



OLD MUTUAL UNIT TRUST MANAGERS (RF) (PTY) LIMITED



DO GREAT THINGS



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OLD MUTUAL UNIT TRUST MANAGERS (RF) (Pty) Ltd

(REGISTRATION NO. 1965/008471/07)

Management company:	Old Mutual Unit Trust Managers (RF) (Pty) Ltd is an ultimately wholly owned subsidiary of Old Mutual (South Africa) (Pty) Limited	
Chairman:	PG de Beyer	BBusSc, FASSA
Managing director:	E Botha KD Land	BA(Law), LLB BSc, FASSA
Directors:	JR Minnaar LA Harvey PJ Dempsey	BCom Honours (Actuarial Science) BCom, CA(SA) BA, LLB, CFP
Portfolio management:	Old Mutual Unit Trust Funds: Old Mutual Investment Group Proprietary Limited; Old Mutual Asset Managers (UK) Limited and Investment Managers external to the Old Mutual Group have been appointed in the Multi-Manager Schemes	
Trustees:	The Standard Bank of South Africa Limited, Standard Bank Centre, Heerengracht, Cape Town Standard Chartered Bank, 5th Floor, 4 Sandown Valley Crescent, Sandton, Gauteng 2196	
Company secretary:	Old Mutual Life Assurance Company (South Africa) Limited	
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Internet:	www.oldmutualunittrusts.co.za	
Acquiring units:	Units in Old Mutual's unit trusts can be bought telephonically from our head office or via the Internet.	
Approved introducers:	Our unit trusts are also represented by brokers, stockbrokers, banks, accountants, attorneys and Old Mutual advisers throughout South Africa.	
Preparer:	These financial statements were prepared by Old Mutual Investment Administrators (Pty) Ltd	

STATUTORY INFORMATION:

Unit trusts are generally medium to long term investments. Past performance is no indication of future growth. Shorter term fluctuations can occur as your investment moves in line with the markets. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Unit trusts can engage in borrowing and scrip lending. The fund's TER reflects the percentage of the average Net Asset Value of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs. A schedule of fees, charges and maximum commissions is available from the company. You may sell your investment at the ruling price of the day (calculated at 15h00 on a forward pricing basis and 17h00 at month-end for Old Mutual RAFI@ 40 Tracker Fund and Old Mutual Top 40 Fund). The Old Mutual Money Market Fund unit price aims to be static but investment capital is not guaranteed. The total return is primarily made up of interest (declared daily at 13h00), but may also include any gain/loss on any particular instrument. In most cases this will merely have the effect of increasing or decreasing the daily yield, but in an extreme case it can have the effect of reducing the capital value of the fund. Specialist equity funds may hold a greater risk as exposure limits to a single security may be higher. A feeder fund is a portfolio that, apart from assets in liquid form, consists solely of participatory interests in a single portfolio of a scheme. A fund of funds unit trust invests only in other collective investment schemes, which may levy their own charges. Certain funds may be capped to be managed in accordance with their mandates. Different classes of units apply to these portfolios and are subject to different fees and charges. Old Mutual is a member of the Association for Savings and Investment SA.

Annual Audited Financial Statements for the year ended 31 December 2017

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2017 Saw strong global- and better than expected economic growth in South Africa. A new president for South Africa followed by an investor-friendly budget are easing political uncertainty and instilling confidence yet again in the economy. At Old Mutual Unit Trusts, we continue to make investing easier for our investors through digital tools and demystifying investments to encourage an improved investment culture. We recorded excellent performance for 2017 with Old Mutual Balanced Funds, won the Thomson Reuters Lipper Global Islamic 2017 award with our Old Mutual Albaraka Equity Fund and the 2017 Batseta Imbasa Yegolide award with Old Mutual Multi-Managers.



All indications are that 2018 is set to be an exciting year. In February, we saw Cyril Ramaphosa being inaugurated as President of the Republic of South Africa, the 2018 National Budget Speech presented, and a cabinet restructure which was described as "transitional" by President Ramaphosa. These events resulted in South Africa buying some time and avoiding immediate credit ratings downgrades, with ratings agencies citing that they are encouraged by our commitment to reduce government spending. I'm hopeful that the recent changes will lead to a better economic and investment environment in South Africa following a number of significant economic, political and market developments that have taken place in the early part of 2018.

STRONG ECONOMIC GROWTH

The global economy ended 2017 in its best shape in a decade. The biggest developed economies, the Eurozone, US and Japan, posted annual growth rates of 2.7%, 2.3%, and 2.1% respectively in the third quarter. China grew 6.8% in the fourth quarter, which means that economic growth in 2017 as a whole was faster than in the previous two years. This was despite widespread expectations that China's economy would slow down after attempts by authorities to pull back on rampant credit growth. Global equity markets also ended 2017 on a high.

POLITICAL UNCERTAINTY EASING

In South Africa, investors cheered Jacob Zuma's resignation as President on Valentine's Day and were excited to see Cyril Ramaphosa sworn in as his successor the following afternoon. Markets had priced in the greater prospect for sensible policymaking, a tougher stance on corruption and economic reform since December, but with the certainty that the Zuma era is over, came a bounce in the rand, local equities and bonds. Although Eskom is no longer crippling the economy with rolling blackouts, it risks doing so with its debt burden. The appointment of a credible new Board was therefore very welcome.

INVESTOR-FRIENDLY BUDGET INSTILLED CONFIDENCE

Improved confidence is the cheapest form of economic stimulus and it depends on both the private and public sectors. The allegations of financial irregularities against Steinhoff were a seismic event for South Africa. It was costly for many South Africans and undermined the reputation of corporate South Africa domestically and on the global stage. These irregularities continue to be the subject of an ongoing forensic probe by PwC.

The Budget Speech was positive for local markets even though consumers had to contend with a 1% increase in VAT and an increase in the petrol levy. There were no additional taxes on investment returns in the form of capital gains tax or dividend withholding tax. With the offshore allocation of balanced funds lifted from 25% to 30%, fund managers will have more freedom to allocate based on expected return and valuation. Institutional investors can also increase African exposure from 5% to 10%.

BETTER THAN EXPECTED ECONOMIC GROWTH

Real gross domestic product – the broadest measure of economic activity after inflation and seasonality are adjusted for – grew at an annual rate of 3.1% in the fourth quarter compared to the third quarter of 2017. It means that growth for the 2017 calendar year was 1.3%. This is still a pedestrian growth rate, but almost double 2016's growth rate of 0.6% and was better than widely expected. 2017's technical recession was also revised away as the latest estimates show only one negative quarter and not two consecutive negative quarters.

EASE OF INVESTING AND SERVICING WITH OLD MUTUAL UNIT TRUSTS

As a future-fit company, we are driving various initiatives to ensure that our business is able to cater for a highly digitised world. We have made progress on refreshing our digital interface at OM.CO.ZA. In September 2017, a new workflow capability was introduced in our administration

CHAIRMAN'S MESSAGE TO UNITHOLDERS (CONTINUED)

area. This was not without its problems and, as a result, the servicing experience for our advisers and clients in the last quarter of 2017 has not been at the standard we aspire to. We are giving urgent attention to this to ensure that we address the areas where we fell short, so that we can deliver a top servicing experience for all who engage with us.

EXCELLENT PERFORMANCE FOR OLD MUTUAL UNIT TRUSTS BALANCED FUNDS

Our asset allocation funds showed excellent performance against their peer groups as well as their benchmarks in 2017. These are great results and help to build a positive reputation for our company as a multi-disciplinary and focused team of experts. Our asset allocation funds with a targeted inflation objective aim to provide our clients with a specific return above inflation for a given level of risk. This performance showcases our ability as a leading-edge asset manager that is focused on achieving results for clients. The performance of our funds is detailed in tables later in this report, but importantly, is also excellent over medium and longer terms.

THOMSON REUTERS LIPPER GLOBAL ISLAMIC 2017 FUND AWARDS

Old Mutual Investment Group (SA) won the 2017 Thomson Reuters Lipper Fund Award for the second consecutive year. This award has been in existence for over three decades and honour funds and fund management firms that have excelled in providing consistently strong risk-adjusted performance relative to their peers. It also recognises funds and fund management firms for their consistently strong risk-adjusted three-, five- and ten-year performance relative to their peers, based on Lipper's proprietary performance-based methodology.

In addition, the Old Mutual Albaraka Equity Fund won the 5-year classification award in the Global Islamic Fund category. This fund provides investors with the opportunity to invest in equities listed on the Johannesburg Securities Exchange (JSE). It seeks to provide medium- to long-term outperformance of the FTSE/JSE Shari'ah Index.

OLD MUTUAL MULTI-MANAGERS WINS BATSETA IMBASA YEGOLIDE AWARD

Old Mutual Multi-Managers once again received the award for best Manager of Managers of the Year (Multi-Managers) at the annual Batseta Imbasa Yegolide Awards. This is the third year that Old Mutual Multi-Managers has walked away with this prestigious award. The awards recognise participants in the South African retirement industry who consistently demonstrate professional excellence and an exemplary service ethos.

DEMYSTIFYING INVESTMENTS TO ENCOURAGE AN INVESTMENT CULTURE

The results of the Old Mutual Savings and Investment Monitor – an annual research programme that investigates the savings habits of South African households – consistently show that investors see financial services as complex and mysterious. While we believe that financial advice is critical, we are cognisant of investors' rising preference to transact digitally, which makes them feel more in control of their financial goals. As a result, we have taken steps to improve our language so that investors know what they're buying and that our solutions are aligned to their goals. Through changing our language, we believe that we will achieve our objective to reach as many investors as possible with our messaging and contribute to demystifying investments for the investors.



Peter de Beyer

Chairman: Old Mutual Unit Trusts

SIGNIFICANT EVENTS

1. Fund launches

The following Funds were launched during 2017:

Fund name	Launch date
Old Mutual Capped SWIX Index Fund	31 May 2017
Old Mutual Core Conservative Fund	31 March 2017

The following Funds were closed during 2017:

Fund Name	Date
Adviceworx Old Mutual Enhanced Income Fund of Funds	08 December 2017

Old Mutual Unit Trust Managers (RF) (Pty) Limited launched the Qualified Investor Hedge Fund Scheme on 1 March 2017

Fund Name	Launch date
Old Mutual Aristeia Opportunities QI Hedge Fund	01 March 2017
Old Mutual Chronos QI Hedge Fund	01 March 2017
Old Mutual Managed Alpha QI Hedge Fund	01 March 2017
Old Mutual Volatility Arbitrage QI Hedge Fund	01 March 2017

PERFORMANCE AS AT 31 DECEMBER 2017

SCHEME	1 year % return p.a.	3 years % return p.a.	5 years % return p.a.	7 years % return p.a.
SA INTEREST BEARING				
Bond	10.0	6.3	5.9	7.7
Capital Builder	9.6	5.1	5.8	5.7
Income	9.9	8.0	6.8	7.2
Institutional Money Market	8.4	7.8	7.0	6.7
Interest Plus	8.1	7.6	6.7	-
Money Market	7.7	7.2	6.5	6.1
Multi-Managers Defensive Fund of Funds	11.5	7.0	8.9	9.1
Multi-Managers Enhanced Income FoF	8.3	7.3	6.5	7.0
Multi-Managers Money Market	7.9	7.2	6.4	6.1
SA EQUITY				
Albaraka Equity	8.4	6.3	9.4	10.9
Financial Services	15.0	6.5	12.3	14.1
Gold	-7.3	0.4	-5.8	-5.4
Growth	7.9	2.7	8.0	7.8
High Yield Opportunity	15.9	2.8	7.8	7.5
Industrial	8.9	5.2	11.9	13.3
Investors'	10.9	5.4	11.4	11.7
Managed Alpha Equity	14.4	7.2	11.5	12.8
Mid & Small-Cap Fund	-1.3	3.1	8.5	10.6
Mining and Resources	14.1	9.3	3.8	0.8
Multi-Managers Equity Fund of Funds	16.0	6.8	9.4	9.3
Premium Equity Fund	16.6	8.5	-	-
RAFI® 40 Tracker	16.6	8.1	9.2	10.0
Top 40	22.2	8.2	10.7	11.2
Top Companies	7.3	2.7	8.4	8.3
SA MULTI ASSET				
Albaraka Balanced	7.3	6.7	8.6	8.1
Balanced	13.0	7.4	10.5	11.0
Core Balanced	12.1	-	-	-
Dynamic Floor	9.4	6.5	8.2	8.6
Flexible	15.5	8.6	12.4	11.8
Maximum Return Fund of Funds	14.0	8.3	-	-
Moderate Balanced	11.8	-	-	-
Multi-Managers Aggressive Balanced	13.9	-	-	-
Multi-Managers Balanced Fund of Funds	13.1	7.2	9.3	10.0
Multi-Managers Cautious Fund of Fund	9.9	6.5	7.1	7.0
Multi-Managers Maximum Return Fund of Funds	14.0	-	-	-
Stable Growth	10.6	7.1	8.4	9.0
Real Income	9.2	7.0	7.3	8.3
SA REAL ESTATE				
SA Quoted Property	13.5	9.7	12.6	14.6
OFFSHORE INTEREST BEARING				
Global Bond Feeder	-3.9	3.1	6.9	9.8
Global Currency Feeder	0.1	3.9	-	-
OFFSHORE EQUITY				
Global Emerging Market	16.5	11.0	13.2	-
Global Equity	13.2	13.8	24.9	23.7
Global FTSE RAFI® Index	8.0	9.9	18.2	-
OFFSHORE MULTI ASSET				
International Growth	7.7	5.9	15.1	15.8

All performance figures are based on lump sum investments. Figures exclude initial charges (NAV-NAV prices) and include distributions. Performance figures are only disclosed for Funds that have been in existence for more than one year.

For comparative purposes against benchmark performance, visit our website at www.oldmutualunittrusts.co.za.

Source - Morningstar

TOTAL EXPENSE RATIO AS AT 31 DECEMBER 2017

FUND	2017 %	FUND	2017 %	FUND	2017 %
Adviceworx Enhanced Income Fund of Funds	3.13	Income Fund C	2.41	Multi-Managers Global Income Fund of Funds B1	2.47
Adviceworx Inflation Plus 2-3% Fund of Funds	1.42	Income Fund R	0.88	Multi-Managers Global Income Fund of Funds B3	2.76
Adviceworx Inflation Plus 3-4% Fund of Funds	1.65	Industrial Fund A	1.46	Multi-Managers Global Property FOF B1	2.47
Adviceworx Inflation Plus 4-5% Fund of Funds	1.70	Industrial Fund R	1.18	Multi-Managers Global Property FOF B3	2.76
Adviceworx Inflation Plus 5-7% Fund of Funds	1.76	Institutional Money Market Fund B1	0.03	Multi-Managers Income Fund No. 1 B1	0.12*
Albaraka Balanced Fund A	1.47	Interest Plus Fund A	0.65	Multi-Managers Income Fund No. 1 B3	0.66*
Albaraka Balanced Fund B0	0.04	Interest Plus Fund B1	0.48	Multi-Managers Income Fund No. 2 B1	0.08*
Albaraka Balanced Fund B1	1.18	Interest Plus Fund B3	0.13	Multi-Managers Income Fund No. 2 B3	0.71*
Albaraka Equity Fund A	1.75	Interest Plus Fund B5	0.08	Multi-Managers Income Fund No. 3 B1	0.02*
Albaraka Equity Fund B0	0.02	Interest Plus Fund C	2.25	Multi-Managers Income Fund No. 3 B3	0.53*
Albaraka Equity Fund B1	1.29	International Growth Fund of Funds A	2.64	Multi-Managers Income Fund No. 3 B3	0.02*
Balanced Fund A	1.64	International Growth Fund of Funds B1	2.35	Multi-Managers Income Fund No. 4 B1	0.02*
Balanced Fund A3	2.21	International Growth Fund of Funds C	4.21	Multi-Managers Income Fund No. 4 B3	0.66*
Balanced Fund B1	1.25	Investors' Fund A	1.45	Multi-Managers Income Fund No. 5 B1	0.03*
Balanced Fund C	2.96	Investors' Fund A7	1.49	Multi-Managers Income Fund No. 5 B3	0.52*
Balanced Fund R	1.30	Investors' Fund B1	1.12	Multi-Managers Inflation Plus Fund No.4 B3	0.72
Bond Fund B1	0.72	Investors' Fund B3	0.52	Multi-Managers Inflation Plus Fund No.7 B1	0.44
Bond Fund C	2.43	Investors' Fund B5	0.56	Multi-Managers Maximum Return FoF B4	2.65
Bond Fund R	0.89	Investors' Fund B7	1.11	Multi-Managers Maximum Return Fund of Funds A	3.23
Capital Builder Fund A	1.39	Investors' Fund C	2.84	Multi-Managers Money Market Fund A	0.61
Capital Builder Fund B1	1.05	Investors' Fund R	1.16	Multi-Managers Money Market Fund B4	0.33
Capital Builder Fund B3	0.70	Managed Alpha Equity Fund A	1.53	Multi-Managers Money Market Fund B4	2.04
Capped SWIX Index Fund A	0.69	Managed Alpha Equity Fund B1	1.21	Multi-Managers Money Market Fund C	2.04
Capped SWIX Index Fund B1	0.41	Managed Alpha Equity Fund C	2.92	Multi-Managers Property Equity Fund B1	0.10
Core Balanced Fund A	0.92	Maximum Return Fund of Funds A	1.86	Multi-Managers Property Equity Fund B3	0.76
Core Balanced Fund A2	0.92	Maximum Return Fund of Funds B1	1.44	Multi-Managers Satellite Equity Fund No. 1 B1	0.01*
Core Balanced Fund B1	0.63	Mid & Small-Cap Fund A	1.74	Multi-Managers Satellite Equity Fund No. 1 B3	0.42*
Core Conservative Fund A	0.75	Mid & Small-Cap Fund B1	1.28	Multi-Managers Satellite Equity Fund No. 1 B5	0.79*
Core Conservative Fund B1	0.46	Mid & Small-Cap Fund R	1.17	Multi-Managers Satellite Equity Fund No. 2 B1	0.02*
Dividend Income Fund A	3.19	Mining and Resources Fund A	1.45	Multi-Managers Satellite Equity Fund No. 2 B3	0.36*
Dividend Income Fund B1	2.96	Mining and Resources Fund B1	0.99	Multi-Managers Satellite Equity Fund No. 2 B5	0.99*
Dynamic Floor Fund A	1.57	Mining and Resources Fund C	2.88	Multi-Managers Satellite Equity Fund No. 3 B1	0.02*
Dynamic Floor Fund B1	1.17	Mining and Resources Fund R	1.16	Multi-Managers Satellite Equity Fund No. 3 B3	0.48*
Dynamic Floor Fund C	2.88	Moderate Balanced Fund A	1.89	Multi-Managers Satellite Equity Fund No. 3 B5	0.71*
Financial Services Fund A	1.45	Moderate Balanced Fund B1	1.53	Multi-Managers Satellite Equity Fund No. 4 B1	0.02*
Financial Services Fund R	1.17	Money Market Fund A	0.58	Multi-Managers Satellite Equity Fund No. 4 B3	0.49*
Flexible Fund A	1.65	Money Market Fund A2	0.47	Premium Equity Fund B1	1.16
Flexible Fund B1	1.25	Money Market Fund B	0.30	Premium Equity Fund B3	0.20
Flexible Fund C	2.96	Money Market Fund B3	0.10	RAFI® 40 Tracker Fund A	0.89
Flexible Fund R	1.30	Money Market Fund B5	0.58	RAFI® 40 Tracker Fund B1	0.60
Global Bond Feeder Fund A	1.67	Money Market Fund C	2.11	RAFI® 40 Tracker Fund C	2.32
Global Bond Feeder Fund C	0.53	Multi-Managed Equity Fund B1	0.03	Real Income Fund A	1.41
Global Currency Feeder Fund A	1.04	Multi-Managed Equity Fund B5	1.08	Real Income Fund B1	0.96
Global Currency Feeder Fund B1	0.87	Multi-Managed Equity Fund B6	1.58	Real Income Fund C	2.61
Global Currency Feeder Fund C	2.57	Multi-Managers Aggressive Balanced FoF B4	2.71	SA Quoted Property Fund A	1.45
Global Emerging Market Fund A	2.42	Multi-Managers Aggressive Balanced FoF B4	2.11	SA Quoted Property Fund B1	0.87
Global Emerging Market Fund A7	2.15	Multi-Managers Balanced Fund of Funds A	2.05	SA Quoted Property Fund B4	0.99
Global Emerging Market Fund B1	1.96	Multi-Managers Balanced Fund of Funds B4	1.48	SA Quoted Property Fund C	2.87
Global Emerging Market Fund C	3.78	Multi-Managers Balanced Fund of Funds C	2.91	SA Quoted Property Fund C3	2.70
Global Equity Fund A	2.09	Multi-Managers Balanced Fund of Funds C2	2.95	Stable Growth Fund A	1.61
Global Equity Fund B1	1.63	Multi-Managers Cautious Fund of Funds A	1.83	Stable Growth Fund B1	1.22
Global Equity Fund C	3.34	Multi-Managers Cautious Fund of Funds B4	1.26	Stable Growth Fund B3	0.52
Global Equity Fund R	1.23	Multi-Managers Cautious Fund of Funds C	2.97	Stable Growth Fund C	2.93
Global FTSE RAFI® Index Feeder Fund A	1.19	Multi-Managers Defensive Fund of Funds A	2.05	Top 40 Fund A	0.75
Global FTSE RAFI® Index Feeder Fund A2	1.07	Multi-Managers Defensive Fund of Funds B4	1.48	Top 40 Fund A2	0.74
Global FTSE RAFI® Index Feeder Fund B1	0.89	Multi-Managers Defensive Fund of Funds C	3.19	Top 40 Fund B	0.46
Global FTSE RAFI® Index Feeder Fund B3	0.57	Multi-Managers Defensive Fund of Funds C2	3.15	Top Companies Fund A	1.17
Gold Fund A	1.76	Multi-Managers Enhanced Income Fund of Funds A	1.29	Top Companies Fund B1	0.84
Gold Fund B1	1.19	Multi-Managers Enhanced Income Fund of Funds B4	0.83	Top Companies Fund C	2.55
Gold Fund R	1.19	Multi-Managers Enhanced Income Fund of Funds C	2.54	Top Companies Fund R	1.17
Growth Fund A	1.28	Multi-Managers Enhanced Income Fund of Funds C2	2.83		
Growth Fund R	1.25	Multi-Managers Equity Fund of Funds A	1.59		
High Yield Opportunity Fund A	1.45	Multi-Managers Equity Fund of Funds B4	1.20		
High Yield Opportunity Fund B	0.99	Multi-Managers Equity Fund of Funds C	2.68		
High Yield Opportunity Fund C	2.59	Multi-Managers Global Equity Fund of Funds B1	2.58		
Income Fund A3	1.45	Multi-Managers Global Equity Fund of Funds B3	2.78		
Income Fund B1	0.70				
Income Fund B3	0.43				

* The net asset value of these funds are larger than the other funds. Charges are a percentage of a larger base value, hence the lower TER's.

DIRECTORS' RESPONSIBILITY STATEMENT

The directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd are responsible for the preparation and fair presentation of the annual financial statements of the Old Mutual Unit Trust Funds Scheme and the Old Mutual Shari'ah Collective Investments Scheme which they manage. Each Fund's financial statements comprise the statement of financial position at 31 December 2017, and the statement of comprehensive income, the statement of changes in net assets attributable to unit holders and the statement of cash flows for the period then ended, and the notes to the financial statements which include a summary of significant accounting policies.

The annual financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Trust Deeds and Collective Investment Schemes Control Act of South Africa. They are based on appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for maintaining adequate accounting records and an effective system of risk management.

The directors have made an assessment of each Fund's ability to continue as going concerns and have no reason to believe that any of the Funds will not be a going concern in the year ahead.

The auditor is responsible for reporting on whether each of the financial statements are prepared in accordance with the applicable reporting framework.

Approval of the annual financial statements

Each of the annual financial statements were approved by the directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd on 28 March 2018 and are signed on their behalf by:



PG de Beyer
Chairman



E Botha
Managing Director

INDEPENDENT AUDITOR'S REPORT

To the Directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd

Opinion

We have audited each of the financial statements of the Old Mutual Unit Funds Scheme and the Old Mutual Shari'ah Collective Investments Scheme managed by Old Mutual Unit Trust Managers (RF) (Pty) Ltd ("the Schemes") as set out on pages 11 to 194. The Schemes comprise the following portfolios (collectively referred to as "the Funds"):

Adiceworx Old Mutual Enhanced Income Fund of Funds	Old Mutual Institutional Money Market Fund	Old Mutual Multi-Managers Inflation Plus Fund No. 3
Adiceworx Old Mutual Inflation Plus 2-3% Fund of Funds	Old Mutual Interest Plus Fund	Old Mutual Multi-Managers Inflation Plus Fund No. 4
Adiceworx Old Mutual Inflation Plus 3-4% Fund of Funds	Old Mutual International Growth Fund of Funds	Old Mutual Multi-Managers Inflation Plus Fund No. 5
Adiceworx Old Mutual Inflation Plus 4-5% Fund of Funds	Old Mutual Investors' Fund	Old Mutual Multi-Managers Inflation Plus Fund No. 7
Adiceworx Old Mutual Inflation Plus 5-7% Fund of Funds	Old Mutual Managed Alpha Equity Fund	Old Mutual Multi-Managers Maximum Return Fund of Funds
Old Mutual Albaraka Balanced Fund	Old Mutual Maximum Return Fund of Funds	Old Mutual Multi-Managers Money Market Fund
Old Mutual Albaraka Equity Fund	Old Mutual Mid & Small-Cap Fund	Old Mutual Multi-Managers Property Equity Fund No.1
Old Mutual Balanced Fund	Old Mutual Mining & Resources Fund	Old Mutual Multi-Managers Satellite Equity Fund No. 1
Old Mutual Bond Fund	Old Mutual Moderate Balanced Fund	Old Mutual Multi-Managers Satellite Equity Fund No. 2
Old Mutual Capital Builder Fund	Old Mutual Money Market Fund	Old Mutual Multi-Managers Satellite Equity Fund No. 3
Old Mutual Capped SWIX Index Fund	Old Mutual Multi-Managed Equity Fund	Old Mutual Multi-Managers Satellite Equity Fund No. 4
Old Mutual Core Balanced Fund	Old Mutual Multi-Managers Aggressive Balanced Fund of Funds	Old Mutual Premium Equity Fund
Old Mutual Core Conservative Fund	Old Mutual Multi-Managers Balanced Fund of Funds	Old Mutual RAFI® 40 Tracker Fund
Old Mutual Dividend Income Fund	Old Mutual Multi-Managers Cautious Fund of Funds	Old Mutual Real Income Fund
Old Mutual Dynamic Floor Fund	Old Mutual Multi-Managers Defensive Fund of Funds	Old Mutual SA Quoted Property Fund
Old Mutual Financial Services Fund	Old Mutual Multi-Managers Enhanced Income Fund of Funds	Old Mutual Stable Growth Fund
Old Mutual Flexible Fund	Old Mutual Multi-Managers Equity Fund of Funds	Old Mutual Top 40 Fund
Old Mutual Global Bond Feeder Fund	Old Mutual Multi-Managers Global Equity Fund of Funds	Old Mutual Top Companies Fund
Old Mutual Global Currency Feeder Fund	Old Mutual Multi-Managers Global Equity Fund of Funds	(collectively, the "Collective Investment Schemes").
Old Mutual Global Emerging Market Fund	Old Mutual Multi-Managers Global Income Fund of Funds	
Old Mutual Global Equity Fund	Old Mutual Multi-Managers Global Property Fund of Funds	
Old Mutual Global FTSE RAFI® All World Index Feeder Fund	Old Mutual Multi-Managers Income Fund No. 1	
Old Mutual Gold Fund	Old Mutual Multi-Managers Income Fund No. 2	
Old Mutual Growth Fund	Old Mutual Multi-Managers Income Fund No. 3	
Old Mutual High Yield Opportunity Fund	Old Mutual Multi-Managers Income Fund No. 4	
Old Mutual Income Fund	Old Mutual Multi-Managers Income Fund No. 5	
Old Mutual Industrial Fund		

Each Fund's financial statements excluding Adiceworx Old Mutual Enhanced Income Fund of Funds, comprise the statement of financial position at 31 December 2017, and the statement of comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

The Adiceworx Old Mutual Enhanced Income Fund of Funds as set out on pages 11 to 12, comprise the statement of financial position at 8 December 2017, and the statement of comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the period then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, each Fund's excluding Adiceworx Old Mutual Enhanced Income Fund of Funds, financial statements present fairly, in all material respects, each Fund's financial position at 31 December 2017, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and in accordance with the requirements of the Trust Deeds of the respective Schemes and the Collective Investment Schemes Control No. 45 of 2002.

