asset Management Limited (Oasis) and the global component by Investment Solutions in its Global Balanced Portfolio. Oasis is a Deep-Value manager whose objective is superior returns at below-market risk. To achieve this objective, the company seeks to identify shares with an undervalued stream of sustainable cash flow. Once in-depth fundamental research confirms a share offers value, it is added to their portfolios. The size of the investment, however, depends on liquidity and risk factors. Deep Value managers such as Oasis are not at all benchmark cognisant regarding portfolio construction.

Portfolio facts

Portfolio manager	Oasis Asset Management
Administered by	STANLIB Multi-Manager
Portfolio type	Single-Manager
Launch date	May 2006
Classification	Domestic Asset Allocation Prudential Medium Equity
Benchmark	100% SA Large Manager Watch Survey Median

Risk profile

Conservative Moderate Aggressive

No adjustment has been made to the above risk profile for the guaranteed version of the portfolio. If a guarantee is selected on the portfolio, then the risk profile will be lower, provided the investor remains in the guaranteed portfolio for the duration of its guaranteed term.

What return is the portfolio designed to achieve

Investment horizon to achieve expected return	Expected Returns*
5 years	CPI + 3% p.a.

The Consumer Price Index (CPI) measures the increase in the price of the basket of goods an average family would buy over a specified period of time.

*Expected return is after the deduction of tax but before any Liberty Life charges and fees have been deducted.

Quarterly commentary (4th quarter)

Oasis underperformed its benchmark for the quarter, which led to it being the worst-performing manager in the Alexander Forbes SA LMW survey. This stemmed mainly from the equity component.

At an asset-allocation level, the net effect was positive, driven by the portfolio being overweight equities and underweight cash. The manager is looking to reduce equities, believing them to be fairly priced, and will continue to increase bond exposure. Its underweight to bonds also added value. Oasis's performance was largely driven by poor selection of equity shares, specifically being underweight Anglos within Basic Materials. Resources were supported by strong foreign interest. This led to anomalous behaviour by this sector because foreign interest was a significant factor in strengthening the rand and also Resources. A strong rand usually results in a weaker performance by the sector. Foreign interest in Resources was a result of the recovery in the global economy led by emerging markets. Stronger emerging market growth implies higher commodity prices and SA's attractiveness is consequently its Resource sector. Poor share selection within Industrials (specifically a zero weighting to Bidvest) and Consumer Goods (specifically an overweight to Rainbow Chickens and Astral Foods) contributed negatively. From the second quarter of 2009, the SA equity markets moved up in tandem with the global equity markets. However, a lag experienced by the domestic economy relative to its global counterpart resulted in a sluggish recovery for SA Inc.

Oasis was overweight SA Inc shares such as Rainbow Chicken, Omnia Holdings and Nampak, which detracted value.

Notes

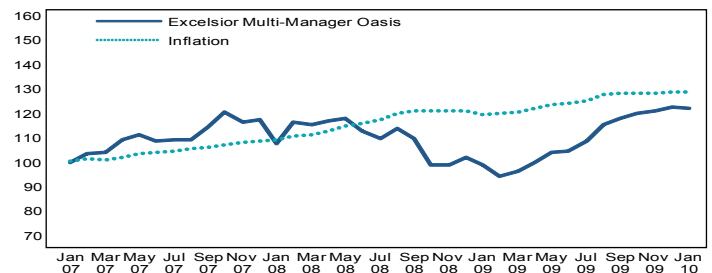
As from 28th October 2008 the portfolio's foreign investment exposure might exceed the restrictive limit of 20%, or as amended from time to time, as a result of the inward listed British American Tobacco ("BAT") shares received as part of a corporate de-merger. The South African Reserve Bank has allowed some institutional investors a grace period of 2 years to rebalance their portfolios to adhere to the foreign investment limit. The grace period for BAT expires on 27 October 2010. Records of foreign investment exposure for BAT are available upon request.

Disclaimer

The information contained in this document does not constitute advice by Liberty Life. Whilst every attempt has been made to ensure the accuracy of the information contained herein, Liberty Life cannot be held responsible for any errors that may occur. Past performance cannot be relied on as an indicator of future performance. Investment performance will depend on the growth in the underlying assets, which will be influenced by inflation levels in the economy and prevailing market conditions. Source: Liberty Life, STANLIB.

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Performance



*3 year cumulative performance based on untaxed fund class.

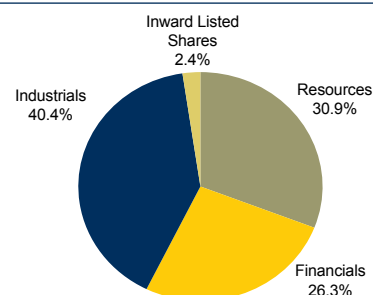
Returns

	3 Months	6 Months	1 Year	2 Years	3 Years
Taxed	1.42%	11.41%	21.82%	6.02%	6.36%
RA	1.49%	12.00%	23.04%	6.32%	6.69%
Untaxed	1.49%	12.00%	23.04%	6.32%	6.69%
Company	1.36%	10.88%	20.71%	5.85%	6.12%
Benchmark	0.04%	2.37%	7.37%	8.43%	8.61%
Inflation	0.04%	2.37%	7.37%	8.43%	8.61%

Asset allocation

	Local	Global	Combined
Equities	69.12%	55.58%	67.34%
Property	6.95%	-	6.03%
Bonds	10.49%	15.18%	11.11%
Cash	11.61%	2.89%	10.46%
Inward Listed Shares	1.83%	-	1.59%
Alternative	-	11.73%	1.54%
IS Flexible	-	14.62%	1.93%
Total	100.00%	100.00%	100.00%

Sector allocation



Local/Global Split

Oasis	86.83%	13.17%
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Top 10 equity holdings

STANDARD BANK GROUP LTD	5.41%
SASOL LTD. / ORD	4.31%
REMGRO LTD	4.17%
ASSORE LTD	3.87%
BHP BILLITON PLC	3.74%
REINET INVESTMENTS SCA	3.52%
ANGLO AMERICAN PLC	3.31%
NAMPAK LTD ORD	3.29%
PALABORA MINING CO ORD	2.99%
NEDBANK GROUP LTD	2.78%
PERCENTAGE OF TOTAL EQUITY HOLDINGS	37.39%