

MONTHLY INVESTMENT REPORT

30 September 2008

CPSA LAYWORKERS PENSION FUND

■ FINANCIAL OVERVIEW

■ PORTFOLIO STRATEGY

■ MARKET VALUES AND RETURNS

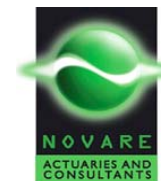
■ MANAGER PERFORMANCE

■ FUND SPECIFIC ANALYSIS

■ DISCLAIMER

FUTURE STRATEGY

- The Fund is over weight Equities, significantly under weight Bonds and Property and significantly over weight SA Cash.
- The Fund is fairly conservatively positioned to take advantage of current volatile market conditions.
- The Fund is in the process to investigate individual member default options to form part of its investment strategy.



CPSA Layworkers Pension Fund

FINANCIAL OVERVIEW

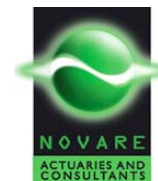
Financial markets suffered major blows this month as the global credit crisis intensified to unprecedented levels. The FTSE/JSE All Share Index ended heavily in the red, down a whopping 13.2% for the month. Heavyweight Resource stocks were hard hit, down a staggering 21.9% for the month while Industrials and Financials did relatively better, yielding -7.7% and -2.1% respectively for the month.

Fears of global recession and heightened risk aversion have sent commodities plummeting. For the month, the oil price fell 13.9%, the copper price fell 14.5% while the platinum price fell 31.8%. The gold price held up exceptionally well as investors poured funds into the metal to benefit from its traditional safe haven status. This precious metal rewarded investors with a return of 5% in most difficult market conditions. The fall in commodity prices has devastated Resource stocks; for the month Anglo American PLC was down 31%, BHP Billiton PLC was down 21% while Sasol Ltd lost 18%.

The listed Property sector fared better, down 3.3% for the month while the Bond market cheered investors by returning 2.4%. The Bond market did well despite the Rand weakening considerably over the month. The Rand closed at R8.24/\$, having depreciated by 7.1%. Rand weakness tends to benefit Resource counters and hurt Bond performance but this did not play out in these unique market conditions. The driver of the markets has been fears around global financial markets collapsing as access to credit has rapidly diminished.

The country also experienced major political developments but these did little to affect markets. The Commander in Chief of the country, Thabo Mbeki, resigned despite his term of office coming to an end in about six months time.

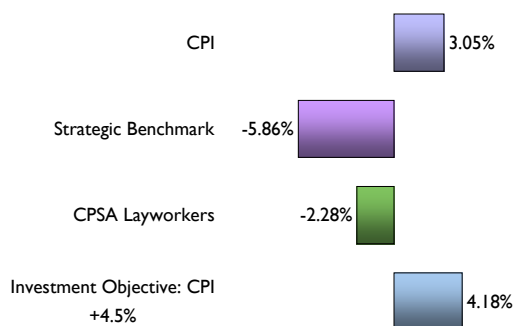
Global Equity (US\$)	Level	1 Month	3 Months	6 Months	YTD	12 Months
S&P 500	1,166.4	-9.1%	-8.9%	-11.8%	-20.6%	-23.6%
Nasdaq	2,082.3	-12.0%	-9.2%	-8.6%	-21.5%	-22.9%
MSCI Global Equity	1,163.5	-13.5%	-17.0%	-19.1%	-26.8%	-28.8%
MSCI Emerging Mkt	775.1	-18.9%	-28.7%	-29.8%	-37.8%	-35.7%
Global Bond (US\$)						
Global Bonds	407.0	-1.0%	-2.6%	-6.8%	2.1%	6.1%
Commodity Prices						
Brent Oil (USD/Barrel)	98.5	-13.9%	-30.3%	-6.0%	2.9%	21.5%
Platinum (USD/oz)	1,014.5	-31.8%	-51.0%	-49.2%	-33.5%	-26.8%
Gold (USD/oz)	872.4	5.0%	-5.7%	-4.7%	4.6%	17.2%
South African Mkt (Rand)						
Africa All Share	2,591.9	-13.2%	-20.6%	-17.9%	-15.5%	-18.0%
Africa Top 40	2,382.5	-14.3%	-23.3%	-19.2%	-15.1%	-18.0%
Africa Resource 20	2,145.3	-21.9%	-38.3%	-30.1%	-17.8%	-24.0%
Africa Financial 15	2,560.8	-2.1%	11.9%	-3.8%	-16.0%	-16.9%
Africa Industrial 25	2,731.8	-7.7%	-5.9%	-6.9%	-11.8%	-10.0%
Africa Mid Cap	4,265.4	-6.0%	3.6%	-6.5%	-16.6%	-16.8%
Africa Small Cap	6,126.0	-6.0%	-1.5%	-15.3%	-23.9%	-23.4%
All Bond Index	271.2	2.4%	12.6%	7.1%	5.1%	6.0%
Stefi Composite	208.6	0.9%	2.9%	5.7%	8.5%	11.2%
Africa SA Listed Property - (SAPY)	542.4	-3.3%	23.1%	-1.1%	-11.9%	-12.3%
MSCI Global Equity (R)		-7.3%	-12.6%	-17.5%	-11.4%	-14.5%
Global Bonds (R)		6.1%	2.6%	-5.0%	23.5%	27.4%
Rand Dollar Exchange Rate	8.24	7.1%	5.3%	1.9%	21.0%	20.0%