In our opinion, The Adiceworx Old Mutual Enhanced Income Fund of Funds financial statements present fairly, in all material respects, the Fund's financial position at 8 December 2017, and its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards and in accordance with the requirements of the Trust Deeds of the respective Schemes and the Collective Investment Schemes Control No. 45 of 2002.

Basis for Opinion

We conducted our audit of each Fund's financial statements in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of Each Fund's Financial Statements* section of our report. We are independent of the Schemes

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

in accordance with the Independent Regulatory Board for Auditors *Code of Professional Conduct for Registered Auditors (IRBA Code)* and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants *Code of Ethics for Professional Accountants* (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises all information included in the Annual Report. Other information does not include the Funds' financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for Each Fund's Financial Statements

The directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd ("the directors") are responsible for the preparation and fair presentation of each Fund's financial statements in accordance with International Financial Reporting Standards and in accordance with the requirements of the Trust Deeds of the respective Schemes and the Collective Investment Schemes Control No. 45 of 2002, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing each Fund's financial statements, the directors are responsible for assessing the ability of each Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of Each Scheme's Financial Statements

Our objectives are to obtain reasonable assurance about whether each Fund's financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of each Fund's financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures the Funds' financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause a Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether each Fund's financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG Inc.

Per EA Belstead
Chartered Accountant (SA)
Registered Auditor
Director

1 Mediterranean Street
Foreshore
Cape Town
8001

28 March 2018

ADVICEWORX OLD MUTUAL ENHANCED INCOME FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 8 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		89	527
Dividends		4	26
Interest		100	596
Income adjustments on creation and cancellation of units	5	(17)	(169)
Net fair value gains on financial instruments		2	74
OPERATING EXPENSES BEFORE FINANCE COSTS		46	79
Audit fee - current year		23	19
Bank charges		5	5
Management company's service charge		1	34
Trustee fees		17	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		43	448
TOTAL FINANCE COSTS		42	394
Distributions	6	42	394
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		1	54

STATEMENT OF FINANCIAL POSITION

AT 8 DECEMBER 2017

ASSETS			
Unit trusts local		-	1 465
Cash and cash equivalents	7	-	8
TOTAL ASSETS		-	1 473
LIABILITIES			
Accrued expenses		-	73
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		-	73
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		-	1 400

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 8 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 400	-	1 400
Total comprehensive income attributable to unitholders		-	1	1
Transfer of net fair value gains, net of transaction costs, not distributable		2	(2)	-
Net cancellation of units	5	(1 401)	-	(1 401)
Balance at 31 December 2017		1	(1)	-
2016				
Balance at 31 December 2015		10 491	-	10 491
Total comprehensive income attributable to unitholders		-	54	54
Transfer of net fair value gains, net of transaction costs, not distributable		74	(74)	-
Net cancellation of units	5	(9 145)	-	(9 145)
Capital rectification		(20)	20	-
Balance at 31 December 2016		1 400	-	1 400

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 8 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash (outflow)/inflow from operating activities			
Net income from operations before finance costs		(15)	559
Adjustments for:		43	448
Dividend income		(4)	(26)
Interest income		(100)	(596)
Income adjustments on creation and cancellation of units		17	169
Net fair value gains, net of transaction costs		(2)	(74)
Operating loss before working capital changes		(46)	(79)
Working capital changes		(73)	16
(Decrease)/Increase in accrued expenses		(73)	16
Cash utilised by operations		(119)	(63)
Interest received		100	596
Dividends received		4	26
		1 467	9 248
Net cash inflow from investment activities			
Net sales of securities		1 467	9 248
Net cash outflow from financing activities			
Creation of units		(1 460)	(9 809)
Cancellations of units		117	1 211
Cash distributed to unitholders		(1 535)	(10 525)
		(42)	(495)
Net decrease in cash and cash equivalents			
		(8)	(2)
Cash and cash equivalents at the beginning of the year			
		8	10
Cash and cash equivalents at the end of the period			
	7	0	8

ADVICEWORX OLD MUTUAL INFLATION PLUS 2-3% FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		35 526	14 999
Dividends		2 200	1 777
Interest		12 845	9 185
Income adjustments on creation and cancellation of units	5	943	1 408
Net fair value gains on financial instruments		19 538	2 629
OPERATING EXPENSES BEFORE FINANCE COSTS		2 649	1 625
Audit fee - current year		93	19
Bank charges		5	5
Management company's service charge (net of rebates)		2 521	1 580
Trustee fees		30	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		32 877	13 374
TOTAL FINANCE COSTS		13 364	10 740
Distributions	6	13 330	10 667
Withholding tax on foreign dividends		34	73
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		19 513	2 634

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		298 963	221 278
Unit trusts foreign		91 216	57 616
Interest and dividends receivable		11	271
Creation receivables - capital		129	-
Creation receivables - income		1	-
Cash and cash equivalents	7	4 831	21
TOTAL ASSETS		395 151	279 186
LIABILITIES			
Cancellation payables - capital		-	2
Accrued expenses		343	254
Distributions payable		2 765	2 399
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3 108	2 655
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		392 043	276 531

ADVICEWORX OLD MUTUAL INFLATION PLUS 2-3% FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		276 506	25	276 531
Total comprehensive income attributable to unitholders		-	19 513	19 513
Transfer of net fair value gains, net of transaction costs, not distributable		19 538	(19 538)	-
Net creation of units	5	95 999	-	95 999
Balance at 31 December 2017		392 043	-	392 043
2016				
Balance at 31 December 2015		152 941	20	152 961
Total comprehensive income attributable to unitholders		-	2 634	2 634
Transfer of net fair value gains, net of transaction costs, not distributable		2 629	(2 629)	-
Net creation of units	5	120 936	-	120 936
Balance at 31 December 2016		276 506	25	276 531

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		12 711	9 097
Adjustments for:		32 877	13 374
Dividend income		(2 200)	(1 777)
Interest income		(12 845)	(9 185)
Income adjustments on creation and cancellation of units		(943)	(1 408)
Net fair value gains, net of transaction costs		(19 538)	(2 629)
Operating loss before working capital changes		(2 649)	(1 625)
Working capital changes		89	80
Increase in accrued expenses		(2 560)	(1 545)
Cash utilised by operations		13 105	8 938
Interest received		2 166	1 704
Dividends received (net of withholding tax)		(91 747)	(121 277)
Net cash outflow from investment activities			
Net purchases of securities		(91 747)	(121 277)
Net cash inflow from financing activities			
Creation of units		83 846	112 599
Cancellations of units		143 744	153 234
Cash distributed to unitholders		(46 934)	(30 888)
		(12 964)	(9 747)
Net increase in cash and cash equivalents			
		4 810	419
Cash and cash equivalents at the beginning of the year			
		21	(398)
Cash and cash equivalents at the end of the year			
	7	4 831	21

ADVICEWORX OLD MUTUAL INFLATION PLUS 3-4% FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		63 737	18 552
Dividends		4 623	4 094
Interest		16 370	11 568
Income adjustments on creation and cancellation of units	5	1 060	2 368
Net fair value gains on financial instruments		41 684	522
OPERATING EXPENSES BEFORE FINANCE COSTS		5 316	3 151
Audit fee - current year		93	19
Bank charges		5	5
Management company's service charge (net of rebates)		5 168	3 096
Trustee fees		50	31
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		58 421	15 401
TOTAL FINANCE COSTS		16 827	14 836
Distributions	6	16 755	14 707
Withholding tax on foreign dividends		72	129
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		41 594	565

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		493 533	361 403
Unit trusts foreign		159 150	107 432
Interest and dividends receivable		39	369
Creation receivables - capital		-	366
Creation receivables - income		-	2
Cash and cash equivalents	7	2 734	1 585
TOTAL ASSETS		655 456	471 157
LIABILITIES			
Cancellation payables - capital		1 221	-
Cancellation payables - income		5	-
Accrued expenses		613	446
Distributions payable		2 479	2 932
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		4 318	3 378
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		651 138	467 779

ADVICEWORX OLD MUTUAL INFLATION PLUS 3-4% FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		467 689	90	467 779
Total comprehensive income attributable to unitholders		-	41 594	41 594
Transfer of net fair value gains, net of transaction costs, not distributable		41 684	(41 684)	-
Net creation of units	5	141 765	-	141 765
Balance at 31 December 2017		651 138	-	651 138
2016				
Balance at 31 December 2015		242 931	47	242 978
Total comprehensive income attributable to unitholders		-	565	565
Transfer of net fair value gains, net of transaction costs, not distributable		522	(522)	-
Net creation of units	5	224 236	-	224 236
Balance at 31 December 2016		467 689	90	467 779

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		16 102	12 271
Adjustments for:		58 421	15 401
Dividend income		(4 623)	(4 094)
Interest income		(16 370)	(11 568)
Income adjustments on creation and cancellation of units		(1 060)	(2 368)
Net fair value gains, net of transaction costs		(41 684)	(522)
Operating loss before working capital changes		(5 316)	(3 151)
Working capital changes		167	180
Increase in accrued expenses		(5 149)	(2 971)
Cash utilised by operations		16 700	11 277
Interest received		4 551	3 965
Dividends received (net of withholding tax)			
Net cash outflow from investment activities		(142 164)	(223 880)
Net purchases of securities		(142 164)	(223 880)
Net cash inflow from financing activities		127 211	212 790
Creation of units		218 331	252 081
Cancellations of units		(73 912)	(25 852)
Cash distributed to unitholders		(17 208)	(13 439)
Net increase in cash and cash equivalents		1 149	1 181
Cash and cash equivalents at the beginning of the year		1 585	404
Cash and cash equivalents at the end of the year	7	2 734	1 585

ADVICEWORX OLD MUTUAL INFLATION PLUS 4-5% FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		142 595	33 300
Dividends		13 160	15 412
Interest		20 660	20 301
Income adjustments on creation and cancellation of units	5	967	2 872
Net fair value gains/(losses) on financial instruments		107 808	(5 285)
OPERATING EXPENSES BEFORE FINANCE COSTS		10 681	7 740
Audit fee - current year		93	19
Bank charges		5	5
Management company's service charge (net of rebates)		10 480	7 640
Trustee fees		103	76
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		131 914	25 560
TOTAL FINANCE COSTS		24 192	30 849
Distributions	6	23 981	30 472
Withholding tax on foreign dividends		211	377
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		107 722	(5 289)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		947 710	759 215
Unit trusts foreign		305 673	241 995
Interest and dividends receivable		33	510
Creation receivables - capital		658	-
Creation receivables - income		1	-
Cash and cash equivalents	7	2 934	1 785
TOTAL ASSETS		1 257 009	1 003 505
LIABILITIES			
Cancellation payables - capital		-	82
Accrued expenses		1 110	888
Distributions payable		1 929	3 637
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3 039	4 607
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 253 970	998 898

ADVICEWORX OLD MUTUAL INFLATION PLUS 4-5% FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		998 812	86	998 898
Total comprehensive income attributable to unitholders		-	107 722	107 722
Transfer of net fair value gains, net of transaction costs, not distributable		107 808	(107 808)	-
Net creation of units	5	147 350	-	147 350
Balance at 31 December 2017		1 253 970	-	1 253 970
2016				
Balance at 31 December 2015		690 181	90	690 271
Total comprehensive loss attributable to unitholders		-	(5 289)	(5 289)
Transfer of net fair value losses, net of transaction costs, not distributable		(5 285)	5 285	-
Net creation of units	5	313 916	-	313 916
Balance at 31 December 2016		998 812	86	998 898

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		23 627	27 532
Adjustments for:			
Dividend income		131 914	25 560
Interest income		(13 160)	(15 412)
Income adjustments on creation and cancellation of units		(20 660)	(20 301)
Net fair value (gains)/losses, net of transaction costs		(967)	(2 872)
Operating loss before working capital changes		(107 808)	5 285
Working capital changes		(10 681)	(7 740)
Increase in accrued expenses		222	264
Cash utilised by operations		(10 459)	(7 476)
Interest received		21 137	19 973
Dividends received (net of withholding tax)		12 949	15 035
Net cash outflow from investment activities		(144 365)	(313 456)
Net purchases of securities		(144 365)	(313 456)
Net cash inflow from financing activities		121 887	287 732
Creation of units		267 443	410 756
Cancellations of units		(119 867)	(93 012)
Cash distributed to unitholders		(25 689)	(30 012)
Net increase in cash and cash equivalents		1 149	1 808
Cash and cash equivalents at the beginning of the year		1 785	(23)
Cash and cash equivalents at the end of the year	7	2 934	1 785

ADVICEWORX OLD MUTUAL INFLATION PLUS 5-7% FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		55 240	9 632
Dividends		6 251	8 316
Interest		4 595	5 012
Income adjustments on creation and cancellation of units	5	104	1 267
Net fair value gains/(losses) on financial instruments		44 290	(4 963)
OPERATING EXPENSES BEFORE FINANCE COSTS		4 074	3 237
Audit fee - current year		93	19
Bank charges		5	5
Management company's service charge (net of rebates)		3 937	3 181
Trustee fees		39	32
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		51 166	6 395
TOTAL FINANCE COSTS		6 909	11 339
Distributions	6	6 820	11 178
Withholding tax on foreign dividends		89	161
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		44 257	(4 944)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		358 247	293 210
Unit trusts foreign		113 504	100 204
Interest and dividends receivable		11	150
Creation receivables - capital		7	168
Cash and cash equivalents	7	99	687
TOTAL ASSETS		471 868	394 419
LIABILITIES			
Accrued expenses		484	393
Distributions payable		118	324
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		602	717
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		471 266	393 702

ADVICEWORX OLD MUTUAL INFLATION PLUS 5-7% FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		393 669	33	393 702
Total comprehensive income attributable to unitholders		-	44 257	44 257
Transfer of net fair value gains, net of transaction costs, not distributable		44 290	(44 290)	-
Net creation of units	5	33 307	-	33 307
Balance at 31 December 2017		471 266	-	471 266
2016				
Balance at 31 December 2015		256 564	14	256 578
Total comprehensive loss attributable to unitholders		-	(4 944)	(4 944)
Transfer of net fair value losses, net of transaction costs, not distributable		(4 963)	4 963	-
Net creation of units	5	142 068	-	142 068
Balance at 31 December 2016		393 669	33	393 702

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		6 913	9 993
Adjustments for:			
Dividend income		51 166	6 395
Interest income		(6 251)	(8 316)
Income adjustments on creation and cancellation of units		(4 595)	(5 012)
Net fair value (gains)/losses, net of transaction costs		(104)	(1 267)
Operating loss before working capital changes		(44 290)	4 963
Working capital changes		(4 074)	(3 237)
Increase in accrued expenses		91	123
Cash utilised by operations		(3 983)	(3 114)
Interest received		4 734	4 952
Dividends received (net of withholding tax)		6 162	8 155
Net cash outflow from investment activities		(34 047)	(140 967)
Net purchases of securities		(34 047)	(140 967)
Net cash inflow from financing activities		26 546	131 654
Creation of units		79 511	195 290
Cancellations of units		(45 939)	(52 152)
Cash distributed to unitholders		(7 026)	(11 484)
Net (decrease)/increase in cash and cash equivalents		(588)	680
Cash and cash equivalents at the beginning of the year		687	7
Cash and cash equivalents at the end of the year	7	99	687

OLD MUTUAL ALBARAKA BALANCED FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		152 995	64 637
Dividends		22 031	19 775
Permissible income		50 252	34 483
Income adjustments on creation and cancellation of units	5	2 165	1 829
Foreign exchange losses on dividend and permissible income		(3)	(13)
Net fair value gains on financial instruments		78 550	8 563
OPERATING EXPENSES BEFORE FINANCE COSTS		23 758	18 543
Audit fee - current year		168	179
Bank charges		16	11
Non permissible income		2 828	1 649
Custodian fees		55	136
Management company's service charge		18 659	14 510
Transaction costs		2 000	2 015
Trustee fees		32	43
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		129 237	46 094
TOTAL FINANCE COSTS		52 809	39 550
Distributions	6	52 694	39 050
Withholding tax on foreign dividends		115	500
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		76 428	6 544

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		51 738	57 433
Unit trusts foreign		378 369	291 521
Local equities		788 280	605 426
Permissible income and dividends receivable		26 478	18 378
Creation receivables - capital		165	3 321
Creation receivables - income		2	43
Trade receivables		23 165	-
Money market instruments		657 400	494 600
Cash and cash equivalents	7	47 611	38 824
TOTAL ASSETS		1 973 208	1 509 546
LIABILITIES			
Trade payables		22 360	-
Cancellation payables - capital		3	-
Accrued expenses		4 163	3 075
Distributions payable		27 908	20 393
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		54 434	23 468
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 918 774	1 486 078

OLD MUTUAL ALBARAKA BALANCED FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 485 955	123	1 486 078
Total comprehensive income attributable to unitholders		-	76 428	76 428
Transfer of net fair value gains, net of transaction costs, not distributable		76 550	(76 550)	-
Net creation of units	5	356 268	-	356 268
Balance at 31 December 2017		1 918 773	1	1 918 774
2016				
Balance at 31 December 2015		1 138 168	127	1 138 295
Total comprehensive income attributable to unitholders		-	6 544	6 544
Transfer of net fair value gains, net of transaction costs, not distributable		6 548	(6 548)	-
Net creation of units	5	341 239	-	341 239
Balance at 31 December 2016		1 485 955	123	1 486 078

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		43 395	27 506
Adjustments for:			
Dividend income		129 237	46 094
Permissible income		(22 031)	(19 775)
Income adjustments on creation and cancellation of units		(50 252)	(34 483)
Net fair value gains, net of transaction costs		(2 165)	(1 829)
Foreign exchange losses on dividend and permissible income		(76 550)	(6 548)
Operating loss before working capital changes		3	13
Working capital changes		(21 758)	(16 528)
Increase in accrued expenses		1 088	328
Cash utilised by operations		(20 670)	(16 200)
Permissible income received		42 152	24 069
Dividends received (net of withholding tax)		21 916	19 650
Foreign exchange losses on dividend and permissible income		(3)	(13)
		(351 062)	(382 523)
Net cash outflow from investment activities			
Net purchases of securities		(351 062)	(382 523)
Net cash inflow from financing activities			
Creation of units		316 454	307 412
Cancellations of units		543 613	460 580
Cash distributed to unitholders		(181 980)	(120 879)
		(45 179)	(32 289)
Net increase/(decrease) in cash and cash equivalents			
		8 787	(47 605)
Cash and cash equivalents at the beginning of the year			
		38 824	86 429
Cash and cash equivalents at the end of the year			
	7	47 611	38 824

OLD MUTUAL ALBARAKA EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		229 409	110 407
Dividends		55 404	57 900
Permissible income		-	1
Income adjustments on creation and cancellation of units	5	199	138
Foreign exchange losses on dividend and permissible income		(4)	(22)
Net fair value gains on financial instruments		173 810	52 390
OPERATING EXPENSES BEFORE FINANCE COSTS		48 811	47 013
Audit fee - current year		169	162
Bank charges		62	8
Non permissible income		8 270	5 806
Custodian fees		108	221
Management company's service charge		36 575	35 539
Transaction costs		3 595	5 234
Trustee fees		32	43
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		180 598	63 394
TOTAL FINANCE COSTS		10 401	16 294
Distributions	6	9 670	14 879
Withholding tax on foreign dividends		731	1 415
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		170 197	47 100

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts foreign		488 114	430 053
Local equities		1 668 833	1 584 192
Foreign equities		93 218	76 693
Permissible income and dividends receivable		95	194
Creation receivables - capital		606	-
Creation receivables - income		2	-
Cash and cash equivalents	7	41 678	36 974
TOTAL ASSETS		2 292 546	2 128 106
LIABILITIES			
Cancellation payables - capital		-	1 321
Cancellation payables - income		-	2
Accrued expenses		9 719	7 692
Distributions payable		3 264	2 722
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		12 983	11 737
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 279 563	2 116 369

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		2 116 359	10	2 116 369
Total comprehensive income attributable to unitholders		-	170 197	170 197
Transfer of net fair value gains, net of transaction costs, not distributable		170 215	(170 215)	-
Net cancellation of units	5	(7 003)	-	(7 003)
Balance at 31 December 2017		2 279 571	(8)	2 279 563
2016				
Balance at 31 December 2015		2 007 582	66	2 007 648
Total comprehensive income attributable to unitholders		-	47 100	47 100
Transfer of net fair value gains, net of transaction costs, not distributable		47 156	(47 156)	-
Net creation of units	5	61 621	-	61 621
Balance at 31 December 2016		2 116 359	10	2 116 369

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		11 579	15 561
Adjustments for:			
Dividend income		180 598	63 394
Permissible income		(55 404)	(57 900)
Income adjustments on creation and cancellation of units		-	(1)
Net fair value gains, net of transaction costs		(199)	(138)
Foreign exchange losses on dividend and permissible income		(170 215)	(47 156)
Operating loss before working capital changes		4	22
Working capital changes		(45 216)	(41 779)
Increase in accrued expenses		2 027	170
Cash utilised by operations		(43 189)	(41 609)
Permissible income received		4	44
Dividends received (net of withholding tax)		54 768	57 148
Foreign exchange losses on dividend and permissible income		(4)	(22)
		10 988	(161 444)
Net cash inflow/(outflow) from investment activities			
Net sales/(purchases) of securities		10 988	(161 444)
Net cash (outflow)/inflow from financing activities			
Creation of units		(17 863)	38 812
Cancellations of units		281 769	213 941
Cash distributed to unitholders		(290 504)	(150 987)
		(9 128)	(24 142)
Net increase/(decrease) in cash and cash equivalents			
		4 704	(107 071)
Cash and cash equivalents at the beginning of the year			
		36 974	144 045
Cash and cash equivalents at the end of the year			
	7	41 678	36 974

OLD MUTUAL BALANCED FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		2 318 332	532 287
Dividends		297 649	231 995
Interest		309 095	403 180
Income adjustments on creation and cancellation of units	5	(3 058)	(3 664)
Foreign exchange gains/(losses) on dividend and interest income		106	(100)
Net fair value gains/(losses) on financial instruments		1 714 540	(99 124)
OPERATING EXPENSES BEFORE FINANCE COSTS		149 902	154 508
Audit fee - current year		82	96
Bank charges		14	16
Custodian fees		602	499
Management company's service charge (net of rebates)		134 681	129 657
Transaction costs		12 961	22 725
Trustee fees		1 562	1 515
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		2 168 430	377 779
TOTAL FINANCE COSTS		467 208	499 648
Distributions	6	465 368	496 652
Withholding tax on foreign dividends		1 840	2 996
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		1 701 222	(121 869)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		2 866 581	3 175 529
Unit trusts foreign		4 164 478	4 222 782
Local equities and specialist securities		9 771 529	8 698 144
Interest and dividends receivable		93 011	86 043
Creation receivables - capital		9 060	-
Creation receivables - income		152	-
Trade receivables		37	364
Money market instruments		955 019	417 982
Cash and cash equivalents	7	420 103	101 053
TOTAL ASSETS		18 279 970	16 701 897
LIABILITIES			
Trade payables		-	41
Cancellation payables - capital		79	2 715
Cancellation payables - income		1	36
Accrued expenses		12 563	11 542
Distributions payable		238 189	226 726
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		250 832	241 060
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		18 029 138	16 460 837

OLD MUTUAL BALANCED FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		16 460 476	361	16 460 837
Total comprehensive income attributable to unitholders		-	1 701 222	1 701 222
Transfer of net fair value gains, net of transaction costs, not distributable		1 701 579	(1 701 579)	-
Net cancellation of units	5	(132 921)	-	(132 921)
Balance at 31 December 2017		18 029 134	4	18 029 138
2016				
Balance at 31 December 2015		16 304 879	381	16 305 260
Total comprehensive loss attributable to unitholders		-	(121 869)	(121 869)
Transfer of net fair value losses, net of transaction costs, not distributable		(121 849)	121 849	-
Net creation of units	5	277 446	-	277 446
Balance at 31 December 2016		16 460 476	361	16 460 837

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		468 300	520 457
Adjustments for:		2 168 430	377 779
Dividend income		(297 649)	(231 995)
Interest income		(309 095)	(403 180)
Income adjustments on creation and cancellation of units		3 058	3 664
Net fair value (gains)/losses, net of transaction costs		(1 701 579)	121 849
Foreign exchange (gains)/losses on dividend and interest income		(106)	100
Operating loss before working capital changes		(136 941)	(131 783)
Working capital changes		1 021	263
Increase in accrued expenses		(135 920)	(131 520)
Cash utilised by operations		316 478	423 078
Interest received		287 636	228 999
Dividends received (net of withholding tax)		106	(100)
Foreign exchange gains/(losses) on dividend and interest income		452 517	(2 685 959)
Net cash inflow/(outflow) from investment activities		452 517	(2 685 959)
Net sales/(purchases) of securities		(601 767)	(230 580)
Net cash outflow from financing activities		1 725 657	1 853 172
Creation of units		(1 873 519)	(1 566 270)
Cancellations of units		(453 905)	(517 482)
Cash distributed to unitholders		319 050	(2 396 082)
Net increase/(decrease) in cash and cash equivalents		101 053	2 497 135
Cash and cash equivalents at the beginning of the year		420 103	101 053
Cash and cash equivalents at the end of the year	7		

OLD MUTUAL BOND FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		60 458	66 253
Interest		53 402	43 898
Income adjustments on creation and cancellation of units	5	(799)	1 488
Net fair value gains on financial instruments		7 855	20 867
OPERATING EXPENSES BEFORE FINANCE COSTS		2 755	3 078
Audit fee - current year		78	92
Bank charges		5	6
Custodian fees		40	46
Management company's service charge		2 579	2 853
Transaction costs		2	3
Trustee fees		51	78
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		57 703	63 175
TOTAL FINANCE COSTS		49 861	42 310
Distributions	6	49 861	42 310
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		7 842	20 865

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		580 984	567 077
Interest and dividends receivable		15 631	15 231
Cash and cash equivalents	7	3 512	7 213
TOTAL ASSETS		600 127	589 521
LIABILITIES			
Cancellation payables - capital		22	16
Cancellation payables - income		1	1
Accrued expenses		296	330
Distributions payable		25 597	24 971
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		25 916	25 318
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		574 211	564 203

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		564 192	11	564 203
Total comprehensive income attributable to unitholders		-	7 842	7 842
Transfer of net fair value gains, net of transaction costs, not distributable		7 853	(7 853)	-
Net creation of units	5	2 166	-	2 166
Balance at 31 December 2017		574 211	-	574 211
2016				
Balance at 31 December 2015		362 869	10	362 879
Total comprehensive income attributable to unitholders		-	20 865	20 865
Transfer of net fair value gains, net of transaction costs, not distributable		20 864	(20 864)	-
Net creation of units	5	180 459	-	180 459
Balance at 31 December 2016		564 192	11	564 203

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		50 510	36 711
Adjustments for:			
Interest income		57 703	63 175
Income adjustments on creation and cancellation of units		(53 402)	(43 898)
Net fair value gains, net of transaction costs		799	(1 488)
Operating loss before working capital changes		(7 853)	(20 864)
Working capital changes		(2 753)	(3 075)
(Decrease)/Increase in accrued expenses		(34)	12
Cash utilised by operations		(2 787)	(3 063)
Interest received		53 297	39 774
Net cash outflow from investment activities		(6 349)	(188 230)
Net purchases of securities		(6 349)	(188 230)
Net cash (outflow)/inflow from financing activities		(47 862)	148 353
Creation of units		196 997	304 521
Cancellations of units		(195 624)	(122 559)
Cash distributed to unitholders		(49 235)	(33 609)
Net decrease in cash and cash equivalents		(3 701)	(3 166)
Cash and cash equivalents at the beginning of the year		7 213	10 379
Cash and cash equivalents at the end of the year	7	3 512	7 213

OLD MUTUAL CAPITAL BUILDER FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		217 671	112 496
Dividends		24 506	25 159
Interest		97 677	88 400
Income adjustments on creation and cancellation of units	5	(13 644)	1 119
Net fair value gains/(losses) on financial instruments		109 132	(2 182)
OPERATING EXPENSES BEFORE FINANCE COSTS		2 717	3 799
Audit fee - current year		82	96
Bank charges		6	8
Custodian fees		79	88
Management company's service charge		1 936	2 263
Transaction costs		421	1 148
Trustee fees		193	196
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		214 954	108 697
TOTAL FINANCE COSTS		106 455	112 051
Distributions	6	105 916	111 458
Withholding tax on foreign dividends		539	593
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		108 499	(3 354)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		211 933	231 810
Unit trusts local		35 057	73 267
Local equities		622 736	770 766
Interest and dividends receivable		15 163	36 007
Creation receivables - capital		1	-
Trade receivables		-	1 208
Money market instruments		532 325	841 629
Cash and cash equivalents	7	335 634	290 435
TOTAL ASSETS		1 752 849	2 245 122
LIABILITIES			
Trade payables		1 284	-
Cancellation payables - capital		-	5
Accrued expenses		169	309
Distributions payable		46 769	62 549
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		48 222	62 863
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 704 627	2 182 259

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		2 182 045	214	2 182 259
Total comprehensive income attributable to unitholders		-	108 499	108 499
Transfer of net fair value gains, net of transaction costs, not distributable		108 711	(108 711)	-
Net cancellation of units	5	(586 131)	-	(586 131)
Balance at 31 December 2017		1 704 625	2	1 704 627
2016				
Balance at 31 December 2015		1 927 408	238	1 927 646
Total comprehensive loss attributable to unitholders		-	(3 354)	(3 354)
Transfer of net fair value losses, net of transaction costs, not distributable		(3 330)	3 330	-
Net creation of units	5	257 967	-	257 967
Balance at 31 December 2016		2 182 045	214	2 182 259

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		139 999	90 293
Adjustments for:		214 954	108 697
Dividend income		(24 506)	(25 159)
Interest income		(97 677)	(88 400)
Income adjustments on creation and cancellation of units		13 644	(1 119)
Net fair value (gains)/losses, net of transaction costs		(108 711)	3 330
Operating loss before working capital changes		(2 296)	(2 651)
Working capital changes		(140)	22
Cash utilised by operations		(2 436)	(2 629)
Interest received		118 721	68 356
Dividends received (net of withholding tax)		23 714	24 566
Net cash inflow/(outflow) from investment activities		626 677	(370 702)
Net sales/(purchases) of securities		626 677	(370 702)
Net cash (outflow)/inflow from financing activities		(721 477)	166 043
Creation of units		129 017	671 418
Cancellations of units		(728 798)	(412 328)
Cash distributed to unitholders		(121 696)	(93 047)
Net increase/(decrease) in cash and cash equivalents		45 199	(114 366)
Cash and cash equivalents at the beginning of the year		290 435	404 801
Cash and cash equivalents at the end of the year	7	335 634	290 435

OLD MUTUAL CAPPED SWIX INDEX FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER 2017

	Note	7 months 2017 R000's
NET INVESTMENT INCOME		16 261
Dividends		2 141
Interest		105
Income adjustments on creation and cancellation of units	5	349
Net fair value gains on financial instruments		13 666
OPERATING EXPENSES BEFORE FINANCE COSTS		617
Audit fee - current year		89
Bank charges		5
Custodian fees		70
Management company's service charge		292
Transaction costs		149
Trustee fees		12
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		15 644
TOTAL FINANCE COSTS		2 127
Distributions	6	2 106
Withholding tax on foreign dividends		21
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		13 517

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		158 268
Interest and dividends receivable		87
Trade receivables		45
Cash and cash equivalents	7	4 089

TOTAL ASSETS

162 489

LIABILITIES

Cancellation payables - capital		1
Accrued expenses		145
Distributions payable		1 922

TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

2 068

NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

160 421

OLD MUTUAL CAPPED SWIX INDEX FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 31 DECEMBER 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at 31 May 2017		-	-	-
Total comprehensive income attributable to unitholders		-	13 517	13 517
Transfer of net fair value gains, net of transaction costs, not distributable		13 517	(13 517)	-
Net creation of units	5	146 904	-	146 904
Balance at 31 December 2017		160 421	-	160 421

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2017

	Note	7 months 2017 R000's
Net cash inflow from operating activities		1 815
Net income from operations before finance costs		15 644
Adjustments for:		
Dividend income		(2 141)
Interest income		(105)
Income adjustments on creation and cancellation of units		(349)
Net fair value gains, net of transaction costs		(13 517)
Operating loss before working capital changes		(468)
Working capital changes		
Increase in accrued expenses		145
Cash utilised by operations		(323)
Interest received		74
Dividends received (net of withholding tax)		2 064
Net cash outflow from investment activities		(144 796)
Net purchases of securities		(144 796)
Net cash inflow from financing activities		147 070
Creation of units		195 340
Cancellations of units		(48 086)
Cash distributed to unitholders		(184)
Net increase in cash and cash equivalents		4 089
Cash and cash equivalents at the end of the period	7	4 089

OLD MUTUAL CORE BALANCED FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		33 671	13 692
Dividends		4 940	4 523
Interest		3 420	3 945
Income adjustments on creation and cancellation of units	5	(903)	379
Foreign exchange losses on dividend and interest income		(3)	(2)
Net fair value gains on financial instruments		26 217	4 847
OPERATING EXPENSES BEFORE FINANCE COSTS		978	557
Audit fee - current year		87	66
Bank charges		21	13
Custodian fees		177	105
Management company's service charge (net of rebates)		486	194
Transaction costs		182	155
Trustee fees		25	24
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		32 693	13 135
TOTAL FINANCE COSTS		6 688	8 457
Distributions	6	6 681	8 434
Withholding tax on foreign dividends		7	23
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		26 005	4 678

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		35 779	36 348
Unit trusts local		65 307	17 417
Unit trusts foreign		60 208	14 556
Local equities		107 610	166 741
Foreign equities		-	50 736
Interest and dividends receivable		745	693
Creation receivables - capital		752	8
Creation receivables - income		9	-
Cash and cash equivalents	7	9 664	1 425
TOTAL ASSETS		280 074	287 924
LIABILITIES			
Cancellation payables - capital		17	2
Accrued expenses		144	103
Distributions payable		3 296	4 232
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3 457	4 337
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		276 617	283 587

OLD MUTUAL CORE BALANCED FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		283 557	30	283 587
Total comprehensive income attributable to unitholders		-	26 005	26 005
Transfer of net fair value gains, net of transaction costs, not distributable		26 035	(26 035)	-
Net cancellation of units	5	(32 975)	-	(32 975)
Balance at 31 December 2017		276 617	-	276 617
2016				
Balance at 31 December 2015		222 786	44	222 830
Total comprehensive income attributable to unitholders		-	4 678	4 678
Transfer of net fair value gains, net of transaction costs, not distributable		4 692	(4 692)	-
Net creation of units	5	56 079	-	56 079
Balance at 31 December 2016		283 557	30	283 587

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		7 603	8 374
Adjustments for:		32 693	13 135
Dividend income		(4 940)	(4 523)
Interest income		(3 420)	(3 945)
Income adjustments on creation and cancellation of units		903	(379)
Net fair value gains, net of transaction costs		(26 035)	(4 692)
Foreign exchange losses on dividend and interest income		3	2
Operating loss before working capital changes		(796)	(402)
Working capital changes		41	39
Increase in accrued expenses		(755)	(363)
Cash utilised by operations		3 460	4 239
Interest received		4 901	4 500
Dividends received (net of withholding tax)		(3)	(2)
Foreign exchange losses on dividend and interest income			
Net cash inflow/(outflow) from investment activities		42 869	(57 136)
Net sales/(purchases) of securities		42 869	(57 136)
Net cash (outflow)/inflow from financing activities		(42 233)	49 888
Creation of units		99 415	64 537
Cancellations of units		(134 031)	(7 033)
Cash distributed to unitholders		(7 617)	(7 616)
Net increase in cash and cash equivalents		8 239	1 126
Cash and cash equivalents at the beginning of the year		1 425	299
Cash and cash equivalents at the end of the year	7	9 664	1 425

OLD MUTUAL CORE CONSERVATIVE FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER 2017

	Note	9 months 2017 R000's
NET INVESTMENT INCOME		7 385
Dividends		428
Interest		2 880
Income adjustments on creation and cancellation of units	5	24
Net fair value gains on financial instruments		4 053
OPERATING EXPENSES BEFORE FINANCE COSTS		168
Audit fee - current year		89
Bank charges		8
Custodian fees		76
Management company's service charge (net of rebates)		(33)
Transaction costs		13
Trustee fees		15
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		7 217
TOTAL FINANCE COSTS		3 177
Distributions	6	3 175
Withholding tax on foreign dividends		2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		4 040

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS		
Bonds		33 073
Unit trusts local		43 534
Unit trusts foreign		22 313
Local equities		11 735
Interest and dividends receivable		800
Trade receivables		2
Cash and cash equivalents	7	394
TOTAL ASSETS		111 851
LIABILITIES		
Accrued expenses		74
Distributions payable		2 277
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 351
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		109 500

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 31 DECEMBER 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at 31 March 2017		-	-	-
Total comprehensive income attributable to unitholders		-	4 040	4 040
Transfer of net fair value gains, net of transaction costs, not distributable		4 040	(4 040)	-
Net creation of units	5	105 460	-	105 460
Balance at 31 December 2017		109 500	-	109 500

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2017

	Note	9 months 2017 R000's
Net cash inflow from operating activities		2 429
Net income from operations before finance costs		7 217
Adjustments for:		
Dividend income		(428)
Interest income		(2 880)
Income adjustments on creation and cancellation of units		(24)
Net fair value gains, net of transaction costs		(4 040)
Operating loss before working capital changes		(1 55)
Working capital changes		
Increase in accrued expenses		74
Cash utilised by operations		(81)
Interest received		2 086
Dividends received (net of withholding tax)		424
Net cash outflow from investment activities		(106 621)
Net purchases of securities		(106 621)
Net cash inflow from financing activities		104 586
Creation of units		107 437
Cancellations of units		(1 953)
Cash distributed to unitholders		(898)
Net increase in cash and cash equivalents		394
Cash and cash equivalents at the end of the period	7	394

OLD MUTUAL DIVIDEND INCOME FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME			
Interest		63	63
		63	63
OPERATING EXPENSES BEFORE FINANCE COSTS			
Management company's service charge		29	29
Trustee fees		8	8
		21	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS			
		34	34
TOTAL FINANCE COSTS			
Distributions		34	34
	6	34	34
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS			
		-	-

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		201	201
Interest and dividends receivable		2	2
Cash and cash equivalents	7	797	802
TOTAL ASSETS			
		1 000	1 005
LIABILITIES			
Accrued expenses		(3)	2
Distributions payable		3	3
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS			
		-	5
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS			
		1 000	1 000

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 000	-	1 000
Balance at 31 December 2017		1 000	-	1 000
2016				
Balance at 31 December 2015		1 000	-	1 000
Balance at 31 December 2016		1 000	-	1 000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		29	34
Adjustments for:			
Interest income		34	34
Operating loss before working capital changes		(63)	(63)
Working capital changes		(29)	(29)
Decrease in accrued expenses		(5)	-
Cash utilised by operations		(34)	(29)
Interest received		63	63
Net cash outflow from investment activities			
Net purchases of securities		-	(2)
Net cash outflow from financing activities			
Cash distributed to unitholders		(34)	(33)
Net decrease in cash and cash equivalents			
		(5)	(1)
Cash and cash equivalents at the beginning of the year			
		802	803
Cash and cash equivalents at the end of the year			
	7	797	802

OLD MUTUAL DYNAMIC FLOOR FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		287 155	111 470
Dividends		38 280	35 137
Interest		99 501	95 664
Income adjustments on creation and cancellation of units	5	468	(2 177)
Foreign exchange losses on dividend and interest income		(12)	(193)
Net fair value gains/(losses) on financial instruments		148 918	(16 961)
OPERATING EXPENSES BEFORE FINANCE COSTS		33 227	33 947
Audit fee - current year		82	96
Bank charges		21	11
Custodian fees		456	318
Management company's service charge		30 778	31 550
Transaction costs		1 651	1 737
Trustee fees		239	235
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		253 928	77 523
TOTAL FINANCE COSTS		106 728	96 412
Distributions	6	102 785	93 901
Withholding tax on foreign dividends		3 943	2 511
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		147 200	(18 889)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		435 553	431 499
Local equities		634 143	592 368
Foreign equities		658 257	611 264
Interest and dividends receivable		35 339	32 231
Creation receivables - capital		-	7
Trade receivables		4 153	84
Money market instruments		755 703	698 200
Cash and cash equivalents	7	235 087	157 749
TOTAL ASSETS		2 758 235	2 523 402

LIABILITIES

Trade payables		152	1 121
Cancellation payables - capital		367	2 455
Cancellation payables - income		6	39
Accrued expenses		2 718	2 703
Distributions payable		51 453	43 639
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		54 696	49 957
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 703 539	2 473 445

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		2 473 372	73	2 473 445
Total comprehensive income attributable to unitholders		-	147 200	147 200
Transfer of net fair value gains, net of transaction costs, not distributable		147 267	(147 267)	-
Net creation of units	5	82 894	-	82 894
Balance at 31 December 2017		2 703 533	6	2 703 539
2016				
Balance at 31 December 2015		2 625 226	264	2 625 490
Total comprehensive loss attributable to unitholders		-	(18 889)	(18 889)
Transfer of net fair value losses, net of transaction costs, not distributable		(18 698)	18 698	-
Net cancellation of units	5	(133 156)	-	(133 156)
Balance at 31 December 2016		2 473 372	73	2 473 445

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		98 364	94 731
Adjustments for:		253 928	77 523
Dividend income		(38 280)	(35 137)
Interest income		(99 501)	(95 664)
Income adjustments on creation and cancellation of units		(468)	2 177
Net fair value (gains)/losses, net of transaction costs		(147 267)	18 698
Foreign exchange losses on dividend and interest income		12	193
Operating loss before working capital changes		(31 576)	(32 210)
Working capital changes		15	(144)
Increase/(Decrease) in accrued expenses		(31 561)	(32 354)
Cash utilised by operations		95 652	94 664
Interest received		34 285	32 614
Dividends received (net of withholding tax)		(12)	(193)
Foreign exchange losses on dividend and interest income		(7 303)	(97 650)
Net cash outflow from investment activities			
Net purchases of securities		(7 303)	(97 650)
Net cash outflow from financing activities			
Creation of units		1 527 231	295 601
Cancellations of units		(1 445 983)	(428 814)
Cash distributed to unitholders		(94 971)	(92 790)
Net increase/(decrease) in cash and cash equivalents			
		77 338	(228 922)
Cash and cash equivalents at the beginning of the year			
		157 749	386 671
Cash and cash equivalents at the end of the year			
	7	235 087	157 749

OLD MUTUAL FINANCIAL SERVICES FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		95 356	38 066
Dividends		27 167	30 384
Interest		775	1 583
Income adjustments on creation and cancellation of units	5	(839)	(1 207)
Net fair value gains on financial instruments		68 253	7 306
OPERATING EXPENSES BEFORE FINANCE COSTS		8 627	9 488
Audit fee - current year		70	66
Bank charges		5	5
Custodian fees		31	36
Management company's service charge		6 932	7 666
Transaction costs		1 532	1 652
Trustee fees		57	63
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		86 729	28 578
TOTAL FINANCE COSTS		20 016	22 924
Distributions	6	20 016	22 924
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		66 713	5 654

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		24 000	15 000
Local equities		647 653	652 913
Interest and dividends receivable		94	51
Creation receivables - capital		7	-
Cash and cash equivalents	7	1 061	959
TOTAL ASSETS		672 815	668 923
LIABILITIES			
Cancellation payables - capital		5	9
Accrued expenses		676	679
Distributions payable		12 146	11 763
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		12 827	12 451
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		659 988	656 472

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		656 464	8	656 472
Total comprehensive income attributable to unitholders		-	66 713	66 713
Transfer of net fair value gains, net of transaction costs, not distributable		66 721	(66 721)	-
Net cancellation of units	5	(63 197)	-	(63 197)
Balance at 31 December 2017		659 988	-	659 988
2016				
Balance at 31 December 2015		699 391	8	699 399
Total comprehensive income attributable to unitholders		-	5 654	5 654
Transfer of net fair value gains, net of transaction costs, not distributable		5 654	(5 654)	-
Net cancellation of units	5	(48 581)	-	(48 581)
Balance at 31 December 2016		656 464	8	656 472

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		20 801	24 034
Adjustments for:		86 729	28 578
Dividend income		(27 167)	(30 384)
Interest income		(775)	(1 583)
Income adjustments on creation and cancellation of units		839	1 207
Net fair value gains, net of transaction costs		(66 721)	(5 654)
Operating loss before working capital changes		(7 095)	(7 836)
Working capital changes		(3)	(90)
Decrease in accrued expenses		(3)	(90)
Cash utilised by operations		(7 098)	(7 926)
Interest received		732	1 576
Dividends received		27 167	30 384
Net cash inflow from investment activities		62 981	48 103
Net sales of securities		62 981	48 103
Net cash outflow from financing activities		(83 680)	(72 963)
Creation of units		56 861	131 359
Cancellations of units		(120 908)	(181 240)
Cash distributed to unitholders		(19 633)	(23 082)
Net increase/(decrease) in cash and cash equivalents		102	(826)
Cash and cash equivalents at the beginning of the year		959	1 785
Cash and cash equivalents at the end of the year	7	1 061	959

OLD MUTUAL FLEXIBLE FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		773 273	140 165
Dividends		102 436	74 760
Interest		55 616	77 630
Income adjustments on creation and cancellation of units	5	(653)	120
Foreign exchange gains/(losses) on dividend and interest income		20	(78)
Net fair value gains/(losses) on financial instruments		615 854	(12 267)
OPERATING EXPENSES BEFORE FINANCE COSTS		36 059	35 772
Audit fee - current year		83	79
Bank charges		8	(6)
Custodian fees		300	257
Management company's service charge (net of rebates)		28 997	26 559
Transaction costs		6 229	8 318
Trustee fees		442	565
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		737 214	104 393
TOTAL FINANCE COSTS		127 654	125 039
Distributions	6	127 267	124 199
Withholding tax on foreign dividends		387	840
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		609 560	(20 646)

STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2017

		2017	2016
ASSETS			
Bonds		109 445	432 955
Unit trusts foreign		1 349 845	1 173 554
Local equities and specialist securities		3 162 343	2 784 876
Foreign equities		34 433	43 155
Interest and dividends receivable		18 713	17 397
Creation receivables - capital		927	708
Creation receivables - income		12	11
Trade receivables		2	-
Money market instruments		549 998	138 033
Cash and cash equivalents	7	107 648	52 019
TOTAL ASSETS		5 333 366	4 642 708
LIABILITIES			
Trade payables		-	15
Cancellation payables - capital		-	294
Cancellation payables - income		-	2
Accrued expenses		2 868	2 417
Distributions payable		66 320	56 001
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		69 188	58 729
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 264 178	4 583 979

OLD MUTUAL FLEXIBLE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		4 583 913	66	4 583 979
Total comprehensive income attributable to unitholders		-	609 560	609 560
Transfer of net fair value gains, net of transaction costs, not distributable		609 625	(609 625)	-
Net creation of units	5	70 639	-	70 639
Balance at 31 December 2017		5 264 177	1	5 264 178
2016				
Balance at 31 December 2015		4 363 285	127	4 363 412
Total comprehensive loss attributable to unitholders		-	(20 646)	(20 646)
Transfer of net fair value losses, net of transaction costs, not distributable		(20 585)	20 585	-
Net creation of units	5	241 213	-	241 213
Balance at 31 December 2016		4 583 913	66	4 583 979

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		128 032	124 976
Adjustments for:		737 214	104 393
Dividend income		(102 436)	(74 760)
Interest income		(55 616)	(77 630)
Income adjustments on creation and cancellation of units		653	(120)
Net fair value (gains)/losses, net of transaction costs		(609 625)	20 585
Foreign exchange (gains)/losses on dividend and interest income		(20)	78
Operating loss before working capital changes		(29 830)	(27 454)
Working capital changes		451	138
Increase in accrued expenses			
Cash utilised by operations		(29 379)	(27 316)
Interest received		58 301	78 450
Dividends received (net of withholding tax)		99 090	73 920
Foreign exchange gains/(losses) on dividend and interest income		20	(78)
		(24 925)	(803 262)
Net cash outflow from investment activities			
Net purchases of securities		(24 925)	(803 262)
Net cash (outflow)/inflow from financing activities			
Creation of units		(47 478)	121 565
Cancellations of units		631 796	777 108
Cash distributed to unitholders		(562 326)	(532 414)
		(116 948)	(123 129)
Net increase/(decrease) in cash and cash equivalents			
		55 629	(556 721)
Cash and cash equivalents at the beginning of the year			
		52 019	608 740
Cash and cash equivalents at the end of the year			
	7	107 648	52 019

OLD MUTUAL GLOBAL BOND FEEDER FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT LOSS		(1 848)	(12 111)
Dividends		181	260
Interest		56	156
Income adjustments on creation and cancellation of units	5	66	29
Foreign exchange gains/(losses) on dividend and interest income		7	(5)
Net fair value losses on financial instruments		(2 158)	(12 551)
OPERATING EXPENSES BEFORE FINANCE COSTS		730	1 069
Audit fee - current year		62	59
Bank charges		5	5
Custodian fees		9	15
Management company's service charge		633	969
Trustee fees		21	21
NET LOSS FROM OPERATIONS BEFORE FINANCE COSTS		(2 578)	(13 180)
TOTAL FINANCE COSTS		46	89
Distributions	6	46	89
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO UNITHOLDERS		(2 624)	(13 269)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts foreign		65 835	95 369
Interest and dividends receivable		2	3
Creation receivables - income		-	1
Cash and cash equivalents	7	1 878	1 803
TOTAL ASSETS		67 715	97 176
LIABILITIES			
Cancellation payables - capital		2	116
Accrued expenses		111	132
Distributions payable		-	4
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		113	252
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		67 602	96 924

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		96 924	-	96 924
Total comprehensive loss attributable to unitholders		-	(2 624)	(2 624)
Transfer of net fair value losses, net of transaction costs, not distributable		(2 158)	2 158	-
Net cancellation of units	5	(26 698)	-	(26 698)
Capital rectification		(466)	466	-
Balance at 31 December 2017		67 602	-	67 602
2016				
Balance at 31 December 2015		106 210	-	106 210
Total comprehensive loss attributable to unitholders		-	(13 269)	(13 269)
Transfer of net fair value losses, net of transaction costs, not distributable		(12 551)	12 551	-
Net creation of units	5	3 983	-	3 983
Capital rectification		(718)	718	-
Balance at 31 December 2016		96 924	-	96 924

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash outflow from operating activities			
Net loss from operations before finance costs		(506)	(653)
Adjustments for:		(2 578)	(13 180)
Dividend income		(181)	(260)
Interest income		(56)	(156)
Income adjustments on creation and cancellation of units		(66)	(29)
Net fair value losses, net of transaction costs		2 158	12 551
Foreign exchange (gains)/losses on dividend and interest income		(7)	5
Operating loss before working capital changes		(730)	(1 069)
Working capital changes		(21)	6
(Decrease)/Increase in accrued expenses		(21)	6
Cash utilised by operations		(751)	(1 063)
Interest received		57	155
Dividends received		181	260
Foreign exchange gains/(losses) on dividend and interest income		7	(5)
Net cash inflow/(outflow) from investment activities		27 376	(2 585)
Net sales/(purchases) of securities		27 376	(2 585)
Net cash (outflow)/inflow from financing activities		(26 795)	4 034
Creation of units		7 483	127 456
Cancellations of units		(34 228)	(123 332)
Cash distributed to unitholders		(50)	(90)
Net increase in cash and cash equivalents		75	796
Cash and cash equivalents at the beginning of the year		1 803	1 007
Cash and cash equivalents at the end of the year	7	1 878	1 803

OLD MUTUAL GLOBAL CURRENCY FEEDER FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		311	(50 005)
Dividends		419	119
Rebates		-	6 009
Interest		454	566
Income adjustments on creation and cancellation of units	5	(15)	758
Foreign exchange gains/(losses) on dividend and interest income		15	(3)
Net fair value losses on financial instruments		(562)	(57 454)
OPERATING EXPENSES BEFORE FINANCE COSTS		434	1 617
Audit fee - current year		68	64
Bank charges		5	5
Custodian fees		6	13
Management company's service charge		322	1 481
Trustee fees		33	54
NET LOSS FROM OPERATIONS BEFORE FINANCE COSTS		(123)	(51 622)
TOTAL FINANCE COSTS		426	5 820
Distributions	6	426	5 820
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO UNITHOLDERS		(549)	(57 442)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts foreign		351 178	361 731
Interest and dividends receivable		15	7
Creation receivables - capital		3 607	249
Creation receivables - income		1	3
Cash and cash equivalents	7	7 218	11 023
TOTAL ASSETS		362 019	373 013
LIABILITIES			
Cancellation payables - capital		29	-
Accrued expenses		204	205
Distributions payable		426	5 820
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		659	6 025
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		361 360	366 988

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		366 962	26	366 988
Total comprehensive loss attributable to unitholders		-	(549)	(549)
Transfer of net fair value losses, net of transaction costs, not distributable		(562)	562	-
Net cancellation of units	5	(5 079)	-	(5 079)
Capital rectification		(286)	286	-
Balance at 31 December 2017		361 035	325	361 360
2016				
Balance at 31 December 2015		379 521	10	379 531
Total comprehensive loss attributable to unitholders		-	(57 442)	(57 442)
Transfer of net fair value losses, net of transaction costs, not distributable		(57 454)	57 454	-
Net creation of units	5	44 899	-	44 899
Capital rectification		(4)	4	-
Balance at 31 December 2016		366 962	26	366 988

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net loss from operations before finance costs		445	5 098
Adjustments for:		(1 233)	(51 622)
Dividend income		(419)	(119)
Interest income		(454)	(566)
Income adjustments on creation and cancellation of units		15	(758)
Net fair value losses, net of transaction costs		562	57 454
Foreign exchange (gains)/losses on dividend and interest income		(15)	3
Operating (loss)/income before working capital changes		(434)	4 392
Working capital changes		(1)	18
(Decrease)/Increase in accrued expenses		(1)	18
Cash (utilised)/generated by operations		(435)	4 410
Interest received		446	572
Dividends received		419	119
Foreign exchange gains/(losses) on dividend and interest income		15	(3)
		9 991	(49 128)
Net cash inflow/(outflow) from investment activities			
Net sales/(purchases) of securities		9 991	(49 128)
		(14 241)	45 256
Net cash (outflow)/inflow from financing activities			
Creation of units		147 924	232 150
Cancellations of units		(156 345)	(185 297)
Cash distributed to unitholders		(5 820)	(1 597)
		(3 805)	1 226
Net (decrease)/increase in cash and cash equivalents			
		11 023	9 797
Cash and cash equivalents at the beginning of the year			
		7 218	11 023
Cash and cash equivalents at the end of the year			
	7		

OLD MUTUAL GLOBAL EMERGING MARKET FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		348 091	116 719
Dividends		39 443	49 450
Interest		945	1 108
Income adjustments on creation and cancellation of units	5	(19 011)	2 045
Foreign exchange losses on dividend and interest income		(17)	(849)
Net fair value gains on financial instruments		326 731	64 965
OPERATING EXPENSES BEFORE FINANCE COSTS		21 307	17 780
Audit fee - current year		83	79
Performance fees		2 698	5 436
Bank charges		7	41
Custodian fees		1 750	954
Management company's service charge		11 759	7 381
Transaction costs		4 864	3 757
Trustee fees		146	132
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		326 784	98 939
TOTAL FINANCE COSTS		5 172	37 809
Distributions	6	2 436	33 670
Withholding tax on foreign dividends		2 736	4 139
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		321 612	61 130

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		98 247	225 713
Foreign equities		713 608	1 310 123
Interest and dividends receivable		280	1 627
Creation receivables - capital		2	-
Cash and cash equivalents	7	33 733	46 851
TOTAL ASSETS		845 870	1 584 314

LIABILITIES

Cancellation payables - capital		4	7 512
Cancellation payables - income		-	10
Accrued expenses		1 282	1 476
Distributions payable		2 436	33 670
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3 722	42 668
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		842 148	1 541 646

OLD MUTUAL GLOBAL EMERGING MARKET FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 541 594	52	1 541 646
Total comprehensive income attributable to unitholders		-	321 612	321 612
Transfer of net fair value gains, net of transaction costs, not distributable		321 867	(321 867)	-
Net cancellation of units	5	(1 021 110)	-	(1 021 110)
Capital rectification		(200)	200	-
Balance at 31 December 2017		842 151	(3)	842 148

2016

Balance at 31 December 2015		1 305 138	130	1 305 268
Total comprehensive income attributable to unitholders		-	61 130	61 130
Transfer of net fair value gains, net of transaction costs, not distributable		61 208	(61 208)	-
Net creation of units	5	175 248	-	175 248
Balance at 31 December 2016		1 541 594	52	1 541 646