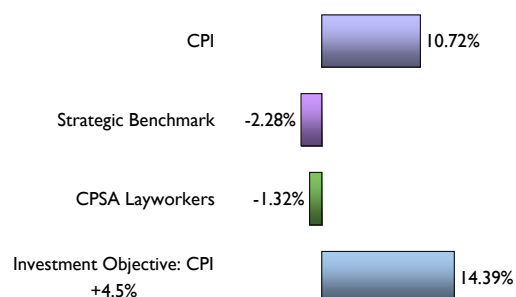
CPSA Layworkers Pension Fund

MARKET VALUES AND RETURNS

Quarterly return up to September 2008



Return from 1 January 2008 to 30 September 2008



The table below is the return matrix for the CPSA Layworkers Pension Fund's investment portfolio. It shows the various manager returns as well as that of the total portfolio for various periods and compares it with their respective benchmarks. The benchmark used for the portfolio is in line with its investment objective, which is CPI + 4.5% p.a. before fees.

	AG Global Stable	Mayibentsha	AG Global Balanced	Std MM Fund
Market Value	16,580,533	3,252,169	12,146,391	424,826
% of Fund	34.5%	6.8%	25.3%	0.9%
Monthly Return	1.83%	-2.87%	-1.39%	0.93%
Benchmark	0.73%	0.55%	-5.55%	0.95%
Out/ Under Perf	1.10%	-3.42%	4.16%	-0.02%
Last 3 Months	3.63%	-3.54%	-0.88%	2.84%
Benchmark	2.18%	4.18%	-5.21%	2.92%
Out/ Under Perf	1.44%	-7.72%	4.33%	-0.08%
Calendar YtD	7.72%	-4.19%	-2.72%	8.41%
Benchmark	6.49%	14.39%	-7.30%	8.50%
Out/ Under Perf	1.24%	-18.58%	4.58%	-0.09%
Last 12 Months	11.86%	-3.99%	0.74%	10.97%
Benchmark	8.60%	18.18%	-7.34%	11.18%
Out/ Under Perf	3.26%	-22.17%	8.08%	-0.21%
Since Jan 2006	n/a	n/a	51.01%	n/a
Benchmark	n/a	n/a	39.85%	n/a
Out/ Under Perf	n/a	n/a	11.16%	n/a
	Mar-07	Mar-07	Aug-02	Jun-06
Ann Since Inception	10.77%	3.96%	22.82%	9.12%
Benchmark	8.18%	17.07%	18.50%	9.63%
Out/ Under Perf	2.59%	-13.11%	4.32%	-0.51%



CPSA Layworkers Pension Fund

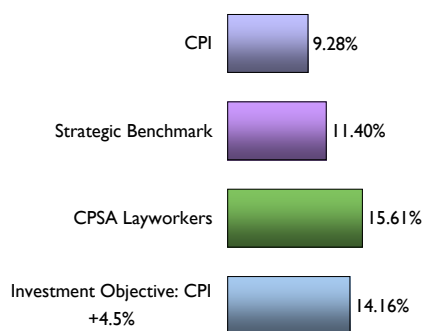
MARKET VALUES AND RETURNS

The table below is the return matrix for the CPSA Layworkers Pension Fund's investment portfolio. It shows the various manager returns as well as that of the total portfolio for various periods and compares it with their respective benchmarks. The benchmark used for the portfolio is in line with its investment objective, which is CPI + 4.5% p.a. before fees.