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities		22 345	31 953
Net income from operations before finance costs		326 784	98 939
Adjustments for:			
Dividend income		(39 443)	(49 450)
Interest income		(945)	(1 108)
Income adjustments on creation and cancellation of units		19 011	(2 045)
Net fair value gains, net of transaction costs		(321 867)	(61 208)
Foreign exchange losses on dividend and interest income		17	849
Operating loss before working capital changes		(16 443)	(14 023)
Working capital changes			
(Decrease)/Increase in accrued expenses		(194)	751
Cash utilised by operations		(16 637)	(13 272)
Interest received		951	1 136
Dividends received (net of withholding tax)		38 048	44 938
Foreign exchange losses on dividend and interest income		(17)	(849)
Net cash inflow/(outflow) from investment activities		1 045 848	(158 163)
Net sales/(purchases) of securities		1 045 848	(158 163)
Net cash (outflow)/inflow from financing activities		(1 081 311)	166 951
Creation of units		310 972	277 048
Cancellations of units		(1 358 613)	(92 246)
Cash distributed to unitholders		(33 670)	(17 851)
Net (decrease)/increase in cash and cash equivalents		(13 118)	40 741
Cash and cash equivalents at the beginning of the year		46 851	6 110
Cash and cash equivalents at the end of the year	7	33 733	46 851

OLD MUTUAL GLOBAL EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		1 721 732	(322 915)
Dividends		184 020	199 009
Interest		23 774	20 334
Income adjustments on creation and cancellation of units	5	(1 719)	1 236
Foreign exchange losses on dividend and interest income		(30)	(1 684)
Net fair value gains/(losses) on financial instruments		1 515 687	(541 810)
OPERATING EXPENSES BEFORE FINANCE COSTS		219 948	191 079
Audit fee - current year		83	79
Bank charges		8	9
Custodian fees		9 800	8 255
Management company's service charge		189 083	164 394
Transaction costs		19 874	17 378
Trustee fees		1 100	964
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		1 501 784	(513 994)
TOTAL FINANCE COSTS		42 513	73 197
Distributions	6	6 863	30 962
Withholding tax on foreign dividends		35 650	42 235
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		1 459 271	(587 191)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Foreign equities		12 385 741	10 129 535
Interest and dividends receivable		9 998	9 411
Creation receivables - capital		35 752	652
Cash and cash equivalents	7	875 528	489 203
TOTAL ASSETS		13 307 019	10 628 801

LIABILITIES

Cancellation payables - capital		5	640
Cancellation payables - income		205	2
Accrued expenses		18 397	13 555
Distributions payable		4	1
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		18 611	14 198
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		13 288 408	10 614 603

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		10 615 227	(624)	10 614 603
Total comprehensive income attributable to unitholders		-	1 459 271	1 459 271
Transfer of net fair value gains, net of transaction costs, not distributable		1 495 813	(1 495 813)	-
Net creation of units	5	1 214 534	-	1 214 534
Capital rectification		(36 878)	36 878	-
Balance at 31 December 2017		13 288 696	(288)	13 288 408
2016				
Balance at 31 December 2015		10 937 185	254	10 937 439
Total comprehensive loss attributable to unitholders		-	(587 191)	(587 191)
Transfer of net fair value losses, net of transaction costs, not distributable		(559 188)	559 188	-
Net creation of units	5	264 355	-	264 355
Capital rectification		(27 125)	27 125	-
Balance at 31 December 2016		10 615 227	(624)	10 614 603

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash outflow from operating activities			
Net income/(loss) from operations before finance costs		(23 705)	(2 045)
Adjustments for:		1 501 784	(513 994)
Dividend income		(184 020)	(199 009)
Interest income		(23 774)	(20 334)
Income adjustments on creation and cancellation of units		1 719	(1 236)
Net fair value (gains)/losses, net of transaction costs		(1 495 813)	559 188
Foreign exchange losses on dividend and interest income		30	1 684
Operating loss before working capital changes		(200 074)	(173 701)
Working capital changes		4 842	(462)
Increase/(Decrease) in accrued expenses		(195 232)	(174 163)
Cash utilised by operations		22 380	21 614
Interest received		149 177	152 188
Dividends received (net of withholding tax)		(30)	(1 684)
Foreign exchange losses on dividend and interest income		(760 393)	(299 262)
Net cash outflow from investment activities			
Net purchases of securities		(760 393)	(299 262)
Net cash inflow from financing activities			
Creation of units		1 170 423	233 805
Cancellations of units		5 974 399	5 064 549
Cash distributed to unitholders		(4 797 116)	(4 793 959)
		(6 860)	(36 785)
Net increase/(decrease) in cash and cash equivalents			
		386 325	(67 502)
Cash and cash equivalents at the beginning of the year			
		489 203	556 705
Cash and cash equivalents at the end of the year			
	7	875 528	489 203

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		116 628	35 339
Dividends		2 732	1 227
Interest		364	406
Income adjustments on creation and cancellation of units	5	(472)	(535)
Foreign exchange losses on dividend and interest income		(17)	(25)
Net fair value gains on financial instruments		114 021	34 266
OPERATING EXPENSES BEFORE FINANCE COSTS		8 770	4 984
Audit fee - current year		62	59
Bank charges		13	6
Custodian fees		21	34
Management company's service charge		8 532	4 706
Trustee fees		142	179
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		107 858	30 355
TOTAL FINANCE COSTS		3	47
Distributions	6	-	47
Withholding tax on foreign dividends		3	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		107 855	30 308

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts foreign		1 843 648	1 300 008
Interest and dividends receivable		12	9
Creation receivables - capital		71	30
Creation receivables - income		-	14
Cash and cash equivalents	7	9 271	8 166
TOTAL ASSETS		1 853 002	1 308 227

LIABILITIES

Trade payables		-	4
Cancellation payables - capital		11	2 638
Accrued expenses		957	676
Distributions payable		-	47
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		968	3 365
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 852 034	1 304 862

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 304 860	2	1 304 862
Total comprehensive income attributable to unitholders		-	107 855	107 855
Transfer of net fair value gains, net of transaction costs, not distributable		114 021	(114 021)	-
Net creation of units	5	439 317	-	439 317
Capital rectification		(6 164)	6 164	-
Balance at 31 December 2017		1 852 034	-	1 852 034
2016				
Balance at 31 December 2015		544 421	-	544 421
Total comprehensive income attributable to unitholders		-	30 308	30 308
Transfer of net fair value gains, net of transaction costs, not distributable		34 266	(34 266)	-
Net creation of units	5	730 133	-	730 133
Capital rectification		(3 960)	3 960	-
Balance at 31 December 2016		1 304 860	2	1 304 862

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash outflow from operating activities			
Net income from operations before finance costs		(5 416)	(3 025)
Adjustments for:		107 858	30 355
Dividend income		(2 732)	(1 227)
Interest income		(364)	(406)
Income adjustments on creation and cancellation of units		472	535
Net fair value gains, net of transaction costs		(1 14 021)	(34 266)
Foreign exchange losses on dividend and interest income		17	25
Operating loss before working capital changes		(8 770)	(4 984)
Working capital changes		281	358
Increase in accrued expenses		(8 489)	(4 626)
Cash utilised by operations		361	399
Interest received		2 729	1 227
Dividends received (net of withholding tax)		(17)	(25)
Foreign exchange losses on dividend and interest income		(429 623)	(724 041)
Net cash outflow from investment activities			
Net purchases of securities		(429 623)	(724 041)
Net cash inflow from financing activities			
Creation of units		436 144	732 892
Cancellations of units		621 929	882 246
Cash distributed to unitholders		(185 738)	(149 354)
		(47)	-
Net increase in cash and cash equivalents			
		1 105	5 826
Cash and cash equivalents at the beginning of the year			
		8 166	2 340
Cash and cash equivalents at the end of the year			
	7	9 271	8 166

OLD MUTUAL GOLD FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT (LOSS)/INCOME		(28 569)	22 411
Dividends		5 871	5 943
Interest		216	517
Income adjustments on creation and cancellation of units	5	(66)	(458)
Foreign exchange gains/(losses) on dividend and interest income		54	(3)
Net fair value (losses)/gains on financial instruments		(34 644)	16 412
OPERATING EXPENSES BEFORE FINANCE COSTS		8 240	10 222
Audit fee - current year		70	66
Bank charges		7	7
Custodian fees		63	96
Management company's service charge		6 552	7 708
Transaction costs		1 509	2 297
Trustee fees		39	48
NET (LOSS)/INCOME FROM OPERATIONS BEFORE FINANCE COSTS		(36 809)	12 189
TOTAL FINANCE COSTS		961	174
Distributions	6	796	51
Withholding tax on foreign dividends		165	123
TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTABLE TO UNITHOLDERS		(37 770)	12 015

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		242 002	285 259
Foreign equities		123 878	125 748
Interest and dividends receivable		43	39
Creation receivables - capital		861	8 545
Trade receivables		-	4 000
Cash and cash equivalents	7	12 544	1 478

TOTAL ASSETS

379 328 425 069

LIABILITIES

Cancellation payables - capital		2	37
Cancellation payables - income		4	63
Accrued expenses		550	560
Distributions payable		-	51

TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

556 711

NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

378 772 424 358

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		424 357	1	424 358
Total comprehensive loss attributable to unitholders		-	(37 770)	(37 770)
Transfer of net fair value losses, net of transaction costs, not distributable		(36 153)	36 153	-
Net cancellation of units	5	(7 816)	-	(7 816)
Capital rectification		(1 616)	1 616	-
Balance at 31 December 2017		378 772	-	378 772
2016				
Balance at 31 December 2015		296 106	-	296 106
Total comprehensive income attributable to unitholders		-	12 015	12 015
Transfer of net fair value gains, net of transaction costs, not distributable		14 115	(14 115)	-
Net creation of units	5	116 237	-	116 237
Capital rectification		(2 101)	2 101	-
Balance at 31 December 2016		424 357	1	424 358

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash outflow from operating activities			
Net (loss)/income from operations before finance costs		(769)	(1 475)
Adjustments for:		(36 809)	12 189
Dividend income		(5 871)	(5 943)
Interest income		(216)	(517)
Income adjustments on creation and cancellation of units		66	458
Net fair value losses/(gains), net of transaction costs		36 153	(14 115)
Foreign exchange (gains)/losses on dividend and interest income		(54)	3
Operating loss before working capital changes		(6 731)	(7 925)
Working capital changes		(10)	128
(Decrease)/Increase in accrued expenses		(10)	128
Cash utilised by operations		(6 741)	(7 797)
Interest received		212	505
Dividends received (net of withholding tax)		5 706	5 820
Foreign exchange gains/(losses) on dividend and interest income		54	(3)
		12 974	(110 850)
Net cash inflow/(outflow) from investment activities			
Net sales/(purchases) of securities		12 974	(110 850)
Net cash (outflow)/inflow from financing activities			
Creation of units		(1 139)	108 284
Cancellations of units		307 189	437 951
Cash distributed to unitholders		(307 481)	(329 667)
		(847)	-
		11 066	(4 041)
Net increase/(decrease) in cash and cash equivalents			
		1 478	5 519
Cash and cash equivalents at the beginning of the year			
		12 544	1 478
Cash and cash equivalents at the end of the year			
	7		

OLD MUTUAL GROWTH FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		131 012	(24 033)
Dividends		35 224	88 792
Interest		3 063	2 958
Income adjustments on creation and cancellation of units	5	(420)	(1 648)
Net fair value gains/(losses) on financial instruments		93 145	(114 135)
OPERATING EXPENSES BEFORE FINANCE COSTS		20 447	22 892
Audit fee - current year		70	66
Performance fees		-	599
Bank charges		6	7
Custodian fees		77	109
Management company's service charge (net of rebates)		17 054	15 812
Transaction costs		3 107	6 159
Trustee fees		133	140
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		110 565	(46 925)
TOTAL FINANCE COSTS		20 539	73 376
Distributions	6	20 303	72 393
Withholding tax on foreign dividends		236	983
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		90 026	(120 301)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		26 000	47 000
Unit trusts foreign		225 061	130 098
Local equities		1 204 372	1 282 650
Interest and dividends receivable		1 546	127
Trade receivables		214	-
Cash and cash equivalents	7	3 637	1 549

TOTAL ASSETS

1 460 830 1 461 424

LIABILITIES

Cancellation payables - capital		170	124
Cancellation payables - income		1	1
Accrued expenses		1 579	1 425
Distributions payable		8 385	12 725

TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

10 135 14 275

NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

1 450 695 1 447 149

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 447 137	12	1 447 149
Total comprehensive income attributable to unitholders		-	90 026	90 026
Transfer of net fair value gains, net of transaction costs, not distributable		90 038	(90 038)	-
Net cancellation of units	5	(86 480)	-	(86 480)
Balance at 31 December 2017		1 450 695	-	1 450 695
2016				
Balance at 31 December 2015		1 616 415	19	1 616 434
Total comprehensive loss attributable to unitholders		-	(120 301)	(120 301)
Transfer of net fair value losses, net of transaction costs, not distributable		(120 294)	120 294	-
Net cancellation of units	5	(48 984)	-	(48 984)
Balance at 31 December 2016		1 447 137	12	1 447 149

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		19 446	73 774
Adjustments for:		110 565	(46 925)
Dividend income		(35 224)	(88 792)
Interest income		(3 063)	(2 958)
Income adjustments on creation and cancellation of units		420	1 648
Net fair value (gains)/losses, net of transaction costs		(90 038)	120 294
Operating loss before working capital changes		(17 340)	(16 733)
Working capital changes		154	(203)
Increase/(Decrease) in accrued expenses		154	(203)
Cash utilised by operations		(17 186)	(16 936)
Interest received		2 984	2 901
Dividends received (net of withholding tax)		33 648	87 809
Net cash inflow from investment activities		94 139	50 991
Net sales of securities		94 139	50 991
Net cash outflow from financing activities		(111 497)	(124 376)
Creation of units		37 167	92 871
Cancellations of units		(124 021)	(143 697)
Cash distributed to unitholders		(24 643)	(73 550)
Net increase in cash and cash equivalents		2 088	389
Cash and cash equivalents at the beginning of the year		1 549	1 160
Cash and cash equivalents at the end of the year	7	3 637	1 549

OLD MUTUAL HIGH YIELD OPPORTUNITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		340 995	94 563
Dividends		100 561	101 912
Interest		2 331	3 097
Income adjustments on creation and cancellation of units	5	(1 886)	(3 455)
Net fair value gains/(losses) on financial instruments		239 989	(6 991)
OPERATING EXPENSES BEFORE FINANCE COSTS		29 420	36 985
Audit fee - current year		70	66
Bank charges		5	6
Custodian fees		103	124
Management company's service charge		27 963	31 478
Transaction costs		1 091	5 100
Trustee fees		188	211
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		311 575	57 578
TOTAL FINANCE COSTS		72 705	69 678
Distributions	6	72 714	68 888
Withholding tax on foreign dividends		(9)	790
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		238 870	(12 100)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		-	36 000
Unit trusts local		41 000	-
Local equities		2 126 517	2 118 107
Interest and dividends receivable		1 639	199
Cash and cash equivalents	7	1 241	1 559
TOTAL ASSETS		2 170 397	2 155 865

LIABILITIES

Cancellation payables - capital		156	102
Cancellation payables - income		2	1
Accrued expenses		2 419	2 515
Distributions payable		32 733	28 309
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		35 310	30 927
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 135 087	2 124 938

OLD MUTUAL HIGH YIELD OPPORTUNITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		2 124 910	28	2 124 938
Total comprehensive income attributable to unitholders		-	238 870	238 870
Transfer of net fair value gains, net of transaction costs, not distributable		238 898	(238 898)	-
Net cancellation of units	5	(228 721)	-	(228 721)
Balance at 31 December 2017		2 135 087	-	2 135 087
2016				
Balance at 31 December 2015		2 478 100	37	2 478 137
Total comprehensive loss attributable to unitholders		-	(12 100)	(12 100)
Transfer of net fair value losses, net of transaction costs, not distributable		(12 091)	12 091	-
Net cancellation of units	5	(341 099)	-	(341 099)
Balance at 31 December 2016		2 124 910	28	2 124 938

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		73 036	71 711
Adjustments for:			
Dividend income		311 575	57 578
Interest income		(100 561)	(101 912)
Income adjustments on creation and cancellation of units		(2 331)	(3 097)
Net fair value (gains)/losses, net of transaction costs		1 886	3 455
Operating loss before working capital changes		(238 898)	12 091
Working capital changes		(28 329)	(31 885)
Decrease in accrued expenses		(96)	(471)
Cash utilised by operations		(28 425)	(32 356)
Interest received		2 386	2 945
Dividends received (net of withholding tax)		99 075	101 122
Net cash inflow from investment activities		225 488	369 058
Net sales of securities		225 488	369 058
Net cash outflow from financing activities		(298 842)	(440 374)
Creation of units		379 806	147 987
Cancellations of units		(610 358)	(492 755)
Cash distributed to unitholders		(68 290)	(95 606)
Net (decrease)/increase in cash and cash equivalents		(318)	395
Cash and cash equivalents at the beginning of the year		1 559	1 164
Cash and cash equivalents at the end of the year	7	1 241	1 559

OLD MUTUAL INCOME FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		152 019	124 046
Interest		123 618	111 301
Income adjustments on creation and cancellation of units	5	4 458	(2 852)
Net fair value gains on financial instruments		23 943	15 597
OPERATING EXPENSES BEFORE FINANCE COSTS		12 462	10 402
Audit fee - current year		79	75
Bank charges		13	9
Custodian fees		98	93
Management company's service charge		12 140	9 995
Trustee fees		132	230
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		139 557	113 644
TOTAL FINANCE COSTS		115 634	98 093
Distributions	6	115 634	98 093
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		23 923	15 551

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		1 305 254	889 242
Interest and dividends receivable		36 198	22 489
Money market instruments		448 004	216 219
Cash and cash equivalents	7	35 118	12 327
TOTAL ASSETS		1 824 574	1 140 277
LIABILITIES			
Cancellation payables - capital		635	113
Cancellation payables - income		12	2
Accrued expenses		1 341	902
Derivatives at fair value	10	95	60
Distributions payable		33 576	21 223
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		35 659	22 300
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 788 915	1 117 977

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 117 956	21	1 117 977
Total comprehensive income attributable to unitholders		-	23 923	23 923
Transfer of net fair value gains, net of transaction costs, not distributable		23 943	(23 943)	-
Net creation of units	5	647 015	-	647 015
Balance at 31 December 2017		1 788 914	1	1 788 915
2016				
Balance at 31 December 2015		1 317 187	67	1 317 254
Total comprehensive income attributable to unitholders		-	15 551	15 551
Transfer of net fair value gains, net of transaction costs, not distributable		15 597	(15 597)	-
Net cancellation of units	5	(214 828)	-	(214 828)
Balance at 31 December 2016		1 117 956	21	1 117 977

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		99 833	100 473
Adjustments for:		139 557	113 644
Interest income		(123 618)	(111 301)
Income adjustments on creation and cancellation of units		(4 458)	2 852
Net fair value gains, net of transaction costs		(23 943)	(15 597)
Operating loss before working capital changes		(12 462)	(10 402)
Working capital changes		439	(156)
Increase/(Decrease) in accrued expenses		(12 023)	(10 558)
Cash utilised by operations		111 856	111 031
Interest received			
Net cash (outflow)/inflow from investment activities		(625 766)	202 257
Net (purchases)/sales of securities		(625 766)	202 257
Net cash inflow/(outflow) from financing activities		548 724	(307 686)
Creation of units		1 476 312	817 488
Cancellations of units		(824 307)	(1 030 229)
Cash distributed to unitholders		(103 281)	(94 945)
Net increase/(decrease) in cash and cash equivalents		22 791	(4 956)
Cash and cash equivalents at the beginning of the year		12 327	17 283
Cash and cash equivalents at the end of the year	7	35 118	12 327

OLD MUTUAL INDUSTRIAL FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		133 523	(54 859)
Dividends		23 301	93 343
Interest		5 948	6 878
Income adjustments on creation and cancellation of units	5	(261)	(3 435)
Net fair value gains/(losses) on financial instruments		104 535	(151 645)
OPERATING EXPENSES BEFORE FINANCE COSTS		16 414	18 552
Audit fee - current year		70	66
Bank charges		5	5
Custodian fees		57	65
Management company's service charge		15 299	16 232
Transaction costs		863	2 057
Trustee fees		120	127
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		117 109	(73 411)
TOTAL FINANCE COSTS		13 449	80 290
Distributions	6	13 267	79 977
Withholding tax on foreign dividends		182	313
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		103 660	(153 701)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		66 500	60 500
Local equities		1 204 237	1 216 833
Interest and dividends receivable		1 513	392
Creation receivables - capital		576	-
Creation receivables - income		2	-
Trade receivables		422	-
Cash and cash equivalents	7	4 115	3 248
TOTAL ASSETS		1 277 365	1 280 973

LIABILITIES

Trade payables		-	128
Cancellation payables - capital		10	59
Accrued expenses		1 330	1 303
Distributions payable		5 521	9 751
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		6 861	11 241
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 270 504	1 269 732

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 269 720	12	1 269 732
Total comprehensive income attributable to unitholders		-	103 660	103 660
Transfer of net fair value gains, net of transaction costs, not distributable		103 672	(103 672)	-
Net cancellation of units	5	(102 888)	-	(102 888)
Balance at 31 December 2017		1 270 504	-	1 270 504
2016				
Balance at 31 December 2015		1 513 595	11	1 513 606
Total comprehensive loss attributable to unitholders		-	(153 701)	(153 701)
Transfer of net fair value losses, net of transaction costs, not distributable		(153 702)	153 702	-
Net cancellation of units	5	(90 173)	-	(90 173)
Balance at 31 December 2016		1 269 720	12	1 269 732

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		12 422	83 193
Adjustments for:			
Dividend income		117 109	(73 411)
Interest income		(23 301)	(93 343)
Income adjustments on creation and cancellation of units		(5 948)	(6 878)
Net fair value (gains)/losses, net of transaction costs		261	3 435
Operating loss before working capital changes		(103 672)	153 702
Working capital changes			
Increase/(Decrease) in accrued expenses		(15 551)	(16 495)
Cash utilised by operations		27	(231)
Interest received		(15 524)	(16 726)
Dividends received (net of withholding tax)		5 973	6 889
		21 973	93 030
Net cash inflow from investment activities			
Net sales of securities		109 718	90 061
		109 718	90 061
Net cash outflow from financing activities			
Creation of units		(121 273)	(172 383)
Cancellations of units		60 362	110 922
Cash distributed to unitholders		(164 138)	(204 498)
		(17 497)	(78 807)
Net increase in cash and cash equivalents			
		867	871
Cash and cash equivalents at the beginning of the year			
		3 248	2 377
Cash and cash equivalents at the end of the year			
	7	4 115	3 248

OLD MUTUAL INSTITUTIONAL MONEY MARKET FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		74 523	57 376
Interest		73 906	57 424
Net fair value gains/(losses) on financial instruments		617	(48)
OPERATING EXPENSES BEFORE FINANCE COSTS		230	230
Audit fee - current year		78	75
Bank charges		8	8
Custodian fees		58	79
Management company's service charge		1	2
Transaction costs		1	1
Trustee fees		84	65
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		74 293	57 146
TOTAL FINANCE COSTS		74 293	57 146
Distributions		74 293	57 146
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		-	-

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS			
Interest receivable		14 694	13 911
Cash and cash equivalents	7	851 808	796 185
TOTAL ASSETS		866 502	810 096
LIABILITIES			
Accrued expenses		88	84
Distributions payable		5 797	5 179
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 885	5 263
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		860 617	804 833

OLD MUTUAL INSTITUTIONAL MONEY MARKET FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		804 833	-	804 833
Net creation of units	5	55 784	-	55 784
Balance at 31 December 2017		860 617	-	860 617
2016				
Balance at 31 December 2015		544 999	-	544 999
Net creation of units	5	259 834	-	259 834
Balance at 31 December 2016		804 833	-	804 833

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		73 514	63 748
Adjustments for:		74 293	57 146
Interest income		(73 906)	(57 424)
Operating income/(loss) before working capital changes		387	(278)
Working capital changes:		-	11 721
Decrease in trade receivables		4	3
Increase in accrued expenses		391	11 446
Cash generated by operations		73 123	52 302
Interest received		(17 891)	204 600
Net cash (outflow)/inflow from financing activities			
Creation of units		399 089	394 067
Cancellations of units		(343 305)	(134 233)
Cash distributed to unitholders		(73 675)	(55 234)
Net increase in cash and cash equivalents			
		55 623	268 348
Cash and cash equivalents at the beginning of the year			
		796 185	527 837
Cash and cash equivalents at the end of the period			
	7	851 808	796 185

OLD MUTUAL INTEREST PLUS FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		186 442	152 024
Interest		179 313	144 060
Income adjustments on creation and cancellation of units	5	702	452
Net fair value gains on financial instruments		6 427	7 512
OPERATING EXPENSES BEFORE FINANCE COSTS		6 049	4 411
Audit fee - current year		79	75
Bank charges		13	9
Custodian fees		114	118
Management company's service charge		5 642	4 046
Transaction costs		3	2
Trustee fees		198	161
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		180 393	147 613
TOTAL FINANCE COSTS		173 982	140 155
Distributions	6	173 982	140 155
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		6 411	7 458

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		706 257	587 654
Interest and dividends receivable		53 106	43 225
Creation receivables - capital		541	-
Creation receivables - income		3	-
Money market instruments		1 580 322	1 273 890
Cash and cash equivalents	7	92 078	23 891
TOTAL ASSETS		2 432 307	1 928 660

LIABILITIES

Cancellation payables - capital		2 085	5 132
Cancellation payables - income		12	32
Accrued expenses		648	475
Derivatives at fair value		372	36
Distributions payable	10	15 860	12 883
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		18 977	18 558
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 413 330	1 910 102

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at 31 December 2016		1 910 089	13	1 910 102
Total comprehensive income attributable to unitholders		-	6 411	6 411
Transfer of net fair value gains, net of transaction costs, not distributable		6 424	(6 424)	-
Net creation of units	5	496 817	-	496 817
Balance at 31 December 2017		2 413 330	-	2 413 330

2016

Balance at 31 December 2015		1 596 028	65	1 596 093
Total comprehensive income attributable to unitholders		-	7 458	7 458
Transfer of net fair value gains, net of transaction costs, not distributable		7 510	(7 510)	-
Net creation of units	5	306 551	-	306 551
Balance at 31 December 2016		1 910 089	13	1 910 102

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities		165 318	127 448
Net income from operations before finance costs		180 393	147 613
Adjustments for:			
Interest income		(179 313)	(144 060)
Income adjustments on creation and cancellation of units		(702)	(452)
Net fair value gains, net of transaction costs		(6 424)	(7 510)
Operating loss before working capital changes		(6 046)	(4 409)
Working capital changes			
Increase in accrued expenses		173	121
Cash utilised by operations		(5 873)	(4 288)
Interest received		171 191	131 736
Net cash outflow from investment activities		(420 034)	(325 047)
Net purchases of securities		(420 034)	(325 047)
Net cash inflow from financing activities		322 903	181 812
Creation of units		1 513 377	1 177 604
Cancellations of units		(1 019 469)	(859 242)
Cash distributed to unitholders		(171 005)	(136 550)
Net increase/(decrease) in cash and cash equivalents		68 187	(15 787)
Cash and cash equivalents at the beginning of the year		23 891	39 678
Cash and cash equivalents at the end of the year	7	92 078	23 891

OLD MUTUAL INTERNATIONAL GROWTH FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		26 395	(48 777)
Dividends		(115)	999
Interest		523	1 213
Income adjustments on creation and cancellation of units	5	251	182
Foreign exchange losses on dividend and interest income		(7)	(17)
Net fair value gains/(losses) on financial instruments		25 743	(51 154)
OPERATING EXPENSES BEFORE FINANCE COSTS		4 112	4 797
Audit fee - current year		68	64
Bank charges		5	5
Custodian fees		13	27
Management company's service charge (net of rebates)		4 005	4 680
Trustee fees		21	21
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		22 283	(53 574)
TOTAL FINANCE COSTS		9	-
Withholding tax on foreign dividends	6	9	-
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		22 274	(53 574)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		16 737	-
Unit trusts foreign		240 509	239 055
Interest and dividends receivable		10	-
Creation receivables - income		3	2
Cash and cash equivalents	7	27 187	57 748
TOTAL ASSETS		284 446	296 805

LIABILITIES

Trade payables		-	24
Cancellation payables - capital		245	231
Accrued expenses		550	550
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		795	805
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		283 651	296 000

OLD MUTUAL INTERNATIONAL GROWTH FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		295 987	13	296 000
Total comprehensive income attributable to unitholders		-	22 274	22 274
Transfer of net fair value gains, net of transaction costs, not distributable		25 743	(25 743)	-
Net cancellation of units	5	(34 623)	-	(34 623)
Capital rectification		(3 456)	3 456	-
Balance at 31 December 2017		283 651	-	283 651
2016				
Balance at 31 December 2015		362 458	-	362 458
Total comprehensive loss attributable to unitholders		-	(53 574)	(53 574)
Transfer of net fair value losses, net of transaction costs, not distributable		(51 154)	51 154	-
Net cancellation of units	5	(12 884)	-	(12 884)
Capital rectification		(2 433)	2 433	-
Balance at 31 December 2016		295 987	13	296 000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash outflow from operating activities			
Net income/(loss) from operations before finance costs		(3 730)	(2 715)
Adjustments for:		22 283	(53 574)
Dividend income		115	(999)
Interest income		(523)	(1 213)
Income adjustments on creation and cancellation of units		(251)	(182)
Net fair value (gains)/losses, net of transaction costs		(25 743)	51 154
Foreign exchange losses on dividend and interest income		7	17
Operating loss before working capital changes		(4 112)	(4 797)
Working capital changes		-	(81)
Decrease in accrued expenses		-	(81)
Cash utilised by operations		(4 112)	(4 878)
Interest received		513	1 181
Dividends received (net of withholding tax)		(124)	999
Foreign exchange losses on dividend and interest income		(7)	(17)
		7 528	6 652
Net cash inflow from investment activities			
Net sales of securities		7 528	6 652
		(34 359)	(12 264)
Net cash outflow from financing activities			
Creation of units		32 644	92 650
Cancellations of units		(67 003)	(104 914)
		(30 561)	(8 327)
Net decrease in cash and cash equivalents			
		57 748	66 075
Cash and cash equivalents at the beginning of the year			
		27 187	57 748
Cash and cash equivalents at the end of the year			
	7		

OLD MUTUAL INVESTORS' FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		1 638 275	91 058
Dividends		368 182	1 002 335
Interest		42 864	35 356
Income adjustments on creation and cancellation of units	5	(3 107)	(13 558)
Net fair value gains/(losses) on financial instruments		1 230 336	(933 075)
OPERATING EXPENSES BEFORE FINANCE COSTS		180 960	209 249
Audit fee - current year		70	66
Performance fees		-	6 879
Bank charges		9	9
Custodian fees		566	654
Management company's service charge		151 688	141 403
Transaction costs		27 370	58 964
Trustee fees		1 257	1 274
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		1 457 315	(118 191)
TOTAL FINANCE COSTS		254 356	873 851
Distributions	6	253 814	873 320
Withholding tax on foreign dividends		542	531
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		1 202 959	(992 042)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		13 230 758	13 137 130
Interest and dividends receivable		15 188	3 496
Creation receivables - capital		4	-
Trade receivables		35 909	-
Cash and cash equivalents	7	1 153 522	460 051
TOTAL ASSETS		14 435 381	13 600 677
LIABILITIES			
Trade payables		47	1 301
Cancellation payables - capital		34 478	3 129
Cancellation payables - income		250	31
Accrued expenses		13 176	11 541
Distributions payable		133 676	129 928
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		181 627	145 930
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		14 253 754	13 454 747

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		13 454 740	7	13 454 747
Total comprehensive income attributable to unitholders		-	1 202 959	1 202 959
Transfer of net fair value gains, net of transaction costs, not distributable		1 202 966	(1 202 966)	-
Net cancellation of units	5	(403 952)	-	(403 952)
Balance at 31 December 2017		14 253 754	-	14 253 754
2016				
Balance at 31 December 2015		14 321 690	10	14 321 700
Total comprehensive loss attributable to unitholders		-	(992 042)	(992 042)
Transfer of net fair value losses, net of transaction costs, not distributable		(992 039)	992 039	-
Net creation of units	5	125 089	-	125 089
Balance at 31 December 2016		13 454 740	7	13 454 747

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		246 856	883 499
Adjustments for:		1 457 315	(118 191)
Dividend income		(368 182)	(1 002 335)
Interest income		(42 864)	(35 356)
Income adjustments on creation and cancellation of units		3 107	13 558
Net fair value (gains)/losses, net of transaction costs		(1 202 966)	992 039
Operating loss before working capital changes		(153 590)	(150 285)
Working capital changes		1 635	(2 579)
Increase/(Decrease) in accrued expenses		(151 955)	(152 864)
Cash utilised by operations		40 905	34 559
Interest received		357 906	1 001 804
Dividends received (net of withholding tax)			
Net cash inflow from investment activities		1 072 176	206 039
Net sales of securities		1 072 176	206 039
Net cash outflow from financing activities		(625 561)	(762 537)
Creation of units		1 366 865	3 141 211
Cancellations of units		(1 742 360)	(3 034 119)
Cash distributed to unitholders		(250 066)	(869 629)
Net increase in cash and cash equivalents		693 471	327 001
Cash and cash equivalents at the beginning of the year		460 051	133 050
Cash and cash equivalents at the end of the year	7	1 153 522	460 051

OLD MUTUAL MANAGED ALPHA EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		71 966	9 528
Dividends		14 682	11 903
Interest		391	330
Income adjustments on creation and cancellation of units	5	(52)	(116)
Net fair value gains/(losses) on financial instruments		56 945	(2 589)
OPERATING EXPENSES BEFORE FINANCE COSTS		8 902	7 716
Audit fee - current year		70	66
Performance fees		-	2 438
Bank charges		8	7
Custodian fees		75	69
Management company's service charge		7 083	3 878
Transaction costs		1 624	1 216
Trustee fees		42	42
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		63 064	1 812
TOTAL FINANCE COSTS		7 744	5 621
Distributions	6	7 706	5 552
Withholding tax on foreign dividends		38	69
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		55 320	(3 809)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		482 061	441 307
Interest and dividends receivable		284	13
Trade receivables		91	-
Cash and cash equivalents	7	8 428	8 341
TOTAL ASSETS		490 864	449 661

LIABILITIES

Trade payables		-	30
Cancellation payables - capital		-	438
Cancellation payables - income		-	4
Accrued expenses		684	403
Distributions payable		4 052	3 298
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		4 736	4 173
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		486 128	445 488

OLD MUTUAL MANAGED ALPHA EQUITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		445 487	1	445 488
Total comprehensive income attributable to unitholders		-	55 320	55 320
Transfer of net fair value gains, net of transaction costs, not distributable		55 321	(55 321)	-
Net cancellation of units	5	(14 680)	-	(14 680)
Balance at 31 December 2017		486 128	-	486 128
2016				
Balance at 31 December 2015		458 066	2	458 068
Total comprehensive loss attributable to unitholders		-	(3 809)	(3 809)
Transfer of net fair value losses, net of transaction costs, not distributable		(3 805)	3 805	-
Net cancellation of units		(8 771)	-	(8 771)
Capital rectification	5	(3)	3	-
Balance at 31 December 2016		445 487	1	445 488

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		7 767	5 198
Adjustments for:		63 064	1 812
Dividend income		(14 682)	(11 903)
Interest income		(391)	(330)
Income adjustments on creation and cancellation of units		52	116
Net fair value (gains)/losses, net of transaction costs		(55 321)	3 805
Operating loss before working capital changes		(7 278)	(6 500)
Working capital changes			
Increase/(Decrease) in accrued expenses		281	(458)
Cash utilised by operations		(6 997)	(6 958)
Interest received		396	322
Dividends received (net of withholding tax)		14 368	11 834
Net cash inflow from investment activities		14 446	12 276
Net sales of securities		14 446	12 276
Net cash outflow from financing activities		(22 126)	(12 572)
Creation of units		53 257	47 017
Cancellations of units		(68 431)	(55 737)
Cash distributed to unitholders		(6 952)	(3 852)
Net increase in cash and cash equivalents		87	4 902
Cash and cash equivalents at the beginning of the year		8 341	3 439
Cash and cash equivalents at the end of the year	7	8 428	8 341

OLD MUTUAL MAXIMUM RETURN FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		68 173	(5 567)
Dividends		5 721	3 098
Interest		4 430	5 071
Income adjustments on creation and cancellation of units	5	29	534
Foreign exchange gains/(losses) on dividend and interest income		5	(4)
Net fair value gains/(losses) on financial instruments		57 988	(14 266)
OPERATING EXPENSES BEFORE FINANCE COSTS		4 878	4 348
Audit fee - current year		67	66
Bank charges		5	5
Custodian fees		2	1
Management company's service charge (net of rebates)		4 765	4 244
Trustee fees		39	32
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		63 295	(9 915)
TOTAL FINANCE COSTS		5 351	4 349
Distributions	6	5 210	4 173
Withholding tax on foreign dividends		141	176
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		57 944	(14 264)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		236 250	214 068
Unit trusts foreign		259 743	220 438
Interest and dividends receivable		6	11
Creation receivables - capital		95	8
Creation receivables - income		1	-
Cash and cash equivalents	7	7 997	8 516
TOTAL ASSETS		504 092	443 041

LIABILITIES

Cancellation payables - capital		128	3
Cancellation payables - income		1	-
Accrued expenses		585	508
Distributions payable		5 210	4 173
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 924	4 684
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		498 168	438 357

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		438 312	45	438 357
Total comprehensive income attributable to unitholders		-	57 944	57 944
Transfer of net fair value gains, net of transaction costs, not distributable		57 988	(57 988)	-
Net creation of units	5	1 867	-	1 867
Balance at 31 December 2017		498 167	1	498 168
2016				
Balance at 31 December 2015		287 340	43	287 383
Total comprehensive loss attributable to unitholders		-	(14 264)	(14 264)
Transfer of net fair value losses, net of transaction costs, not distributable		(14 266)	14 266	-
Net creation of units	5	165 238	-	165 238
Balance at 31 December 2016		438 312	45	438 357

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		5 219	4 015
Adjustments for:		63 295	(9 915)
Dividend income		(5 721)	(3 098)
Interest income		(4 430)	(5 071)
Income adjustments on creation and cancellation of units		(29)	(534)
Net fair value (gains)/losses, net of transaction costs		(57 988)	14 266
Foreign exchange (gains)/losses on dividend and interest income		(5)	4
Operating loss before working capital changes		(4 878)	(4 348)
Working capital changes		77	373
Increase in accrued expenses		(4 801)	(3 975)
Cash utilised by operations		4 435	5 072
Interest received		5 580	2 922
Dividends received (net of withholding tax)		5	(4)
Foreign exchange gains/(losses) on dividend and interest income		(3 499)	(196 989)
Net cash outflow from investment activities		(3 499)	(196 989)
Net purchases of securities		(2 239)	166 544
Net cash (outflow)/inflow from financing activities		100 144	211 746
Creation of units		(98 210)	(41 929)
Cancellations of units		(4 173)	(3 273)
Cash distributed to unitholders		(519)	(26 430)
Net decrease in cash and cash equivalents		8 516	34 946
Cash and cash equivalents at the beginning of the year		7 997	8 516
Cash and cash equivalents at the end of the year	7		

OLD MUTUAL MID & SMALL-CAP FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT (LOSS)/INCOME		(1 912)	108 462
Dividends		22 824	30 975
Interest		1 029	1 097
Income adjustments on creation and cancellation of units	5	(284)	(467)
Net fair value (losses)/gains on financial instruments		(25 481)	76 857
OPERATING EXPENSES BEFORE FINANCE COSTS		13 689	13 469
Audit fee - current year		70	66
Bank charges		5	5
Custodian fees		60	71
Management company's service charge		11 477	11 873
Transaction costs		1 992	1 365
Trustee fees		85	89
NET (LOSS)/INCOME FROM OPERATIONS BEFORE FINANCE COSTS		(15 601)	94 993
TOTAL FINANCE COSTS		11 879	19 515
Distributions	6	11 879	19 515
TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTABLE TO UNITHOLDERS		(27 480)	75 478

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		40 000	16 000
Local equities		855 060	975 560
Interest and dividends receivable		147	67
Creation receivables - capital		1	3
Trade receivables		-	556
Cash and cash equivalents	7	1 045	1 275
TOTAL ASSETS		896 253	993 461
LIABILITIES			
Trade payables		2 645	637
Cancellation payables - capital		76	19
Accrued expenses		940	1 082
Distributions payable		3 456	7 004
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		7 117	8 742
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		889 136	984 719

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		984 712	7	984 719
Total comprehensive loss attributable to unitholders		-	(27 480)	(27 480)
Transfer of net fair value losses, net of transaction costs, not distributable		(27 473)	27 473	-
Net cancellation of units	5	(68 103)	-	(68 103)
Balance at 31 December 2017		889 136	-	889 136
2016				
Balance at 31 December 2015		962 192	21	962 213
Total comprehensive income attributable to unitholders		-	75 478	75 478
Transfer of net fair value gains, net of transaction costs, not distributable		75 492	(75 492)	-
Net cancellation of units	5	(52 972)	-	(52 972)
Balance at 31 December 2016		984 712	7	984 719

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net (loss)/income from operations before finance costs		11 934	19 930
Adjustments for:		(15 601)	94 993
Dividend income		(22 824)	(30 975)
Interest income		(1 029)	(1 097)
Income adjustments on creation and cancellation of units		284	467
Net fair value losses/(gains), net of transaction costs		27 473	(75 492)
Operating loss before working capital changes		(11 697)	(12 104)
Working capital changes		(142)	18
(Decrease)/Increase in accrued expenses		(142)	18
Cash utilised by operations		(11 839)	(12 086)
Interest received		949	1 041
Dividends received		22 824	30 975
Net cash inflow from investment activities		71 591	53 956
Net sales of securities		71 591	53 956
Net cash outflow from financing activities		(83 755)	(72 838)
Creation of units		185 935	139 164
Cancellations of units		(254 263)	(192 697)
Cash distributed to unitholders		(15 427)	(19 305)
Net (decrease)/increase in cash and cash equivalents		(230)	1 048
Cash and cash equivalents at the beginning of the year		1 275	227
Cash and cash equivalents at the end of the year	7	1 045	1 275

OLD MUTUAL MINING AND RESOURCES FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		143 062	339 152
Dividends		27 633	16 459
Interest		1 064	2 111
Income adjustments on creation and cancellation of units	5	(536)	(48)
Foreign exchange losses on dividend and interest income		(31)	(53)
Net fair value gains on financial instruments		114 932	320 683
OPERATING EXPENSES BEFORE FINANCE COSTS		14 606	14 996
Audit fee - current year		70	66
Bank charges		7	6
Custodian fees		85	55
Management company's service charge		12 074	10 679
Transaction costs		2 275	4 105
Trustee fees		95	85
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		128 456	324 156
TOTAL FINANCE COSTS		15 774	7 610
Distributions	6	15 745	7 399
Withholding tax on foreign dividends		29	211
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		112 682	316 546

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		887 088	898 920
Foreign equities		169 283	163 518
Interest and dividends receivable		142	217
Creation receivables - capital		6	-
Trade receivables		-	2 758
Cash and cash equivalents	7	26 515	24 277

TOTAL ASSETS

1 083 034 1 089 690

LIABILITIES

Cancellation payables - capital		503	11 899
Cancellation payables - income		5	25
Accrued expenses		1 124	1 171
Distributions payable		10 926	3 570

TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

12 558 16 665

NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

1 070 476 1 073 025

OLD MUTUAL MINING AND RESOURCES FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 073 051	(26)	1 073 025
Total comprehensive income attributable to unitholders		-	112 682	112 682
Transfer of net fair value gains, net of transaction costs, not distributable		112 657	(112 657)	-
Net cancellation of units	5	(115 231)	-	(115 231)
Capital rectification		(1)	1	-
Balance at 31 December 2017		1 070 476	-	1 070 476
2016				
Balance at 31 December 2015		747 022	4	747 026
Total comprehensive income attributable to unitholders		-	316 546	316 546
Transfer of net fair value gains, net of transaction costs, not distributable		316 578	(316 578)	-
Net creation of units	5	9 453	-	9 453
Capital rectification		(2)	2	-
Balance at 31 December 2016		1 073 051	(26)	1 073 025

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		16 334	7 726
Adjustments for:			
Dividend income		128 456	324 156
Interest income		(27 633)	(16 459)
Income adjustments on creation and cancellation of units		(1 064)	(2 111)
Net fair value gains, net of transaction costs		536	48
Foreign exchange losses on dividend and interest income		(112 657)	(316 578)
Operating loss before working capital changes		31	53
Working capital changes		(12 331)	(10 891)
(Decrease)/Increase in accrued expenses		(47)	385
Cash utilised by operations		(12 378)	(10 506)
Interest received		1 139	2 037
Dividends received (net of withholding tax)		27 604	16 248
Foreign exchange losses on dividend and interest income		(31)	(53)
Net cash inflow/(outflow) from investment activities		121 482	(16 981)
Net sales/(purchases) of securities		121 482	(16 981)
Net cash (outflow)/inflow from financing activities		(135 578)	3 220
Creation of units		201 566	248 736
Cancellations of units		(328 755)	(228 800)
Cash distributed to unitholders		(8 389)	(16 716)
Net increase/(decrease) in cash and cash equivalents		2 238	(6 035)
Cash and cash equivalents at the beginning of the year		24 277	30 312
Cash and cash equivalents at the end of the year	7	26 515	24 277

OLD MUTUAL MODERATE BALANCED FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		32 851	4 033
Dividends		3 295	1 081
Interest		7 645	3 217
Income adjustments on creation and cancellation of units	5	1 451	1 237
Foreign exchange gains on dividend and interest income		1	-
Net fair value gains/(losses) on financial instruments		20 459	(1 502)
OPERATING EXPENSES BEFORE FINANCE COSTS		3 158	1 357
Audit fee - current year		87	66
Bank charges		16	19
Custodian fees		62	82
Management company's service charge (net of rebates)		2 682	959
Transaction costs		288	210
Trustee fees		23	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		29 693	2 676
TOTAL FINANCE COSTS		9 540	4 372
Distributions	6	9 517	4 360
Withholding tax on foreign dividends		23	12
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		20 153	(1 696)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		95 761	30 232
Unit trusts local		19 048	8 676
Unit trusts foreign		73 191	28 386
Local equities and specialist securities		112 430	52 053
Interest and dividends receivable		2 570	1 799
Creation receivables - capital		149	97
Creation receivables - income		2	2
Trade receivables		3	-
Money market instruments		43 593	25 132
Cash and cash equivalents	7	8 207	7 585
TOTAL ASSETS		354 954	153 962
LIABILITIES			
Trade payables		-	2 135
Accrued expenses		422	213
Distributions payable		5 791	2 785
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		6 213	5 133
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		348 741	148 829

OLD MUTUAL MODERATE BALANCED FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		148 811	18	148 829
Total comprehensive income attributable to unitholders		-	20 153	20 153
Transfer of net fair value gains, net of transaction costs, not distributable		20 171	(20 171)	-
Net creation of units	5	179 759	-	179 759
Balance at 31 December 2017		348 741	-	348 741
2016				
Balance at 31 December 2015		17 951	2	17 953
Total comprehensive loss attributable to unitholders		-	(1 696)	(1 696)
Transfer of net fair value losses, net of transaction costs, not distributable		(1 712)	1 712	-
Net creation of units	5	132 572	-	132 572
Balance at 31 December 2016		148 811	18	148 829

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		7 601	1 706
Adjustments for:		29 693	2 676
Dividend income		(3 295)	(1 081)
Interest income		(7 645)	(3 217)
Income adjustments on creation and cancellation of units		(1 451)	(1 237)
Net fair value (gains)/losses, net of transaction costs		(20 171)	1 712
Foreign exchange gains on dividend and interest income		(1)	-
Operating loss before working capital changes		(2 870)	(1 147)
Working capital changes			
Increase in accrued expenses		209	194
Cash utilised by operations		(2 661)	(953)
Interest received		7 063	1 590
Dividends received (net of withholding tax)		3 198	1 069
Foreign exchange gains on dividend and interest income		1	-
Net cash outflow from investment activities		(181 626)	(130 737)
Net purchases of securities		(181 626)	(130 737)
Net cash inflow from financing activities		174 647	131 879
Creation of units		209 407	157 501
Cancellations of units		(28 249)	(23 768)
Cash distributed to unitholders		(6 511)	(1 854)
Net increase in cash and cash equivalents		622	2 848
Cash and cash equivalents at the beginning of the year		7 585	4 737
Cash and cash equivalents at the end of the year	7	8 207	7 585

OLD MUTUAL MONEY MARKET FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	2017 R000's	2016 R000's
NET INVESTMENT INCOME	998 411	906 739
Interest	994 780	905 251
Net fair value gains on financial instruments	3 631	1 488
OPERATING EXPENSES BEFORE FINANCE COSTS	45 689	40 571
Audit fee - current year	96	92
Bank charges	10	10
Custodian fees	520	550
Management company's service charge	43 918	38 863
Transaction costs	15	15
Trustee fees	1 130	1 041
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS	952 722	866 168
TOTAL FINANCE COSTS	952 721	866 168
Distributions	952 721	866 168
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS	1	-

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Interest receivable	213 888	175 622
Cash and cash equivalents	13 316 979	12 117 682

TOTAL ASSETS

13 530 867 12 293 304

LIABILITIES

Accrued expenses	4 236	3 622
Distributions payable	85 025	74 486

TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

89 261 78 108

NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

13 441 606 12 215 196

OLD MUTUAL MONEY MARKET FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		12 215 194	2	12 215 196
Total comprehensive income attributable to unitholders		-	1	1
Net creation of units	5	1 226 409		1 226 409
Balance at 31 December 2017		13 441 603	3	13 441 606
2016				
Balance at 31 December 2015		10 376 610	2	10 376 612
Net creation of units	5	1 838 584	-	1 838 584
Balance at 31 December 2016		12 215 194	2	12 215 196

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		915 070	890 873
Adjustments for:		952 722	866 168
Interest income		(994 780)	(905 251)
Operating loss before working capital changes		(42 058)	(39 083)
Working capital changes:		-	62 318
Decrease in trade receivables		614	566
Increase in accrued expenses		(41 444)	23 801
Cash (utilised by)/generated by operations		956 514	867 072
Interest received			
Net cash inflow from financing activities			
Creation of units		284 227	990 503
Cancellations of units		9 446 132	3 825 987
Cash distributed to unitholders		(8 219 723)	(1 987 403)
		(942 182)	(848 081)
Net increase in cash and cash equivalents			
		1 199 297	1 881 376
Cash and cash equivalents at the beginning of the year			
		12 117 682	10 236 306
Cash and cash equivalents at the end of the period			
	7	13 316 979	12 117 682

OLD MUTUAL MULTI-MANAGED EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		343 407	(139 110)
Dividends		67 376	33 835
Interest		5 080	4 346
Income adjustments on creation and cancellation of units	5	(378)	785
Net fair value gains/(losses) on financial instruments		271 329	(178 076)
OPERATING EXPENSES BEFORE FINANCE COSTS		24 638	18 887
Audit fee - current year		94	46
Bank charges		48	24
Custodian fees		346	221
Management company's service charge		15 258	8 367
Transaction costs		8 675	10 109
Trustee fees		217	120
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		318 769	(157 997)
TOTAL FINANCE COSTS		56 424	29 840
Distributions	6	54 590	29 588
Withholding tax on foreign dividends		1 834	252
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		262 345	(187 837)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		-	427
Local equities and specialist securities		2 457 578	2 234 976
Interest and dividends receivable		809	284
Trade receivables		6 342	20 929
Cash and cash equivalents	7	91 787	56 325
TOTAL ASSETS		2 556 516	2 312 941

LIABILITIES

Trade payables		8 479	11 936
Accrued expenses		1 471	2 499
Distributions payable		31 583	26 148
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		41 533	40 583
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 514 983	2 272 358

OLD MUTUAL MULTI-MANAGED EQUITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		2 272 010	348	2 272 358
Total comprehensive income attributable to unitholders		-	262 345	262 345
Transfer of net fair value gains, net of transaction costs, not distributable		262 654	(262 654)	-
Net cancellation of units	5	(19 720)	-	(19 720)
Balance at 31 December 2017		2 514 944	39	2 514 983
2016				
Balance at 31 December 2015		-	-	-
Total comprehensive loss attributable to unitholders		-	(187 837)	(187 837)
Transfer of net fair value losses, net of transaction costs, not distributable		(188 185)	188 185	-
Net creation of units	5	2 460 195	-	2 460 195
Balance at 31 December 2016		2 272 010	348	2 272 358

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		53 106	31 366
Adjustments for:		318 769	(157 997)
Dividend income		(67 376)	(33 835)
Interest income		(5 080)	(4 346)
Income adjustments on creation and cancellation of units		378	(785)
Net fair value (gains)/losses, net of transaction costs		(262 654)	188 185
Operating loss before working capital changes		(15 963)	(8 778)
Working capital changes			
(Decrease)/Increase in accrued expenses		(1 028)	2 499
Cash utilised by operations		(16 991)	(6 279)
Interest received		5 232	4 091
Dividends received (net of withholding tax)		64 865	33 554
Net cash inflow/(outflow) from investment activities		51 609	(2 432 581)
Net sales/(purchases) of securities		51 609	(2 432 581)
Net cash (outflow)/inflow from financing activities		(69 253)	2 457 540
Creation of units		64 816	2 521 950
Cancellations of units		(84 914)	(60 970)
Cash distributed to unitholders		(49 155)	(3 440)
Net increase in cash and cash equivalents		35 462	56 325
Cash and cash equivalents at the beginning of the year		56 325	-
Cash and cash equivalents at the end of the year	7	91 787	56 325

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		45 109	1 927
Dividends		3 393	522
Interest		4 049	653
Income adjustments on creation and cancellation of units	5	1 745	1 789
Net fair value gains/(losses) on financial instruments		35 922	(1 037)
OPERATING EXPENSES BEFORE FINANCE COSTS		3 762	1 122
Audit fee - current year		86	64
Bank charges		5	5
Management company's service charge		3 643	1 032
Trustee fees		28	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		41 347	805
TOTAL FINANCE COSTS		5 450	1 817
Distributions	6	5 424	1 805
Withholding tax on foreign dividends		26	12
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		35 897	(1 012)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		310 119	146 723
Unit trusts foreign		105 416	53 787
Interest and dividends receivable		1	1
Creation receivables - capital		29	675
Creation receivables - income		-	3
Cash and cash equivalents	7	2 612	1 325
TOTAL ASSETS		418 177	202 514
LIABILITIES			
Cancellation payables - capital		42	-
Accrued expenses		507	261
Distributions payable		1 588	847
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 137	1 108
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		416 040	201 406

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		201 380	26	201 406
Total comprehensive income attributable to unitholders		-	35 897	35 897
Transfer of net fair value gains, net of transaction costs, not distributable		35 922	(35 922)	-
Net creation of units	5	178 737	-	178 737
Balance at 31 December 2017		416 039	1	416 040
2016				
Balance at 31 December 2015		2 313	1	2 314
Total comprehensive loss attributable to unitholders		-	(1 012)	(1 012)
Transfer of net fair value losses, net of transaction costs, not distributable		(1 037)	1 037	-
Net creation of units	5	200 104	-	200 104
Balance at 31 December 2016		201 380	26	201 406

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		3 900	296
Adjustments for:		41 347	805
Dividend income		(3 393)	(522)
Interest income		(4 049)	(653)
Income adjustments on creation and cancellation of units		(1 745)	(1 789)
Net fair value (gains)/losses, net of transaction costs		(35 922)	1 037
Operating loss before working capital changes		(3 762)	(1 122)
Working capital changes		246	256
Increase in accrued expenses		(3 516)	(866)
Cash utilised by operations		4 049	652
Interest received		3 367	510
Dividends received (net of withholding tax)		(179 103)	(199 243)
Net cash outflow from investment activities			
Net purchases of securities		(179 103)	(199 243)
Net cash inflow from financing activities			
Creation of units		176 490	200 260
Cancellations of units		198 906	215 846
Cash distributed to unitholders		(17 733)	(14 628)
		(4 683)	(958)
Net increase in cash and cash equivalents			
		1 287	1 313
Cash and cash equivalents at the beginning of the year			
		1 325	12
Cash and cash equivalents at the end of the year			
	7	2 612	1 325

OLD MUTUAL MULTI-MANAGERS BALANCED FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		2 089 539	561 067
Dividends		130 633	241 092
Interest		284 448	310 871
Income adjustments on creation and cancellation of units	5	3 018	2 290
Net fair value gains on financial instruments		1 671 440	6 814
OPERATING EXPENSES BEFORE FINANCE COSTS		163 054	159 508
Audit fee - current year		85	82
Bank charges		5	5
Management company's service charge		161 591	158 029
Transaction costs		15	-
Trustee fees		1 358	1 392
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		1 926 485	401 559
TOTAL FINANCE COSTS		254 839	395 085
Distributions	6	253 574	392 918
Withholding tax on foreign dividends		1 265	2 167
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		1 671 646	6 474

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		11 263 548	10 251 087
Unit trusts foreign		3 758 769	4 122 250
Interest and dividends receivable		145 305	234 921
Creation receivables - capital		3 542	1 442
Creation receivables - income		-	1
Cash and cash equivalents	7	11 305	5 822
TOTAL ASSETS		15 182 469	14 615 523
LIABILITIES			
Cancellation payables - capital		1 029	1 130
Cancellation payables - income		8	-
Accrued expenses		13 834	13 638
Distributions payable		108 307	194 618
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		123 178	209 386
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		15 059 291	14 406 137