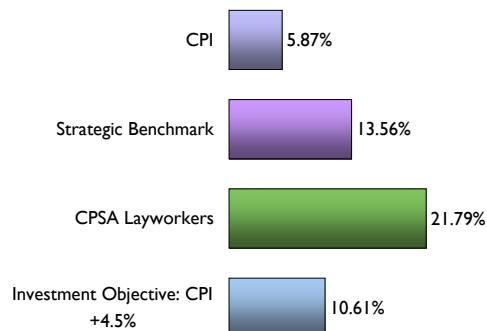
	Liberty Preferred	Liberty Liquid	Total
Market Value	13,487,157	2,202,438	48,093,514
% of Fund	28.0%	4.6%	100.0%
Monthly Return	-6.82%	0.87%	-2.06%
Benchmark	-5.45%	0.95%	0.55%
Out/ Under Perf	-1.37%	-0.08%	-2.61%
Last 3 Months	-9.11%	2.70%	-2.28%
Benchmark	-4.43%	2.92%	4.18%
Out/ Under Perf	-4.68%	-0.21%	-6.47%
Calendar YtD	-9.32%	8.24%	-1.32%
Benchmark	-6.35%	8.50%	14.39%
Out/ Under Perf	-2.96%	-0.26%	-15.71%
Last 12 Months	-7.70%	10.86%	1.65%
Benchmark	-6.39%	11.18%	18.18%
Out/ Under Perf	-1.31%	-0.32%	-16.53%
Since Jan 2006	35.89%	27.31%	49.02%
Benchmark	27.34%	27.44%	43.94%
Out/ Under Perf	8.54%	-0.13%	5.07%
	Aug-02	Jul-04	Aug-02
Ann Since Inception	16.61%	7.94%	21.79%
Benchmark	n/a	8.57%	10.61%
Out/ Under Perf	n/a	-0.62%	11.18%

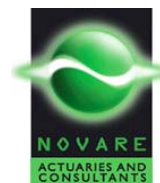
LONGER TERM RETURNS

Annualised Return from 1 January 2006



Annualised Return from August 2002





CPSA Layworkers Pension Fund

FUND SPECIFIC ANALYSIS

The cash flow table below, gives an indication of the Rand value that has been added to the CPSA Layworker's portfolio. The added value is divided between cash in/out flows and the return achieved on the Fund's investments since January 2006 and January 2008.

	From Jan 06	From Jan 08
Market Value at Start	30,803,599	49,176,084
Cash In / Out Flow	482,132	(325,142)
Return	16,807,783	(757,427)
Current Market Value	48,093,514	48,093,514

The return table below shows the monthly returns added to the portfolio. It is compared to the CPSA Layworker's Investment Objective (to outperform CPI with 4.5% per annum after fees). The Fund's rolling annualised returns are indicated in the top line.

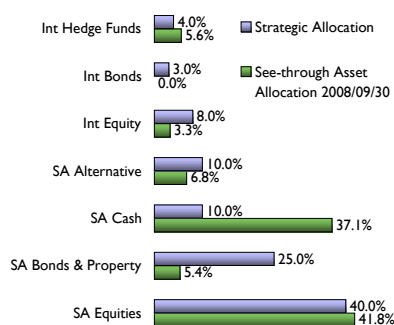
Period	Return	CPI + 4.5%
Annualised from 08/2002	21.79%	10.61%
Oct-07	2.75%	1.26%
Nov-07	0.38%	0.77%
Dec-07	-0.13%	1.25%
Jan-08	-2.83%	1.51%
Feb-08	4.71%	0.70%
Mar-08	0.78%	1.95%
Apr-08	0.51%	2.12%
May-08	1.48%	1.52%
Jun-08	-3.45%	1.63%
Jul-08	-1.52%	2.49%
Aug-08	1.31%	1.10%
Sep-08	-2.06%	0.55%

The table below gives a recent history of money flows between managers, as well as portfolio in or out flows.

Date	Transferred From	Transferred To	Amount
16-Sep-08	AG Global Stable	Bank Account	R 261,476.58
17-Sep-08	AG Global Balanced	Bank Account	R 182,253.26
17-Sep-08	AG Global Stable	Bank Account	R 8,206.08
25-Sep-08	AG Global Balanced	Bank Account	R 6,103.01
25-Sep-08	AG Global Stable	Bank Account	R 9,783.04

PORTFOLIO STRATEGY

Fund See-through Asset Allocation



The CPSA Layworkers Fund is:

- over weight SA Equity
- significantly under weight SA Bonds and Property
- significantly over weight SA Cash
- under weight SA Alternatives
- under weight international

The CPSA Layworkers Pension Fund will maintain its conservative position in the months to come, as local equity valuations can be considered to be on the high side.

MANAGER COMPARISON

Manager	ALBI	AG Global Stable	Mayibentsha	AG Global Balanced	Liberty Preferred
Inception Date	Aug-02	Mar-07	Mar-07	Aug-02	Aug-02
Ann Return since Inception	10.6%	10.8%	4.0%	22.8%	16.6%
Average Monthly return	0.8%	0.5%	0.2%	1.7%	1.3%
% Positive months	59.4%	85.0%	57.9%	68.8%	71.9%
% Negative months	40.6%	15.0%	42.1%	31.3%	28.1%
Maximum Drawdown	-6.7%	-1.9%	-6.0%	-6.8%	-9.6%
Standard Deviation	6.4%	3.8%	7.5%	9.9%	11.5%

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