OLD MUTUAL MULTI-MANAGERS BALANCED FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		14 405 800	337	14 406 137
Total comprehensive income attributable to unitholders		-	1 671 646	1 671 646
Transfer of net fair value gains, net of transaction costs, not distributable		1 671 425	(1 671 425)	-
Net cancellation of units	5	(1 018 492)	-	(1 018 492)
Balance at 31 December 2017		15 058 733	558	15 059 291
2016				
Balance at 31 December 2015		15 731 689	677	15 732 366
Total comprehensive income attributable to unitholders		-	6 474	6 474
Transfer of net fair value gains, net of transaction costs, not distributable		6 814	(6 814)	-
Net cancellation of units	5	(1 332 703)	-	(1 332 703)
Balance at 31 December 2016		14 405 800	337	14 406 137

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		340 589	402 465
Adjustments for:		1 926 485	401 559
Dividend income		(130 633)	(241 092)
Interest income		(284 448)	(310 871)
Income adjustments on creation and cancellation of units		(3 018)	(2 290)
Net fair value gains, net of transaction costs		(1 671 425)	(6 814)
Operating loss before working capital changes		(163 039)	(159 508)
Working capital changes			
Increase/(Decrease) in accrued expenses		196	(1 337)
Cash utilised by operations		(162 843)	(160 845)
Interest received		284 450	310 869
Dividends received (net of withholding tax)		218 982	252 441
Net cash inflow from investment activities		1 022 445	1 333 088
Net sales of securities		1 022 445	1 333 088
Net cash outflow from financing activities		(1 357 551)	(1 736 721)
Creation of units		1 807 664	766 209
Cancellations of units		(2 825 330)	(2 095 942)
Cash distributed to unitholders		(339 885)	(406 988)
Net increase/(decrease) in cash and cash equivalents		5 483	(1 168)
Cash and cash equivalents at the beginning of the year		5 822	6 990
Cash and cash equivalents at the end of the year	7	11 305	5 822

OLD MUTUAL MULTI-MANAGERS CAUTIOUS FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		38 424	21 994
Dividends		1 726	2 478
Interest		14 899	14 456
Income adjustments on creation and cancellation of units	5	(17)	(47)
Net fair value gains on financial instruments		21 816	5 107
OPERATING EXPENSES BEFORE FINANCE COSTS		3 874	3 391
Audit fee - current year		85	82
Bank charges		5	5
Management company's service charge (net of rebates)		3 752	3 276
Trustee fees		32	28
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		34 550	18 603
TOTAL FINANCE COSTS		12 743	13 498
Distributions	6	12 722	13 473
Withholding tax on foreign dividends		21	25
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		21 807	5 105

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		291 017	252 963
Unit trusts foreign		91 138	75 391
Interest and dividends receivable		4 023	5 181
Creation receivables - capital		1 219	202
Cash and cash equivalents	7	357	273
TOTAL ASSETS		387 754	334 010
LIABILITIES			
Cancellation payables - capital		3	1
Cancellation payables - income		3	-
Accrued expenses		428	387
Distributions payable		2 989	4 277
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3 423	4 665
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		384 331	329 345

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		329 303	42	329 345
Total comprehensive income attributable to unitholders		-	21 807	21 807
Transfer of net fair value gains, net of transaction costs, not distributable		21 816	(21 816)	-
Net creation of units	5	33 179	-	33 179
Balance at 31 December 2017		384 298	33	384 331
2016				
Balance at 31 December 2015		287 982	44	288 026
Total comprehensive income attributable to unitholders		-	5 105	5 105
Transfer of net fair value gains, net of transaction costs, not distributable		5 107	(5 107)	-
Net creation of units	5	36 214	-	36 214
Balance at 31 December 2016		329 303	42	329 345

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		13 929	13 059
Adjustments for:		34 550	18 603
Dividend income		(1 726)	(2 478)
Interest income		(14 899)	(14 456)
Income adjustments on creation and cancellation of units		17	47
Net fair value gains, net of transaction costs		(21 816)	(5 107)
Operating loss before working capital changes		(3 874)	(3 391)
Working capital changes			
Increase in accrued expenses		41	12
Cash utilised by operations		(3 833)	(3 379)
Interest received		14 899	14 456
Dividends received (net of withholding tax)		2 863	1 982
		(31 985)	(35 544)
Net cash outflow from investment activities			
Net purchases of securities		(31 985)	(35 544)
Net cash inflow from financing activities			
Creation of units		18 140	22 589
Cancellations of units		111 155	128 867
Cash distributed to unitholders		(79 005)	(93 203)
		(14 010)	(13 075)
Net increase in cash and cash equivalents			
		84	104
Cash and cash equivalents at the beginning of the year			
		273	169
Cash and cash equivalents at the end of the year			
	7	357	273

OLD MUTUAL MULTI-MANAGERS DEFENSIVE FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		783 755	318 991
Dividends		41 970	75 910
Interest		183 016	205 598
Income adjustments on creation and cancellation of units	5	2 090	1 434
Net fair value gains on financial instruments		556 679	36 049
OPERATING EXPENSES BEFORE FINANCE COSTS		81 812	83 349
Audit fee - current year		85	82
Bank charges		5	5
Management company's service charge		81 150	82 666
Transaction costs		6	-
Trustee fees		566	596
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		701 943	235 642
TOTAL FINANCE COSTS		145 117	199 808
Distributions	6	144 613	199 034
Withholding tax on foreign dividends		504	774
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		556 826	35 834

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		4 643 737	4 330 645
Unit trusts foreign		1 541 579	1 766 268
Interest and dividends receivable		64 647	93 028
Creation receivables - capital		2 163	331
Creation receivables - income		-	2
Cash and cash equivalents	7	1 456	3 071
TOTAL ASSETS		6 253 582	6 193 345
LIABILITIES			
Cancellation payables - capital		607	615
Cancellation payables - income		3	-
Accrued expenses		6 791	7 031
Distributions payable		45 076	72 538
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		52 477	80 184
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		6 201 105	6 113 161

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		6 112 943	218	6 113 161
Total comprehensive income attributable to unitholders		-	556 826	556 826
Transfer of net fair value gains, net of transaction costs, not distributable		556 673	(556 673)	-
Net cancellation of units	5	(468 882)	-	(468 882)
Balance at 31 December 2017		6 200 734	371	6 201 105
2016				
Balance at 31 December 2015		6 782 735	433	6 783 168
Total comprehensive income attributable to unitholders		-	35 834	35 834
Transfer of net fair value gains, net of transaction costs, not distributable		36 049	(36 049)	-
Net cancellation of units	5	(705 841)	-	(705 841)
Balance at 31 December 2016		6 112 943	218	6 113 161

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		170 817	203 597
Adjustments for:			
Dividend income		701 943	235 642
Interest income		(41 970)	(75 910)
Income adjustments on creation and cancellation of units		(183 016)	(205 598)
Net fair value gains, net of transaction costs		(2 090)	(1 434)
Operating loss before working capital changes		(556 673)	(36 049)
Working capital changes		(81 806)	(83 349)
Decrease in accrued expenses		(240)	(852)
Cash utilised by operations		(82 046)	(84 201)
Interest received		183 014	205 598
Dividends received (net of withholding tax)		69 849	82 200
Net cash inflow from investment activities			
Net sales of securities		468 270	705 166
Net cash outflow from financing activities			
Creation of units		(640 702)	(909 532)
Cancellations of units		1 310 644	439 368
Cash distributed to unitholders		(1 779 271)	(1 143 341)
		(172 075)	(205 559)
Net decrease in cash and cash equivalents			
		(1 615)	(769)
Cash and cash equivalents at the beginning of the year			
		3 071	3 840
Cash and cash equivalents at the end of the year			
	7	1 456	3 071

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		27 088	22 291
Dividends		622	774
Interest		20 839	18 212
Income adjustments on creation and cancellation of units	5	(23)	(16)
Net fair value gains on financial instruments		5 650	3 321
OPERATING EXPENSES BEFORE FINANCE COSTS		2 748	2 345
Audit fee - current year		85	82
Bank charges		5	5
Management company's service charge		2 631	2 236
Trustee fees		27	22
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		24 340	19 946
TOTAL FINANCE COSTS		18 703	16 620
Distributions	6	18 703	16 616
Withholding tax on foreign dividends		-	4
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		5 637	3 326

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		339 282	243 111
Interest and dividends receivable		3 522	5 064
Creation receivables - capital		607	80
Cash and cash equivalents	7	436	1 461
TOTAL ASSETS		343 847	249 716
LIABILITIES			
Cancellation payables - income		1	-
Accrued expenses		329	274
Distributions payable		2 815	4 507
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3 145	4 781
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		340 702	244 935

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		244 906	29	244 935
Total comprehensive income attributable to unitholders		-	5 637	5 637
Transfer of net fair value gains, net of transaction costs, not distributable		5 650	(5 650)	-
Net creation of units	5	90 130	-	90 130
Balance at 31 December 2017		340 686	16	340 702
2016				
Balance at 31 December 2015		226 782	24	226 806
Total comprehensive income attributable to unitholders		-	3 326	3 326
Transfer of net fair value gains, net of transaction costs, not distributable		3 321	(3 321)	-
Net creation of units	5	14 803	-	14 803
Balance at 31 December 2016		244 906	29	244 935

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		20 309	15 902
Adjustments for:		24 340	19 946
Dividend income		(622)	(774)
Interest income		(20 839)	(18 212)
Income adjustments on creation and cancellation of units		23	16
Net fair value gains, net of transaction costs		(5 650)	(3 321)
Operating loss before working capital changes		(2 748)	(2 345)
Working capital changes		55	(15)
Increase/(Decrease) in accrued expenses		(2 693)	(2 360)
Cash utilised by operations		20 840	18 210
Interest received		2 162	52
Dividends received		(90 520)	(13 539)
Net cash outflow from investment activities			
Net purchases of securities		(90 520)	(13 539)
Net cash inflow/(outflow) from financing activities			
Creation of units		69 186	(1 118)
Cancellations of units		200 806	65 492
Cash distributed to unitholders		(111 225)	(50 774)
		(20 395)	(15 836)
Net (decrease)/increase in cash and cash equivalents			
		(1 025)	1 245
Cash and cash equivalents at the beginning of the year			
		1 461	216
Cash and cash equivalents at the end of the year			
	7	436	1 461

OLD MUTUAL MULTI-MANAGERS EQUITY FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		44 401	12 118
Dividends		3 749	7 180
Interest		198	592
Income adjustments on creation and cancellation of units	5	428	201
Net fair value gains on financial instruments		40 026	4 145
OPERATING EXPENSES BEFORE FINANCE COSTS		4 050	3 781
Audit fee - current year		68	64
Bank charges		5	5
Management company's service charge		3 953	3 686
Trustee fees		24	26
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		40 351	8 337
TOTAL FINANCE COSTS		371	4 198
Distributions	6	359	4 151
Withholding tax on foreign dividends		12	47
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		39 980	4 139

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		269 478	256 038
Interest and dividends receivable		3 599	7 667
Cash and cash equivalents	7	224	289
TOTAL ASSETS		273 301	263 994
LIABILITIES			
Cancellation payables - capital		10	30
Accrued expenses		395	378
Distributions payable		359	4 151
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		764	4 559
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		272 537	259 435

OLD MUTUAL MULTI-MANAGERS EQUITY FUND OF FUNDS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		259 427	8	259 435
Total comprehensive income attributable to unitholders		-	39 980	39 980
Transfer of net fair value gains, net of transaction costs, not distributable		40 026	(40 026)	-
Net cancellation of units	5	(26 878)	-	(26 878)
Capital rectification		(41)	41	-
Balance at 31 December 2017		272 534	3	272 537
2016				
Balance at 31 December 2015		283 086	14	283 100
Total comprehensive income attributable to unitholders		-	4 139	4 139
Transfer of net fair value gains, net of transaction costs, not distributable		4 145	(4 145)	-
Net cancellation of units	5	(27 804)	-	(27 804)
Balance at 31 December 2016		259 427	8	259 435

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		3 970	5 408
Adjustments for:		40 351	8 337
Dividend income		(3 749)	(7 180)
Interest income		(198)	(592)
Income adjustments on creation and cancellation of units		(428)	(201)
Net fair value gains, net of transaction costs		(40 026)	(4 145)
Operating loss before working capital changes		(4 050)	(3 781)
Working capital changes			
Increase/(Decrease) in accrued expenses		17	(4)
Cash utilised by operations		(4 033)	(3 785)
Interest received		198	592
Dividends received (net of withholding tax)		7 805	8 601
Net cash inflow from investment activities		26 586	27 551
Net sales of securities		26 586	27 551
Net cash outflow from financing activities		(30 621)	(32 782)
Creation of units		82 622	15 684
Cancellations of units		(109 092)	(43 323)
Cash distributed to unitholders		(4 151)	(5 143)
Net (decrease)/increase in cash and cash equivalents		(65)	177
Cash and cash equivalents at the beginning of the year		289	112
Cash and cash equivalents at the end of the year	7	224	289

OLD MUTUAL MULTI-MANAGERS GLOBAL EQUITY FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		60	60
Interest		60	60
OPERATING EXPENSES BEFORE FINANCE COSTS		28	27
Bank charges		5	5
Management company's service charge		2	2
Trustee fees		21	20
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		32	33
TOTAL FINANCE COSTS		32	33
Distributions	6	32	33
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		-	-

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Interest and dividends receivable		1	1
Cash and cash equivalents	7	1 033	1 034
TOTAL ASSETS		1 034	1 035
LIABILITIES			
Accrued expenses		2	2
Distributions payable		32	33
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		34	35
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 000	1 000

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 000	-	1 000
Balance at 31 December 2017		1 000	-	1 000
2016				
Balance at 31 December 2015		-	-	-
Net creation of units	5	1 000	-	1 000
Balance at 31 December 2016		1 000	-	1 000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		32	37
Adjustments for:			
Interest income		(60)	(60)
Operating loss before working capital changes		(28)	(27)
Working capital changes			
Cash utilised by operations		(28)	(27)
Interest received		60	64
		-	-
Net cash (outflow)/inflow from investment activities			
Net cash outflow from financing activities			
Cash distributed to unitholders		(33)	(5)
		(33)	(5)
Net (decrease)/increase in cash and cash equivalents			
		(1)	32
Cash and cash equivalents at the beginning of the year			
		1 034	1 002
Cash and cash equivalents at the end of the year			
	7	1 033	1 034

OLD MUTUAL MULTI-MANAGERS GLOBAL INCOME FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		58	60
Interest		58	60
OPERATING EXPENSES BEFORE FINANCE COSTS		26	26
Audit fee - current year		-	(1)
Bank charges		5	5
Management company's service charge		1	1
Trustee fees		20	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		32	34
TOTAL FINANCE COSTS		32	34
Distributions	6	32	34
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		-	-

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Interest and dividends receivable		5	1
Cash and cash equivalents	7	1 012	1 019
TOTAL ASSETS		1 017	1 020
LIABILITIES			
Accrued expenses		2	2
Distributions payable		15	18
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		17	20
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 000	1 000

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 000	-	1 000
Balance at 31 December 2017		1 000	-	1 000
2016				
Balance at 31 December 2015		-	-	-
Balance at 31 December 2016		1 000	-	1 000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		28	34
Adjustments for:			
Interest income		32	34
Operating loss before working capital changes		(58)	(60)
Working capital changes		(26)	(26)
Decrease in accrued expenses		-	(1)
Cash utilised by operations		(26)	(27)
Interest received		54	61
		-	-
Net cash (outflow)/inflow from investment activities			
		(35)	(28)
Net cash outflow from financing activities			
Cash distributed to unitholders		(35)	(28)
		(7)	6
Net (decrease)/increase in cash and cash equivalents			
Cash and cash equivalents at the beginning of the year			
		1 019	1 013
Cash and cash equivalents at the end of the year			
	7	1 012	1 019

OLD MUTUAL MULTI-MANAGERS GLOBAL PROPERTY FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		58	60
Interest		58	60
OPERATING EXPENSES BEFORE FINANCE COSTS		26	26
Audit fee - current year		-	(1)
Bank charges		5	5
Management company's service charge		1	1
Trustee fees		20	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		32	34
TOTAL FINANCE COSTS		32	34
Distributions	6	32	34
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		-	-

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Interest and dividends receivable		5	1
Cash and cash equivalents	7	1 012	1 018
TOTAL ASSETS		1 017	1 019
LIABILITIES			
Accrued expenses		2	2
Distributions payable		15	17
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		17	19
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 000	1 000

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 000	-	1 000
Balance at 31 December 2017		1 000	-	1 000
2016				
Balance at 31 December 2015		-	-	-
Net creation of units	5	1 000	-	1 000
Balance at 31 December 2016		1 000	-	1 000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		28	34
Adjustments for:		32	34
Interest income		(58)	(60)
Operating loss before working capital changes		(26)	(26)
Working capital changes		(26)	(26)
Cash utilised by operations		54	60
Interest received		-	-
Net cash (outflow)/inflow from investment activities			
Net cash outflow from financing activities			
Cash distributed to unitholders		(34)	(29)
Net (decrease)/increase in cash and cash equivalents			
Cash and cash equivalents at the beginning of the year			
Cash and cash equivalents at the end of the year			

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 1

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		41 400	14 860
Dividends		217	182
Interest		27 540	12 284
Income adjustments on creation and cancellation of units	5	10 140	71
Net fair value gains on financial instruments		3 503	2 323
OPERATING EXPENSES BEFORE FINANCE COSTS		882	425
Audit fee - current year		83	79
Bank charges		34	34
Custodian fees		55	74
Management company's service charge		676	217
Trustee fees		34	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		40 518	14 435
TOTAL FINANCE COSTS		37 032	12 110
Distributions	6	37 031	12 110
Withholding tax on foreign dividends		1	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		3 486	2 325

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		240 647	62 710
Unit trusts local		189 030	54 957
Interest and dividends receivable		10 097	1 699
Trade receivables		26 711	-
Money market instruments		797 150	21 000
Cash and cash equivalents	7	3 917	22 632
TOTAL ASSETS		1 267 552	162 998

LIABILITIES

Accrued expenses		376	95
Derivatives at fair value	10	-	9
Distributions payable		25 223	3 302
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		25 599	3 406
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 241 953	159 592

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 1

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		159 579	13	159 592
Total comprehensive income attributable to unitholders		-	3 486	3 486
Transfer of net fair value gains, net of transaction costs, not distributable		3 503	(3 503)	-
Net creation of units	5	1 078 875	-	1 078 875
Balance at 31 December 2017		1 241 957	(4)	1 241 953
2016				
Balance at 31 December 2015		151 170	11	151 181
Total comprehensive income attributable to unitholders		-	2 325	2 325
Transfer of net fair value gains, net of transaction costs, not distributable		2 323	(2 323)	-
Net creation of units	5	6 086	-	6 086
Balance at 31 December 2016		159 579	13	159 592

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		19 202	12 570
Adjustments for:		40 518	14 435
Dividend income		(217)	(182)
Interest income		(27 540)	(12 284)
Income adjustments on creation and cancellation of units		(10 140)	(71)
Net fair value gains, net of transaction costs		(3 503)	(2 323)
Operating loss before working capital changes		(882)	(425)
Working capital changes		281	(3)
Increase/(Decrease) in accrued expenses		(601)	(428)
Cash utilised by operations		19 587	12 816
Interest received		216	182
Dividends received (net of withholding tax)		(1 114 239)	(9 394)
Net cash outflow from investment activities			
Net purchases of securities		(1 114 239)	(9 394)
Net cash inflow/(outflow) from financing activities			
Bank overdraft received		2 417	-
Creation of units		1 430 547	44 776
Cancellations of units		(341 532)	(38 619)
Cash distributed to unitholders		(15 110)	(11 515)
Net decrease in cash and cash equivalents			
		(18 715)	(2 182)
Cash and cash equivalents at the beginning of the year			
		22 632	24 814
Cash and cash equivalents at the end of the year			
	7	3 917	22 632

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 2

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		54 075	15 314
Dividends		2 758	882
Interest		25 811	11 926
Income adjustments on creation and cancellation of units	5	10 032	50
Foreign exchange gains on dividend and interest income		20	-
Net fair value gains on financial instruments		15 454	2 456
OPERATING EXPENSES BEFORE FINANCE COSTS		1 174	405
Audit fee - current year		83	79
Bank charges		11	6
Custodian fees		74	41
Management company's service charge (net of rebates)		805	247
Transaction costs		167	11
Trustee fees		34	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		52 901	14 909
TOTAL FINANCE COSTS		37 589	12 468
Distributions	6	37 576	12 462
Withholding tax on foreign dividends		13	6
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		15 312	2 441

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		993 989	118 316
Local equities and specialist securities		111 925	13 411
Interest and dividends receivable		20 886	1 948
Trade receivables		3 862	-
Money market instruments		182 428	17 544
Cash and cash equivalents	7	4 267	8 316
TOTAL ASSETS		1 317 357	159 535

LIABILITIES

Trade payables		2 596	-
Accrued expenses		446	103
Distributions payable		25 941	3 165
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		28 983	3 268

NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

		1 288 374	156 267
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OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 2

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		156 256	11	156 267
Total comprehensive income attributable to unitholders		-	15 312	15 312
Transfer of net fair value gains, net of transaction costs, not distributable		15 287	(15 287)	-
Net creation of units	5	1 116 795	-	1 116 795
Balance at 31 December 2017		1 288 338	36	1 288 374
2016				
Balance at 31 December 2015		152 719	15	152 734
Total comprehensive income attributable to unitholders		-	2 441	2 441
Transfer of net fair value gains, net of transaction costs, not distributable		2 445	(2 445)	-
Net creation of units	5	1 092	-	1 092
Balance at 31 December 2016		156 256	11	156 267

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		10 154	13 029
Adjustments for:		52 901	14 909
Dividend income		(2 758)	(882)
Interest income		(25 811)	(11 926)
Income adjustments on creation and cancellation of units		(10 032)	(50)
Net fair value gains, net of transaction costs		(15 287)	(2 445)
Foreign exchange gains on dividend and interest income		(20)	-
Operating loss before working capital changes		(1 007)	(394)
Working capital changes		343	1
Increase in accrued expenses		(664)	(393)
Cash utilised by operations		8 053	12 546
Interest received		2 745	876
Dividends received (net of withholding tax)		20	-
Foreign exchange gains on dividend and interest income		(1 126 579)	(5 868)
Net cash outflow from investment activities			
Net purchases of securities		(1 126 579)	(5 868)
Net cash inflow/(outflow) from financing activities			
Bank overdraft received		1 112 376	(11 167)
Creation of units		349	-
Cancellations of units		1 494 313	39 503
Cash distributed to unitholders		(367 486)	(38 361)
		(14 800)	(12 309)
Net decrease in cash and cash equivalents			
		(4 049)	(4 006)
Cash and cash equivalents at the beginning of the year			
		8 316	12 322
Cash and cash equivalents at the end of the year			
	7	4 267	8 316

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 3

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		519 080	994 208
Dividends		10 164	7 597
Interest		458 394	605 988
Income adjustments on creation and cancellation of units	5	(17 504)	(20 344)
Net fair value gains on financial instruments		68 026	400 967
OPERATING EXPENSES BEFORE FINANCE COSTS		16 984	21 545
Audit fee - current year		83	79
Bank charges		37	38
Custodian fees		215	372
Management company's service charge		16 137	20 392
Transaction costs		-	6
Trustee fees		512	658
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		502 096	972 663
TOTAL FINANCE COSTS		434 952	571 521
Distributions	6	434 928	571 521
Withholding tax on foreign dividends		24	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		67 144	401 142

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		2 854 936	4 216 425
Unit trusts local		1 883 459	1 426 066
Local equities and specialist securities		72	-
Interest and dividends receivable		61 249	84 361
Creation receivables - capital		-	2 020
Creation receivables - income		-	42
Trade receivables		89 727	10 154
Money market instruments		31 396	31 022
Cash and cash equivalents	7	23 520	104 419
TOTAL ASSETS		4 944 359	5 874 509
LIABILITIES			
Accrued expenses		1 281	1 590
Derivatives at fair value	10	1 039	1 406
Distributions payable		92 729	121 979
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		95 049	124 975
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		4 849 310	5 749 534

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 3

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		5 748 674	860	5 749 534
Total comprehensive income attributable to unitholders		-	67 144	67 144
Transfer of net fair value gains, net of transaction costs, not distributable		68 026	(68 026)	-
Net cancellation of units	5	(967 368)	-	(967 368)
Balance at 31 December 2017		4 849 332	(22)	4 849 310
2016				
Balance at 31 December 2015		7 649 332	679	7 650 011
Total comprehensive income attributable to unitholders		-	401 142	401 142
Transfer of net fair value gains, net of transaction costs, not distributable		400 961	(400 961)	-
Net cancellation of units	5	(2 301 619)	-	(2 301 619)
Balance at 31 December 2016		5 748 674	860	5 749 534

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		494 117	680 711
Adjustments for:		502 096	972 663
Dividend income		(10 164)	(7 597)
Interest income		(458 394)	(605 988)
Income adjustments on creation and cancellation of units		17 504	20 344
Net fair value gains, net of transaction costs		(68 026)	(400 961)
Operating loss before working capital changes		(16 984)	(21 539)
Working capital changes		(309)	(514)
Decrease in accrued expenses		(17 293)	(22 053)
Cash utilised by operations		501 270	695 167
Interest received		10 140	7 597
Dividends received (net of withholding tax)		871 734	2 273 478
Net cash inflow from investment activities			
Net sales of securities		871 734	2 273 478
Net cash outflow from financing activities			
Bank overdraft received		(1 446 750)	(2 931 694)
Creation of units		238	-
Cancellations of units		2 735 586	2 332 979
Cash distributed to unitholders		(3 718 396)	(4 657 004)
		(464 178)	(607 669)
Net (decrease)/increase in cash and cash equivalents			
		(80 899)	22 495
Cash and cash equivalents at the beginning of the year			
		104 419	81 924
Cash and cash equivalents at the end of the year			
	7	23 520	104 419

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 4

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		584 032	963 456
Dividends		42 593	49 760
Interest		453 471	540 767
Income adjustments on creation and cancellation of units	5	(18 282)	(14 946)
Net fair value gains on financial instruments		106 250	387 875
OPERATING EXPENSES BEFORE FINANCE COSTS		22 359	27 367
Audit fee - current year		83	79
Bank charges		9	10
Custodian fees		373	504
Management company's service charge		20 440	25 209
Transaction costs		934	821
Trustee fees		520	744
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		561 673	936 089
TOTAL FINANCE COSTS		457 080	549 135
Distributions	6	456 446	548 610
Withholding tax on foreign dividends		634	525
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		104 593	386 954

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		4 263 922	4 826 132
Local equities and specialist securities		638 511	669 444
Interest and dividends receivable		134 161	140 418
Trade receivables		19 764	1 281
Money market instruments		-	163 766
Cash and cash equivalents	7	228 631	108 873
TOTAL ASSETS		5 284 989	5 909 914

LIABILITIES

Trade payables		19 036	-
Cancellation payables - capital		-	691
Cancellation payables - income		-	13
Accrued expenses		1 695	1 951
Distributions payable		107 469	115 205
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		128 200	117 860
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 156 789	5 792 054

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 4

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		5 791 329	725	5 792 054
Total comprehensive income attributable to unitholders		-	104 593	104 593
Transfer of net fair value gains, net of transaction costs, not distributable		105 316	(105 316)	-
Net cancellation of units	5	(739 858)	-	(739 858)
Balance at 31 December 2017		5 156 787	2	5 156 789
2016				
Balance at 31 December 2015		7 741 431	825	7 742 256
Total comprehensive income attributable to unitholders		-	386 954	386 954
Transfer of net fair value gains, net of transaction costs, not distributable		387 054	(387 054)	-
Net cancellation of units	5	(2 337 156)	-	(2 337 156)
Balance at 31 December 2016		5 791 329	725	5 792 054

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		501 598	648 404
Adjustments for:		561 673	936 089
Dividend income		(42 593)	(49 760)
Interest income		(453 471)	(540 767)
Income adjustments on creation and cancellation of units		18 282	14 946
Net fair value gains, net of transaction costs		(105 316)	(387 054)
Operating loss before working capital changes		(21 425)	(26 546)
Working capital changes		(256)	(631)
Decrease in accrued expenses		(21 681)	(27 177)
Cash utilised by operations		481 320	626 346
Interest received		41 959	49 235
Dividends received (net of withholding tax)		841 186	2 137 263
Net cash inflow from investment activities			
Net sales of securities		841 186	2 137 263
Net cash outflow from financing activities			
Creation of units		(1 223 026)	(2 937 352)
Cancellations of units		2 896 414	2 372 691
Cash distributed to unitholders		(3 655 258)	(4 724 089)
		(464 182)	(585 954)
Net increase/(decrease) in cash and cash equivalents			
		119 758	(151 685)
Cash and cash equivalents at the beginning of the year			
		108 873	260 558
Cash and cash equivalents at the end of the year			
	7	228 631	108 873

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 5

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		96 976	81 512
Interest		59 648	49 785
Income adjustments on creation and cancellation of units	5	6 928	1 080
Net fair value gains on financial instruments		30 400	30 647
OPERATING EXPENSES BEFORE FINANCE COSTS		4 429	4 327
Audit fee - current year		83	79
Bank charges		34	33
Custodian fees		71	64
Management company's service charge		4 107	4 045
Trustee fees		134	106
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		92 547	77 185
TOTAL FINANCE COSTS		62 232	46 498
Distributions	6	62 232	46 498
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		30 315	30 687

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		2 032 920	1 133 749
Unit trusts local		383 107	169 341
Interest and dividends receivable		14 799	7 433
Trade receivables		21 057	1 000
Cash and cash equivalents	7	8 341	60 923
TOTAL ASSETS		2 460 224	1 372 446
LIABILITIES			
Accrued expenses		621	426
Derivatives at fair value	10	50	31
Distributions payable		22 208	11 760
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		22 879	12 217
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		2 437 345	1 360 229

OLD MUTUAL MULTI-MANAGERS INCOME FUND NO. 5

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 360 144	85	1 360 229
Total comprehensive income attributable to unitholders		-	30 315	30 315
Transfer of net fair value gains, net of transaction costs, not distributable		30 400	(30 400)	-
Net creation of units	5	1 046 801	-	1 046 801
Balance at 31 December 2017		2 437 345	-	2 437 345
2016				
Balance at 31 December 2015		854 685	45	854 730
Total comprehensive income attributable to unitholders		-	30 687	30 687
Transfer of net fair value gains, net of transaction costs, not distributable		30 647	(30 647)	-
Net creation of units	5	474 812	-	474 812
Balance at 31 December 2016		1 360 144	85	1 360 229

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		47 141	53 022
Adjustments for:		92 547	77 185
Interest income		(59 648)	(49 785)
Income adjustments on creation and cancellation of units		(6 928)	(1 080)
Net fair value gains, net of transaction costs		(30 400)	(30 647)
Operating loss before working capital changes		(4 429)	(4 327)
Working capital changes		195	43
Increase in accrued expenses		(4 234)	(4 284)
Cash utilised by operations		51 375	57 306
Interest received			
Net cash outflow from investment activities			
Net purchases of securities		(1 101 668)	(430 478)
		(1 101 668)	(430 478)
Net cash inflow from financing activities			
Creation of units		1 001 945	432 318
Cancellations of units		1 927 300	719 354
Cash distributed to unitholders		(873 571)	(243 462)
		(51 784)	(43 574)
Net (decrease)/increase in cash and cash equivalents			
		(52 582)	54 862
Cash and cash equivalents at the beginning of the year			
		60 923	6 061
Cash and cash equivalents at the end of the year			
	7	8 341	60 923

OLD MUTUAL MULTI-MANAGERS INFLATION PLUS FUND NO. 3

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		37 788	21 646
Dividends		4 242	4 159
Interest		17 692	16 225
Income adjustments on creation and cancellation of units	5	163	(140)
Foreign exchange (losses)/gains on dividend and interest income		(2)	6
Net fair value gains on financial instruments		15 693	1 396
OPERATING EXPENSES BEFORE FINANCE COSTS		406	445
Audit fee - current year		85	80
Bank charges		73	42
Custodian fees		57	150
Transaction costs		154	140
Trustee fees		37	33
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		37 382	21 201
TOTAL FINANCE COSTS		21 864	19 963
Distributions	6	21 830	19 799
Withholding tax on foreign dividends		34	164
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		15 518	1 238

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		158 535	131 547
Unit trusts local		10 109	9 072
Unit trusts foreign		71 104	58 130
Local equities and specialist securities		101 941	77 468
Foreign equities		8 702	7 343
Interest and dividends receivable		2 627	2 512
Trade receivables		33	527
Money market instruments		36 555	38 125
Cash and cash equivalents	7	40 767	41 076
TOTAL ASSETS		430 373	365 800
LIABILITIES			
Trade payables		559	-
Accrued expenses		93	88
Distributions payable		5 992	4 461
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		6 644	4 549
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		423 729	361 251

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		361 230	21	361 251
Total comprehensive income attributable to unitholders		-	15 518	15 518
Transfer of net fair value gains, net of transaction costs, not distributable		15 539	(15 539)	-
Net creation of units	5	46 960	-	46 960
Balance at 31 December 2017		423 729	-	423 729
2016				
Balance at 31 December 2015		355 235	37	355 272
Total comprehensive income attributable to unitholders		-	1 238	1 238
Transfer of net fair value gains, net of transaction costs, not distributable		1 256	(1 256)	-
Net creation of units	5	4 741	-	4 741
Capital rectification		(2)	2	-
Balance at 31 December 2016		361 230	21	361 251

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		21 721	19 669
Adjustments for:		37 382	21 201
Dividend income		(4 242)	(4 159)
Interest income		(17 692)	(16 225)
Income adjustments on creation and cancellation of units		(163)	140
Net fair value gains, net of transaction costs		(15 539)	(1 256)
Foreign exchange losses/(gains) on dividend and interest income		2	(6)
Operating loss before working capital changes		(252)	(305)
Working capital changes		5	2
Increase in accrued expenses		(247)	(303)
Cash utilised by operations		17 815	15 958
Interest received		4 155	4 008
Dividends received (net of withholding tax)		(2)	6
Foreign exchange (losses)/gains on dividend and interest income		(48 854)	17 153
Net cash (outflow)/inflow from investment activities			
Net (purchases)/sales of securities		(48 854)	17 153
Net cash inflow/(outflow) from financing activities			
Creation of units		26 824	(14 738)
Cancellations of units		102 909	64 090
Cash distributed to unitholders		(55 786)	(59 489)
		(20 299)	(19 339)
Net (decrease)/increase in cash and cash equivalents			
		(309)	22 084
Cash and cash equivalents at the beginning of the year			
		41 076	18 992
Cash and cash equivalents at the end of the year			
	7	40 767	41 076

OLD MUTUAL MULTI-MANAGERS INFLATION PLUS FUND NO. 4

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		83 473	21 536
Dividends		13 503	12 427
Rebates		360	373
Interest		16 806	15 789
Income adjustments on creation and cancellation of units	5	(46)	(450)
Foreign exchange losses on dividend and interest income		(5)	-
Net fair value gains/(losses) on financial instruments		52 855	(6 603)
OPERATING EXPENSES BEFORE FINANCE COSTS		294	427
Audit fee - current year		83	79
Bank charges		7	6
Custodian fees		35	40
Management company's service charge		6	6
Transaction costs		90	221
Trustee fees		73	75
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		83 179	21 109
TOTAL FINANCE COSTS		30 434	28 030
Distributions	6	30 418	27 845
Withholding tax on foreign dividends		16	185
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		52 745	(6 921)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		173 228	153 648
Unit trusts foreign		233 168	228 116
Local equities and specialist securities		350 634	336 157
Interest and dividends receivable		5 140	3 935
Trade receivables		3 791	551
Cash and cash equivalents	7	61 249	51 828
TOTAL ASSETS		827 210	774 235
LIABILITIES			
Accrued expenses		98	93
Distributions payable		5 738	4 889
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 836	4 982
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		821 374	769 253

OLD MUTUAL MULTI-MANAGERS INFLATION PLUS FUND NO. 4

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		769 233	20	769 253
Total comprehensive income attributable to unitholders		-	52 745	52 745
Transfer of net fair value gains, net of transaction costs, not distributable		52 765	(52 765)	-
Net cancellation of units	5	(624)	-	(624)
Balance at 31 December 2017		821 374	-	821 374
2016				
Balance at 31 December 2015		843 441	109	843 550
Total comprehensive loss attributable to unitholders		-	(6 921)	(6 921)
Transfer of net fair value losses, net of transaction costs, not distributable		(6 824)	6 824	-
Net cancellation of units	5	(67 376)	-	(67 376)
Capital rectification		(8)	8	-
Balance at 31 December 2016		769 233	20	769 253

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		29 090	27 973
Adjustments for:		83 179	21 109
Dividend income		(13 503)	(12 427)
Interest income		(16 806)	(15 789)
Income adjustments on creation and cancellation of units		46	450
Net fair value (gains)/losses, net of transaction costs		(52 765)	6 824
Foreign exchange losses on dividend and interest income		5	-
Operating income before working capital changes		156	167
Working capital changes		5	1
Increase in accrued expenses		5	1
Cash generated by operations		161	168
Interest received		15 860	15 563
Dividends received (net of withholding tax)		13 074	12 242
Foreign exchange losses on dividend and interest income		(5)	-
Net cash inflow from investment activities		11 039	5 620
Net sales of securities		11 039	5 620
Net cash outflow from financing activities		(30 239)	(95 938)
Creation of units		115 458	117 085
Cancellations of units		(116 128)	(184 911)
Cash distributed to unitholders		(29 569)	(28 112)
Net increase/(decrease) in cash and cash equivalents		9 890	(62 345)
Cash and cash equivalents at the beginning of the year		51 828	113 704
Exchange rate adjustments on cash balances		(469)	469
Cash and cash equivalents at the end of the year	7	61 249	51 828

OLD MUTUAL MULTI-MANAGERS INFLATION PLUS FUND NO. 5

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		136 419	56 796
Dividends		19 225	16 989
Rebates		145	-
Interest		10 656	18 607
Income adjustments on creation and cancellation of units	5	(97)	(846)
Foreign exchange gains/(losses) on dividend and interest income		22	(22)
Net fair value gains on financial instruments		106 468	22 068
OPERATING EXPENSES BEFORE FINANCE COSTS		1 852	4 163
Audit fee - current year		83	79
Performance fees		348	2 203
Bank charges		28	25
Custodian fees		210	351
Management company's service charge (net of rebates)		-	437
Transaction costs		1 108	990
Trustee fees		75	78
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		134 567	52 633
TOTAL FINANCE COSTS		29 577	31 724
Distributions	6	29 497	31 517
Withholding tax on foreign dividends		80	207
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		104 990	20 909

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		16 363	137 512
Unit trusts local		11 343	59 384
Unit trusts foreign		196 881	115 111
Local equities		603 507	406 343
Foreign equities		-	58 025
Interest and dividends receivable		761	3 512
Trade receivables		9 018	351
Cash and cash equivalents	7	6 629	24 869
TOTAL ASSETS		844 502	805 107

LIABILITIES

Trade payables		3 925	2 180
Cancellation payables - capital		58	-
Accrued expenses		450	90
Distributions payable		3 369	5 974
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		7 802	8 244
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		836 700	796 863

OLD MUTUAL MULTI-MANAGERS INFLATION PLUS FUND NO. 5

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		796 836	27	796 863
Total comprehensive income attributable to unitholders		-	104 990	104 990
Transfer of net fair value gains, net of transaction costs, not distributable		105 360	(105 360)	-
Net cancellation of units	5	(65 153)	-	(65 153)
Balance at 31 December 2017		837 043	(343)	836 700
2016				
Balance at 31 December 2015		876 739	192	876 931
Total comprehensive income attributable to unitholders		-	20 909	20 909
Transfer of net fair value gains, net of transaction costs, not distributable		21 078	(21 078)	-
Net cancellation of units	5	(100 977)	-	(100 977)
Capital rectification		(4)	4	-
Balance at 31 December 2016		796 836	27	796 863

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		32 364	33 229
Adjustments for:		134 567	52 633
Dividend income		(19 225)	(16 989)
Interest income		(10 656)	(18 607)
Income adjustments on creation and cancellation of units		97	846
Net fair value gains, net of transaction costs		(105 360)	(21 078)
Foreign exchange (gains)/losses on dividend and interest income		(22)	22
Operating loss before working capital changes		(599)	(3 173)
Working capital changes		360	(2 041)
Increase/(Decrease) in accrued expenses		(239)	(5 214)
Cash utilised by operations		13 703	21 546
Interest received		18 878	16 919
Dividends received (net of withholding tax)		22	(22)
Foreign exchange gains/(losses) on dividend and interest income		46 690	89 914
Net cash inflow from investment activities			
Net sales of securities		46 690	89 914
Net cash outflow from financing activities			
Creation of units		(97 294)	(127 366)
Cancellations of units		102 339	93 790
Cash distributed to unitholders		(167 531)	(195 613)
		(32 102)	(25 543)
Net decrease in cash and cash equivalents			
		(18 240)	(4 223)
Cash and cash equivalents at the beginning of the year			
		24 869	29 092
Cash and cash equivalents at the end of the year			
	7	6 629	24 869

OLD MUTUAL MULTI-MANAGERS INFLATION PLUS FUND NO. 7

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		8 433	4 845
Dividends		901	535
Interest		3 403	1 836
Income adjustments on creation and cancellation of units	5	252	111
Foreign exchange losses on dividend and interest income		(3)	(1)
Net fair value gains on financial instruments		3 880	2 364
OPERATING EXPENSES BEFORE FINANCE COSTS		306	322
Audit fee - current year		83	79
Bank charges		13	12
Custodian fees		120	159
Transaction costs		69	51
Trustee fees		21	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		8 127	4 523
TOTAL FINANCE COSTS		4 327	2 210
Distributions	6	4 322	2 194
Withholding tax on foreign dividends		5	16
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		3 800	2 313

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		24 277	30 973
Unit trusts local		30 667	4 988
Unit trusts foreign		18 569	1 413
Local equities		20 785	10 402
Foreign equities		-	1 725
Interest and dividends receivable		316	471
Trade receivables		1 779	4
Money market instruments		-	2 001
Cash and cash equivalents	7	723	4 091
TOTAL ASSETS		97 116	56 068
LIABILITIES			
Trade payables		384	123
Accrued expenses		87	78
Distributions payable		1 041	597
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 512	798
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		95 604	55 270

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		55 258	12	55 270
Total comprehensive income attributable to unitholders		-	3 800	3 800
Transfer of net fair value gains, net of transaction costs, not distributable		3 811	(3 811)	-
Net creation of units	5	36 534	-	36 534
Balance at 31 December 2017		95 603	1	95 604
2016				
Balance at 31 December 2015		40 753	12	40 765
Total comprehensive income attributable to unitholders		-	2 313	2 313
Transfer of net fair value gains, net of transaction costs, not distributable		2 313	(2 313)	-
Net creation of units	5	12 192	-	12 192
Balance at 31 December 2016		55 258	12	55 270

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		4 191	2 722
Adjustments for:		8 127	4 523
Dividend income		(901)	(535)
Interest income		(3 403)	(1 836)
Income adjustments on creation and cancellation of units		(252)	(111)
Net fair value gains, net of transaction costs		(3 811)	(2 313)
Foreign exchange losses on dividend and interest income		3	1
Operating loss before working capital changes		(237)	(271)
Working capital changes		9	(3)
Increase/(Decrease) in accrued expenses		9	(3)
Cash utilised by operations		(228)	(274)
Interest received		3 532	2 478
Dividends received (net of withholding tax)		890	519
Foreign exchange losses on dividend and interest income		(3)	(1)
		(40 467)	(11 598)
Net cash outflow from investment activities			
Net purchases of securities		(40 467)	(11 598)
Net cash inflow from financing activities			
Creation of units		32 908	10 061
Cancellations of units		52 904	24 576
Cash distributed to unitholders		(16 118)	(12 273)
		(3 878)	(2 242)
Net (decrease)/increase in cash and cash equivalents			
		(3 368)	1 185
Cash and cash equivalents at the beginning of the year			
		4 091	2 906
Cash and cash equivalents at the end of the year			
	7	723	4 091

OLD MUTUAL MULTI-MANAGERS MAXIMUM RETURN FUND OF FUNDS

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		6 885	27
Dividends		459	83
Interest		206	8
Income adjustments on creation and cancellation of units	5	86	138
Net fair value gains/(losses) on financial instruments		6 134	(202)
OPERATING EXPENSES BEFORE FINANCE COSTS		763	335
Audit fee - current year		68	64
Bank charges		5	5
Management company's service charge		669	245
Trustee fees		21	21
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		6 122	(308)
TOTAL FINANCE COSTS		252	74
Distributions	6	249	72
Withholding tax on foreign dividends		3	2
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		5 870	(382)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		37 972	18 821
Unit trusts foreign		40 020	16 130
Creation receivables - capital		61	-
Cash and cash equivalents	7	392	134
TOTAL ASSETS		78 445	35 085
LIABILITIES			
Accrued expenses		152	104
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		152	104
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		78 293	34 981

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		34 981	-	34 981
Total comprehensive income attributable to unitholders		-	5 870	5 870
Transfer of net fair value gains, net of transaction costs, not distributable		6 134	(6 134)	-
Net creation of units	5	37 442	-	37 442
Capital rectification		(264)	264	-
Balance at 31 December 2017		78 293	-	78 293
2016				
Balance at 31 December 2015		1 210	-	1 210
Total comprehensive loss attributable to unitholders		-	(382)	(382)
Transfer of net fair value losses, net of transaction costs, not distributable		(202)	202	-
Net creation of units	5	34 153	-	34 153
Capital rectification		(180)	180	-
Balance at 31 December 2016		34 981	-	34 981

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash outflow from operating activities			
Net income/(loss) from operations before finance costs		(53)	(145)
Adjustments for:		6 122	(308)
Dividend income		(459)	(83)
Interest income		(206)	(8)
Income adjustments on creation and cancellation of units		(86)	(138)
Net fair value (gains)/losses, net of transaction costs		(6 134)	202
Operating loss before working capital changes		(763)	(335)
Working capital changes		48	101
Increase in accrued expenses		(715)	(234)
Cash utilised by operations		206	8
Interest received		456	81
Dividends received (net of withholding tax)		(36 907)	(33 952)
Net cash outflow from investment activities			
Net purchases of securities		(36 907)	(33 952)
Net cash inflow from financing activities			
Creation of units		37 218	34 220
Cancellations of units		46 443	37 900
Cash distributed to unitholders		(8 976)	(3 608)
		(249)	(72)
Net increase in cash and cash equivalents			
		258	123
Cash and cash equivalents at the beginning of the year			
		134	11
Cash and cash equivalents at the end of the year			
	7	392	134

OLD MUTUAL MULTI-MANAGERS MONEY MARKET FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		34 892	30 504
Interest		34 851	30 795
Net fair value gains/(losses) on financial instruments		41	(291)
OPERATING EXPENSES BEFORE FINANCE COSTS		2 259	2 278
Audit fee - current year		85	98
Bank charges		9	14
Custodian fees		48	45
Management company's service charge		2 077	2 084
Transaction costs		1	1
Trustee fees		39	36
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		32 633	28 226
TOTAL FINANCE COSTS		32 634	28 223
Distributions		32 634	28 223
TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTABLE TO UNITHOLDERS		(1)	3

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS			
Interest receivable		5 503	5 582
Cash and cash equivalents	7	437 374	386 742
TOTAL ASSETS		442 877	392 324
LIABILITIES			
Trade payables		1 266	-
Accrued expenses		214	237
Distributions payable		2 793	2 686
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		4 273	2 923
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		438 604	389 401

OLD MUTUAL MULTI-MANAGERS MONEY MARKET FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		389 389	12	389 401
Total comprehensive loss attributable to unitholders		-	(1)	(1)
Net creation of units	5	49 204	-	49 204
Balance at 31 December 2017		438 593	11	438 604
2016				
Balance at 31 December 2015		395 972	9	395 981
Total comprehensive income attributable to unitholders		-	3	3
Net cancellation of units	5	(6 583)	-	(6 583)
Balance at 31 December 2016		389 389	12	389 401

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		32 689	29 303
Adjustments for:			
Interest income		(34 851)	(30 795)
Operating loss before working capital changes		(2 218)	(2 569)
Working capital changes:			
Decrease in trade receivables		-	1 861
Decrease in accrued expenses		(23)	(41)
Cash utilised by operations		(2 241)	(749)
Interest received		34 930	30 052
		1 266	-
Net cash outflow from investment activities			
Net sales of securities		1 266	-
		16 677	(34 227)
Net cash inflow/(outflow) from financing activities			
Creation of units		409 605	136 284
Cancellations of units		(360 401)	(142 867)
Cash distributed to unitholders		(32 527)	(27 644)
		50 632	(4 924)
Net increase/(decrease) in cash and cash equivalents			
		386 742	391 666
Cash and cash equivalents at the beginning of the year			
		437 374	386 742
Cash and cash equivalents at the end of the period			
	7		

OLD MUTUAL MULTI-MANAGERS PROPERTY EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		355 237	175 208
Dividends		101 571	99 064
Interest		5 190	6 747
Income adjustments on creation and cancellation of units	5	40	553
Net fair value gains on financial instruments		248 436	68 844
		21 962	14 641
OPERATING EXPENSES BEFORE FINANCE COSTS			
Audit fee - current year		80	76
Bank charges		8	10
Custodian fees		144	160
Management company's service charge		10 566	10 498
Transaction costs		10 992	3 731
Trustee fees		172	166
		333 275	160 567
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS			
TOTAL FINANCE COSTS		96 019	95 390
Distributions	6	95 429	95 152
Withholding tax on foreign dividends		590	238
		237 256	65 177
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS			

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		1 881 961	1 843 306
Interest and dividends receivable		122	38
Trade receivables		11 603	27 112
Cash and cash equivalents	7	85 449	31 568
TOTAL ASSETS		1 979 135	1 902 024

LIABILITIES

Trade payables		4 402	-
Cancellation payables - capital		-	68
Cancellation payables - income		-	1
Accrued expenses		1 008	956
Distributions payable		20 656	19 671
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		26 066	20 696
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 953 069	1 881 328

OLD MUTUAL MULTI-MANAGERS PROPERTY EQUITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 881 140	188	1 881 328
Total comprehensive income attributable to unitholders		-	237 256	237 256
Transfer of net fair value gains, net of transaction costs, not distributable		237 444	(237 444)	-
Net cancellation of units	5	(165 515)	-	(165 515)
Balance at 31 December 2017		1 953 069	-	1 953 069

2016

Balance at 31 December 2015		1 737 234	124	1 737 358
Total comprehensive income attributable to unitholders		-	65 177	65 177
Transfer of net fair value gains, net of transaction costs, not distributable		65 113	(65 113)	-
Net creation of units	5	78 793	-	78 793
Balance at 31 December 2016		1 881 140	188	1 881 328

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities		95 169	94 759
Net income from operations before finance costs		333 275	160 567
Adjustments for:			
Dividend income		(101 571)	(99 064)
Interest income		(5 190)	(6 747)
Income adjustments on creation and cancellation of units		(40)	(553)
Net fair value gains, net of transaction costs		(237 444)	(65 113)
Operating loss before working capital changes		(10 970)	(10 910)
Working capital changes			
Increase in accrued expenses		52	9
Cash utilised by operations		(10 918)	(10 901)
Interest received		5 106	6 834
Dividends received (net of withholding tax)		100 981	98 826
Net cash inflow/(outflow) from investment activities		218 700	(164 650)
Net sales/(purchases) of securities		218 700	(164 650)
Net cash outflow from financing activities		(259 988)	(11 130)
Creation of units		621 362	518 068
Cancellations of units		(786 906)	(438 653)
Cash distributed to unitholders		(94 444)	(90 545)
Net increase/(decrease) in cash and cash equivalents		53 881	(81 021)
Cash and cash equivalents at the beginning of the year		31 568	112 589
Cash and cash equivalents at the end of the year	7	85 449	31 568

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 1

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		727 693	7 148
Dividends		162 059	257 972
Interest		11 199	20 944
Income adjustments on creation and cancellation of units	5	(35 336)	(1 842)
Net fair value gains/(losses) on financial instruments		589 771	(269 926)
OPERATING EXPENSES BEFORE FINANCE COSTS		27 883	43 113
Audit fee - current year		80	76
Bank charges		14	11
Custodian fees		296	351
Management company's service charge		22 210	26 332
Transaction costs		4 692	15 636
Trustee fees		591	707
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		699 810	(35 965)
TOTAL FINANCE COSTS		114 889	249 624
Distributions	6	114 127	248 656
Withholding tax on foreign dividends		762	968
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		584 921	(285 589)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		5 170 091	7 455 764
Interest and dividends receivable		3 220	341
Creation receivables - capital		133	4 004
Creation receivables - income		3	114
Trade receivables		12 302	137 707
Cash and cash equivalents	7	272 878	232 114
TOTAL ASSETS		5 458 627	7 830 044

LIABILITIES

Trade payables		38 887	599
Cancellation payables - capital		-	71
Cancellation payables - income		-	2
Accrued expenses		1 953	2 418
Distributions payable		114 127	248 656
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		154 967	251 746
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 303 660	7 578 298

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 1

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		7 578 140	158	7 578 298
Total comprehensive income attributable to unitholders		-	584 921	584 921
Transfer of net fair value gains, net of transaction costs, not distributable		585 079	(585 079)	-
Net cancellation of units	5	(2 859 559)	-	(2 859 559)
Balance at 31 December 2017		5 303 660	-	5 303 660
2016				
Balance at 31 December 2015		7 695 473	185	7 695 658
Total comprehensive loss attributable to unitholders		-	(285 589)	(285 589)
Transfer of net fair value losses, net of transaction costs, not distributable		(285 562)	285 562	-
Net creation of units	5	168 229	-	168 229
Balance at 31 December 2016		7 578 140	158	7 578 298

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		145 961	250 523
Adjustments for:		699 810	(35 965)
Dividend income		(162 059)	(257 972)
Interest income		(11 199)	(20 944)
Income adjustments on creation and cancellation of units		35 336	1 842
Net fair value (gains)/losses, net of transaction costs		(585 079)	285 562
Operating loss before working capital changes		(23 191)	(27 477)
Working capital changes		(465)	142
(Decrease)/Increase in accrued expenses		(465)	142
Cash utilised by operations		(23 656)	(27 335)
Interest received		11 234	20 854
Dividends received (net of withholding tax)		158 383	257 004
Net cash inflow/(outflow) from investment activities		3 034 445	(163 252)
Net sales/(purchases) of securities		3 034 445	(163 252)
Net cash outflow from financing activities		(3 139 642)	(70 576)
Creation of units		1 059 255	1 540 253
Cancellations of units		(3 950 241)	(1 377 901)
Cash distributed to unitholders		(248 656)	(232 928)
Net increase in cash and cash equivalents		40 764	16 695
Cash and cash equivalents at the beginning of the year		232 114	215 419
Cash and cash equivalents at the end of the year	7	272 878	232 114

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 2

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		738 320	354 788
Dividends		144 349	144 176
Interest		6 431	3 529
Income adjustments on creation and cancellation of units	5	(34 234)	(2 304)
Net fair value gains on financial instruments		621 774	209 387
OPERATING EXPENSES BEFORE FINANCE COSTS		15 043	10 022
Audit fee - current year		81	77
Bank charges		24	15
Custodian fees		423	458
Management company's service charge		1 147	1 145
Transaction costs		12 904	7 858
Trustee fees		464	469
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		723 277	344 766
TOTAL FINANCE COSTS		114 502	143 296
Distributions	6	111 178	139 633
Withholding tax on foreign dividends		3 324	3 663
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		608 775	201 470

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities and specialist securities		4 129 678	4 991 722
Interest and dividends receivable		3 934	394
Creation receivables - capital		38	-
Creation receivables - income		1	-
Trade receivables		118 218	114 717
Cash and cash equivalents	7	82 736	56 028
TOTAL ASSETS		4 334 605	5 162 861
LIABILITIES			
Trade payables		12 489	71
Cancellation payables - capital		-	71
Cancellation payables - income		-	2
Accrued expenses		213	214
Distributions payable		111 178	139 633
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		123 880	139 991
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		4 210 725	5 022 870

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 2

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		5 022 775	95	5 022 870
Total comprehensive income attributable to unitholders		-	608 775	608 775
Transfer of net fair value gains, net of transaction costs, not distributable		608 870	(608 870)	-
Net cancellation of units	5	(1 420 920)	-	(1 420 920)
Balance at 31 December 2017		4 210 725	-	4 210 725
2016				
Balance at 31 December 2015		4 889 642	154	4 889 796
Total comprehensive income attributable to unitholders		-	201 470	201 470
Transfer of net fair value gains, net of transaction costs, not distributable		201 529	(201 529)	-
Net cancellation of units	5	(68 396)	-	(68 396)
Balance at 31 December 2016		5 022 775	95	5 022 870

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		141 776	142 438
Adjustments for:		723 277	344 766
Dividend income		(144 349)	(144 176)
Interest income		(6 431)	(3 529)
Income adjustments on creation and cancellation of units		34 234	2 304
Net fair value gains, net of transaction costs		(608 870)	(201 529)
Operating loss before working capital changes		(2 139)	(2 164)
Working capital changes		(1)	(1)
Decrease in accrued expenses		(1)	(1)
Cash utilised by operations		(2 140)	(2 165)
Interest received		6 438	4 090
Dividends received (net of withholding tax)		137 478	140 513
		1 479 831	(7 068)
Net cash inflow/(outflow) from investment activities			
Net sales/(purchases) of securities		1 479 831	(7 068)
		(1 594 899)	(214 528)
Net cash outflow from financing activities			
Creation of units		388 453	273 435
Cancellations of units		(1 843 719)	(344 052)
Cash distributed to unitholders		(139 633)	(143 911)
		26 708	(79 158)
Net increase/(decrease) in cash and cash equivalents			
		56 028	135 186
Cash and cash equivalents at the beginning of the year			
		82 736	56 028
Cash and cash equivalents at the end of the year			
	7		

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 3

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		2 997 893	686 230
Dividends		376 149	338 451
Interest		17 171	8 244
Income adjustments on creation and cancellation of units	5	83 820	(4 508)
Net fair value gains on financial instruments		2 520 753	344 043
OPERATING EXPENSES BEFORE FINANCE COSTS		95 104	72 706
Audit fee - current year		80	76
Performance fees		6 823	-
Bank charges		14	12
Custodian fees		601	591
Management company's service charge		60 661	47 554
Transaction costs		25 734	23 517
Trustee fees		1 191	956
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		2 902 789	613 524
TOTAL FINANCE COSTS		408 730	293 107
Distributions	6	408 228	291 134
Withholding tax on foreign dividends		502	1 973
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		2 494 059	320 417

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		789 298	710 740
Local equities		16 504 388	9 855 511
Interest and dividends receivable		10 168	364
Creation receivables - capital		46	2 576
Creation receivables - income		1	65
Trade receivables		494 513	121 945
Cash and cash equivalents	7	96 109	223 093
TOTAL ASSETS		17 894 523	10 914 294
LIABILITIES			
Trade payables		25 774	6 535
Cancellation payables - capital		-	71
Cancellation payables - income		-	2
Accrued expenses		11 068	4 405
Distributions payable		408 228	291 134
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		445 070	302 147
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		17 449 453	10 612 147

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		10 611 926	221	10 612 147
Total comprehensive income attributable to unitholders		-	2 494 059	2 494 059
Transfer of net fair value gains, net of transaction costs, not distributable		2 495 019	(2 495 019)	-
Net creation of units	5	4 343 247	-	4 343 247
Balance at 31 December 2017		17 450 192	(739)	17 449 453
2016				
Balance at 31 December 2015		10 134 536	330	10 134 866
Total comprehensive income attributable to unitholders		-	320 417	320 417
Transfer of net fair value gains, net of transaction costs, not distributable		320 526	(320 526)	-
Net creation of units	5	156 864	-	156 864
Balance at 31 December 2016		10 611 926	221	10 612 147

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		320 307	295 768
Adjustments for:		2 902 789	613 524
Dividend income		(376 149)	(338 451)
Interest income		(17 171)	(8 244)
Income adjustments on creation and cancellation of units		(83 820)	4 508
Net fair value gains, net of transaction costs		(2 495 019)	(320 526)
Operating loss before working capital changes		(69 370)	(49 189)
Working capital changes			
Increase in accrued expenses		6 663	511
Cash utilised by operations		(62 707)	(48 678)
Interest received		17 151	7 968
Dividends received (net of withholding tax)		365 863	336 478
Net cash (outflow)/inflow from investment activities		(4 585 745)	5 822
Net (purchases)/sales of securities		(4 585 745)	5 822
Net cash inflow/(outflow) from financing activities		4 138 454	(162 014)
Bank overdraft received		-	142
Creation of units		6 890 808	2 984 226
Cancellations of units		(2 461 220)	(2 834 428)
Cash distributed to unitholders		(291 134)	(311 954)
Net (decrease)/increase in cash and cash equivalents		(126 984)	139 576
Cash and cash equivalents at the beginning of the year		223 093	83 517
Cash and cash equivalents at the end of the year	7	96 109	223 093

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 4

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		367 723	447 288
Dividends		63 579	112 850
Interest		3 336	3 549
Income adjustments on creation and cancellation of units	5	(39 363)	(650)
Net fair value gains on financial instruments		340 171	331 539
OPERATING EXPENSES BEFORE FINANCE COSTS		8 712	19 849
Audit fee - current year		80	76
Bank charges		15	25
Custodian fees		302	475
Management company's service charge		1	1
Transaction costs		8 037	18 921
Trustee fees		277	351
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		359 011	427 439
TOTAL FINANCE COSTS		27 191	114 999
Distributions	6	26 906	114 485
Withholding tax on foreign dividends		285	514
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		331 820	312 440

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		3 200	8 238
Local equities and specialist securities		1 266 544	3 834 611
Interest and dividends receivable		57	734
Trade receivables		890	58 192
Cash and cash equivalents	7	72 848	67 926
TOTAL ASSETS		1 343 539	3 969 701

LIABILITIES

Trade payables		891	532
Accrued expenses		106	121
Distributions payable		26 906	114 485
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		27 903	115 138
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 315 636	3 854 563

OLD MUTUAL MULTI-MANAGERS SATELLITE EQUITY FUND NO. 4

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		3 854 249	314	3 854 563
Total comprehensive income attributable to unitholders		-	331 820	331 820
Transfer of net fair value gains, net of transaction costs, not distributable		332 134	(332 134)	-
Net cancellation of units	5	(2 870 747)	-	(2 870 747)
Balance at 31 December 2017		1 315 636	-	1 315 636
2016				
Balance at 31 December 2015		3 477 182	492	3 477 674
Total comprehensive income attributable to unitholders		-	312 440	312 440
Transfer of net fair value gains, net of transaction costs, not distributable		312 618	(312 618)	-
Net creation of units	5	64 449	-	64 449
Balance at 31 December 2016		3 854 249	314	3 854 563

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		66 617	114 332
Adjustments for:		359 011	427 439
Dividend income		(63 579)	(112 850)
Interest income		(3 336)	(3 549)
Income adjustments on creation and cancellation of units		39 363	650
Net fair value gains, net of transaction costs		(332 134)	(312 618)
Operating loss before working capital changes		(675)	(928)
Working capital changes		(15)	5
(Decrease)/Increase in accrued expenses		(15)	5
Cash utilised by operations		(690)	(923)
Interest received		3 556	3 376
Dividends received (net of withholding tax)		63 751	111 879
Net cash inflow/(outflow) from investment activities		2 962 900	(95 675)
Net sales/(purchases) of securities		2 962 900	(95 675)
Net cash outflow from financing activities		(3 024 595)	(44 455)
Creation of units		114 459	108 549
Cancellations of units		(3 024 569)	(44 750)
Cash distributed to unitholders		(114 485)	(108 254)
Net increase/(decrease) in cash and cash equivalents		4 922	(25 798)
Cash and cash equivalents at the beginning of the year		67 926	93 724
Cash and cash equivalents at the end of the year	7	72 848	67 926

OLD MUTUAL PREMIUM EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		11 256	4 278
Dividends		1 532	1 442
Interest		2 102	1 797
Income adjustments on creation and cancellation of units	5	(973)	1
Net fair value gains on financial instruments		8 595	1 038
OPERATING EXPENSES BEFORE FINANCE COSTS		212	195
Audit fee - current year		70	65
Performance fees		-	3
Bank charges		5	5
Custodian fees		8	10
Management company's service charge		62	53
Transaction costs		46	38
Trustee fees		21	21
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		11 044	4 083
TOTAL FINANCE COSTS		2 503	3 081
Distributions	6	2 494	3 075
Withholding tax on foreign dividends		9	6
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		8 541	1 002

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		23 251	47 679
Interest and dividends receivable		81	495
Trade receivables		140	-
Money market instruments		11 000	16 007
Cash and cash equivalents	7	2 133	10 592
TOTAL ASSETS		36 605	74 773

LIABILITIES

Trade payables		-	128
Accrued expenses		78	75
Distributions payable		725	1 570
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		803	1 773
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		35 802	73 000

OLD MUTUAL PREMIUM EQUITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		72 992	8	73 000
Total comprehensive income attributable to unitholders		-	8 541	8 541
Transfer of net fair value gains, net of transaction costs, not distributable		8 549	(8 549)	-
Net cancellation of units	5	(45 739)	-	(45 739)
Balance at 31 December 2017		35 802	-	35 802
2016				
Balance at 31 December 2015		69 138	6	69 144
Total comprehensive income attributable to unitholders		-	1 002	1 002
Transfer of net fair value gains, net of transaction costs, not distributable		1 000	(1 000)	-
Net creation of units	5	2 854	-	2 854
Balance at 31 December 2016		72 992	8	73 000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		3 918	2 982
Adjustments for:		11 044	4 083
Dividend income		(1 532)	(1 442)
Interest income		(2 102)	(1 797)
Income adjustments on creation and cancellation of units		973	(1)
Net fair value gains, net of transaction costs		(8 549)	(1 000)
Operating loss before working capital changes		(1 66)	(157)
Working capital changes		3	2
Increase in accrued expenses		(1 63)	(155)
Cash utilised by operations		2 569	1 701
Interest received		1 512	1 436
Dividends received (net of withholding tax)			
Net cash inflow/(outflow) from investment activities		37 674	(115)
Net sales/(purchases) of securities		37 674	(115)
Net cash outflow from financing activities		(50 051)	(45)
Creation of units		3 288	2 855
Cancellations of units		(50 000)	-
Cash distributed to unitholders		(3 339)	(2 900)
Net (decrease)/increase in cash and cash equivalents		(8 459)	2 822
Cash and cash equivalents at the beginning of the year		10 592	7 770
Cash and cash equivalents at the end of the year	7	2 133	10 592

OLD MUTUAL RAFI® 40 TRACKER FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		141 248	125 223
Dividends		30 311	23 424
Interest		671	459
Income adjustments on creation and cancellation of units	5	240	323
Net fair value gains on financial instruments		110 026	101 017
OPERATING EXPENSES BEFORE FINANCE COSTS		7 618	7 165
Audit fee - current year		70	66
Bank charges		8	11
Custodian fees		55	202
Management company's service charge		6 888	5 869
Transaction costs		521	952
Trustee fees		76	65
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		133 630	118 058
TOTAL FINANCE COSTS		24 180	17 994
Distributions	6	23 749	17 745
Withholding tax on foreign dividends		431	249
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		109 450	100 064

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		920 799	769 921
Interest and dividends receivable		244	53
Creation receivables - capital		588	1
Creation receivables - income		9	-
Trade receivables		204	-
Cash and cash equivalents	7	17 493	12 126
TOTAL ASSETS		939 337	782 101
LIABILITIES			
Trade payables		-	65
Cancellation payables - capital		1 036	24
Cancellation payables - income		14	-
Accrued expenses		712	612
Distributions payable		12 610	7 782
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		14 372	8 483
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		924 965	773 618

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		773 563	55	773 618
Total comprehensive income attributable to unitholders		-	109 450	109 450
Transfer of net fair value gains, net of transaction costs, not distributable		109 505	(109 505)	-
Net creation of units	5	41 897	-	41 897
Balance at 31 December 2017		924 965	-	924 965
2016				
Balance at 31 December 2015		625 234	56	625 290
Total comprehensive income attributable to unitholders		-	100 064	100 064
Transfer of net fair value gains, net of transaction costs, not distributable		100 065	(100 065)	-
Net creation of units	5	48 264	-	48 264
Balance at 31 December 2016		773 563	55	773 618

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		23 363	17 509
Adjustments for:			
Dividend income		133 630	118 058
Interest income		(30 311)	(23 424)
Income adjustments on creation and cancellation of units		(671)	(459)
Net fair value gains, net of transaction costs		(240)	(323)
Operating loss before working capital changes		(109 505)	(100 065)
Working capital changes		(7 097)	(6 213)
Increase in accrued expenses		100	109
Cash utilised by operations		(6 997)	(6 104)
Interest received		646	438
Dividends received (net of withholding tax)		29 714	23 175
Net cash outflow from investment activities		(41 642)	(46 970)
Net purchases of securities		(41 642)	(46 970)
Net cash inflow from financing activities		23 646	27 414
Creation of units		125 373	121 038
Cancellations of units		(82 806)	(72 697)
Cash distributed to unitholders		(18 921)	(20 927)
Net increase/(decrease) in cash and cash equivalents		5 367	(2 047)
Cash and cash equivalents at the beginning of the year		12 126	14 173
Cash and cash equivalents at the end of the year	7	17 493	12 126

OLD MUTUAL REAL INCOME FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		544 129	345 060
Dividends		68 398	54 850
Interest		344 277	318 788
Income adjustments on creation and cancellation of units	5	(5 818)	(13 088)
Foreign exchange losses on dividend and interest income		(6)	(40)
Net fair value gains/(losses) on financial instruments		137 278	(15 450)
OPERATING EXPENSES BEFORE FINANCE COSTS		62 471	60 953
Audit fee - current year		78	92
Bank charges		11	12
Custodian fees		319	380
Management company's service charge (net of rebates)		59 210	56 560
Transaction costs		2 373	3 455
Trustee fees		480	454
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		481 658	284 107
TOTAL FINANCE COSTS		347 279	302 886
Distributions	6	346 918	302 570
Withholding tax on foreign dividends		361	316
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		134 379	(18 779)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		3 100 732	3 147 408
Unit trusts foreign		91 661	219 165
Local equities and specialist securities		901 891	1 094 965
Interest and dividends receivable		95 839	65 839
Creation receivables - capital		145	455
Creation receivables - income		3	7
Money market instruments		827 532	390 494
Cash and cash equivalents	7	229 173	535 987
TOTAL ASSETS		5 246 976	5 454 320
LIABILITIES			
Trade payables		-	1 353
Cancellation payables - capital		1 673	9 361
Cancellation payables - income		25	126
Accrued expenses		4 889	5 300
Derivatives at fair value	10	41	322
Distributions payable		79 237	75 861
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		85 865	92 323
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 161 111	5 361 997

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		5 361 325	672	5 361 997
Total comprehensive income attributable to unitholders		-	134 379	134 379
Transfer of net fair value gains, net of transaction costs, not distributable		134 905	(134 905)	-
Net cancellation of units	5	(335 265)	-	(335 265)
Balance at 31 December 2017		5 160 965	146	5 161 111
2016				
Balance at 31 December 2015		4 439 077	546	4 439 623
Total comprehensive loss attributable to unitholders		-	(18 779)	(18 779)
Transfer of net fair value losses, net of transaction costs, not distributable		(18 905)	18 905	-
Net creation of units	5	941 153	-	941 153
Balance at 31 December 2016		5 361 325	672	5 361 997

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		323 430	297 902
Adjustments for:		481 658	284 107
Dividend income		(68 398)	(54 850)
Interest income		(344 277)	(318 788)
Income adjustments on creation and cancellation of units		5 818	13 088
Net fair value (gains)/losses, net of transaction costs		(134 905)	18 905
Foreign exchange losses on dividend and interest income		6	40
Operating loss before working capital changes		(60 098)	(57 498)
Working capital changes		(411)	768
(Decrease)/Increase in accrued expenses		(411)	768
Cash utilised by operations		(60 509)	(56 730)
Interest received		316 820	300 138
Dividends received (net of withholding tax)		67 125	54 534
Foreign exchange losses on dividend and interest income		(6)	(40)
Net cash inflow/(outflow) from investment activities		61 856	(1 054 895)
Net sales/(purchases) of securities		61 856	(1 054 895)
Net cash (outflow)/inflow from financing activities		(692 100)	669 618
Creation of units		1 914 766	3 667 601
Cancellations of units		(2 263 324)	(2 726 747)
Cash distributed to unitholders		(343 542)	(271 236)
Net decrease in cash and cash equivalents		(306 814)	(87 375)
Cash and cash equivalents at the beginning of the year		535 987	623 362
Cash and cash equivalents at the end of the year	7	229 173	535 987

OLD MUTUAL SA QUOTED PROPERTY FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		800 433	278 870
Dividends		335 610	317 642
Interest		6 757	6 670
Income adjustments on creation and cancellation of units	5	(1 131)	(824)
Net fair value gains/(losses) on financial instruments		459 197	(44 618)
OPERATING EXPENSES BEFORE FINANCE COSTS		58 147	58 556
Audit fee - current year		70	66
Bank charges		5	5
Custodian fees		243	255
Management company's service charge		55 015	56 249
Transaction costs		2 305	1 467
Trustee fees		509	514
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		742 286	220 314
TOTAL FINANCE COSTS		285 518	266 409
Distributions	6	283 819	264 177
Withholding tax on foreign dividends		1 699	2 232
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		456 768	(46 095)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		68 000	86 000
Local equities		5 784 822	5 434 664
Interest and dividends receivable		527	515
Creation receivables - capital		281	1 852
Creation receivables - income		2	19
Cash and cash equivalents	7	1 483	1 416
TOTAL ASSETS		5 855 115	5 524 466

LIABILITIES

Trade payables		-	244
Cancellation payables - capital		24	1 193
Cancellation payables - income		-	9
Accrued expenses		4 793	4 633
Distributions payable		53 756	46 571
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		58 573	52 650
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 796 542	5 471 816

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		5 471 692	124	5 471 816
Total comprehensive income attributable to unitholders		-	456 768	456 768
Transfer of net fair value gains, net of transaction costs, not distributable		456 892	(456 892)	-
Net cancellation of units	5	(132 042)	-	(132 042)
Balance at 31 December 2017		5 796 542	-	5 796 542
2016				
Balance at 31 December 2015		5 755 637	134	5 755 771
Total comprehensive loss attributable to unitholders		-	(46 095)	(46 095)
Transfer of net fair value losses, net of transaction costs, not distributable		(46 085)	46 085	-
Net cancellation of units	5	(237 860)	-	(237 860)
Balance at 31 December 2016		5 471 692	124	5 471 816

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		284 974	264 836
Adjustments for:		742 286	220 314
Dividend income		(335 610)	(317 642)
Interest income		(6 757)	(6 670)
Income adjustments on creation and cancellation of units		1 131	824
Net fair value (gains)/losses, net of transaction costs		(456 892)	46 085
Operating loss before working capital changes		(55 842)	(57 089)
Working capital changes		160	(376)
Increase/(Decrease) in accrued expenses		(55 682)	(57 465)
Cash utilised by operations		6 745	6 891
Interest received		333 911	315 410
Dividends received (net of withholding tax)		124 490	240 677
Net cash inflow from investment activities			
Net sales of securities		(409 397)	(505 559)
Net cash outflow from financing activities			
Creation of units		1 493 645	548 752
Cancellations of units		(1 626 408)	(788 407)
Cash distributed to unitholders		(276 634)	(265 904)
Net increase/(decrease) in cash and cash equivalents			
		67	(46)
Cash and cash equivalents at the beginning of the year			
		1 416	1 462
Cash and cash equivalents at the end of the year			
	7	1 483	1 416

OLD MUTUAL STABLE GROWTH FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		646 037	278 034
Dividends		73 833	51 546
Interest		219 698	258 112
Income adjustments on creation and cancellation of units	5	(621)	(233)
Foreign exchange gains/(losses) on dividend and interest income		26	(42)
Net fair value gains/(losses) on financial instruments		353 101	(31 349)
OPERATING EXPENSES BEFORE FINANCE COSTS		50 717	49 285
Audit fee - current year		82	96
Bank charges		10	15
Custodian fees		290	320
Management company's service charge (net of rebates)		47 804	44 797
Transaction costs		2 034	3 579
Trustee fees		497	478
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		595 320	228 749
TOTAL FINANCE COSTS		244 874	263 596
Distributions	6	244 563	263 325
Withholding tax on foreign dividends		311	271
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		350 446	(34 847)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Bonds		1 870 230	1 700 331
Unit trusts foreign		1 093 407	963 482
Local equities and specialist securities		1 629 414	1 462 166
Interest and dividends receivable		68 367	88 076
Creation receivables - capital		1 381	-
Creation receivables - income		30	-
Trade receivables		180	-
Money market instruments		998 036	909 975
Cash and cash equivalents	7	200 831	239 369
TOTAL ASSETS		5 861 876	5 363 399

LIABILITIES

Trade payables		-	1 318
Cancellation payables - capital		395	3 543
Cancellation payables - income		8	79
Accrued expenses		4 386	4 019
Distributions payable		123 151	127 814
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		127 940	136 773
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		5 733 936	5 226 626

OLD MUTUAL STABLE GROWTH FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		5 225 999	627	5 226 626
Total comprehensive income attributable to unitholders		-	350 446	350 446
Transfer of net fair value gains, net of transaction costs, not distributable		351 067	(351 067)	-
Net creation of units	5	156 864	-	156 864
Balance at 31 December 2017		5 733 930	6	5 733 936
2016				
Balance at 31 December 2015		4 845 425	546	4 845 971
Total comprehensive loss attributable to unitholders		-	(34 847)	(34 847)
Transfer of net fair value losses, net of transaction costs, not distributable		(34 928)	34 928	-
Net creation of units	5	415 502	-	415 502
Balance at 31 December 2016		5 225 999	627	5 226 626

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income from operations before finance costs		267 367	240 869
Adjustments for:		595 320	228 749
Dividend income		(73 833)	(51 546)
Interest income		(219 698)	(258 112)
Income adjustments on creation and cancellation of units		621	233
Net fair value (gains)/losses, net of transaction costs		(351 067)	34 928
Foreign exchange (gains)/losses on dividend and interest income		(26)	42
Operating loss before working capital changes		(48 683)	(45 706)
Working capital changes		367	424
Increase in accrued expenses		(48 316)	(45 282)
Cash utilised by operations		243 413	234 918
Interest received		72 244	51 275
Dividends received (net of withholding tax)		26	(42)
Foreign exchange gains/(losses) on dividend and interest income		(208 292)	(725 214)
Net cash outflow from investment activities		(208 292)	(725 214)
Net purchases of securities		(97 613)	182 530
Net cash (outflow)/inflow from financing activities		985 230	1 167 998
Creation of units		(833 617)	(746 357)
Cancellations of units		(249 226)	(239 111)
Cash distributed to unitholders		(38 538)	(301 815)
Net decrease in cash and cash equivalents		239 369	541 184
Cash and cash equivalents at the beginning of the year		200 831	239 369
Cash and cash equivalents at the end of the year	7		

OLD MUTUAL TOP 40 FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME/(LOSS)		100 511	(12 246)
Dividends		12 819	13 760
Interest		374	87
Income adjustments on creation and cancellation of units	5	538	37
Net fair value gains/(losses) on financial instruments		86 780	(26 130)
OPERATING EXPENSES BEFORE FINANCE COSTS		4 199	5 485
Audit fee - current year		70	66
Bank charges		12	19
Custodian fees		150	338
Management company's service charge		3 077	3 511
Transaction costs		849	1 503
Trustee fees		41	48
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		96 312	(17 731)
TOTAL FINANCE COSTS		10 400	9 907
Distributions	6	10 157	9 703
Withholding tax on foreign dividends		243	204
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		85 912	(27 638)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Local equities		530 098	513 457
Interest and dividends receivable		260	22
Creation receivables - capital		-	210
Creation receivables - income		-	1
Trade receivables		131	1 075
Cash and cash equivalents	7	15 991	3 613
TOTAL ASSETS		546 480	518 378
LIABILITIES			
Cancellation payables - capital		11 073	4 293
Cancellation payables - income		14	8
Accrued expenses		373	373
Distributions payable		707	954
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		12 167	5 628
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		534 313	512 750

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		512 731	19	512 750
Total comprehensive income attributable to unitholders		-	85 912	85 912
Transfer of net fair value gains, net of transaction costs, not distributable		85 931	(85 931)	-
Net cancellation of units	5	(64 349)	-	(64 349)
Balance at 31 December 2017		534 313	-	534 313
2016				
Balance at 31 December 2015		606 673	24	606 697
Total comprehensive loss attributable to unitholders		-	(27 638)	(27 638)
Transfer of net fair value losses, net of transaction costs, not distributable		(27 633)	27 633	-
Net cancellation of units	5	(66 309)	-	(66 309)
Balance at 31 December 2016		512 731	19	512 750

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		9 363	9 605
Adjustments for:		96 312	(17 731)
Dividend income		(12 819)	(13 760)
Interest income		(374)	(87)
Income adjustments on creation and cancellation of units		(538)	(37)
Net fair value (gains)/losses, net of transaction costs		(85 931)	27 633
Operating loss before working capital changes		(3 350)	(3 982)
Working capital changes		-	(45)
Decrease in accrued expenses		-	(45)
Cash utilised by operations		(3 350)	(4 027)
Interest received		296	76
Dividends received (net of withholding tax)		12 417	13 556
		70 233	65 253
Net cash inflow from investment activities			
Net sales of securities		70 233	65 253
		(67 218)	(72 725)
Net cash outflow from financing activities			
Creation of units		281 464	344 866
Cancellations of units		(338 278)	(407 123)
Cash distributed to unitholders		(10 404)	(10 468)
		12 378	2 133
Net increase in cash and cash equivalents			
		3 613	1 480
Cash and cash equivalents at the beginning of the year			
		15 991	3 613
Cash and cash equivalents at the end of the year			

OLD MUTUAL TOP COMPANIES FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
NET INVESTMENT INCOME		156 610	5 485
Dividends		45 510	141 929
Interest		4 863	3 803
Income adjustments on creation and cancellation of units	5	(791)	(3 858)
Net fair value gains/(losses) on financial instruments		107 028	(136 389)
OPERATING EXPENSES BEFORE FINANCE COSTS		22 091	23 770
Audit fee - current year		70	66
Performance fees		-	609
Bank charges		5	8
Custodian fees		87	153
Management company's service charge		16 141	14 674
Transaction costs		5 621	8 084
Trustee fees		167	176
NET INCOME/(LOSS) FROM OPERATIONS BEFORE FINANCE COSTS		134 519	(18 285)
TOTAL FINANCE COSTS		33 124	126 193
Distributions	6	33 124	126 127
Withholding tax on foreign dividends		-	66
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO UNITHOLDERS		101 395	(144 478)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS

Unit trusts local		106 000	42 000
Local equities		1 700 624	1 790 090
Interest and dividends receivable		2 075	342
Creation receivables - capital		67	-
Creation receivables - income		1	-
Trade receivables		1 045	-
Cash and cash equivalents	7	6 733	3 567
TOTAL ASSETS		1 816 545	1 835 999
LIABILITIES			
Trade payables		17	108
Cancellation payables - capital		153	392
Cancellation payables - income		1	4
Accrued expenses		1 410	1 219
Distributions payable		17 547	19 688
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		19 128	21 411
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		1 797 417	1 814 588

OLD MUTUAL TOP COMPANIES FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
2017				
Balance at 31 December 2016		1 814 577	11	1 814 588
Total comprehensive income attributable to unitholders		-	101 395	101 395
Transfer of net fair value gains, net of transaction costs, not distributable		101 407	(101 407)	-
Net cancellation of units	5	(118 566)	-	(118 566)
Capital rectification		(1)	1	-
Balance at 31 December 2017		1 797 417	-	1 797 417
2016				
Balance at 31 December 2015		2 032 170	16	2 032 186
Total comprehensive loss attributable to unitholders		-	(144 478)	(144 478)
Transfer of net fair value losses, net of transaction costs, not distributable		(144 473)	144 473	-
Net cancellation of units	5	(73 120)	-	(73 120)
Balance at 31 December 2016		1 814 577	11	1 814 588

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Net cash inflow from operating activities			
Net income/(loss) from operations before finance costs		32 361	129 654
Adjustments for:		134 519	(18 285)
Dividend income		(45 510)	(141 929)
Interest income		(4 863)	(3 803)
Income adjustments on creation and cancellation of units		791	3 858
Net fair value (gains)/losses, net of transaction costs		(101 407)	144 473
Operating loss before working capital changes		(16 470)	(15 686)
Working capital changes		191	(216)
Increase/(Decrease) in accrued expenses		(16 279)	(15 902)
Cash utilised by operations		4 532	3 693
Interest received		44 108	141 863
Dividends received			
Net cash inflow from investment activities			
Net sales of securities		125 737	74 230
		125 737	74 230
Net cash outflow from financing activities			
Creation of units		(154 932)	(204 849)
Cancellations of units		104 901	193 434
Cash distributed to unitholders		(224 568)	(270 372)
		(35 265)	(127 911)
Net increase/(decrease) in cash and cash equivalents			
		3 166	(965)
Cash and cash equivalents at the beginning of the year			
		3 567	4 532
Cash and cash equivalents at the end of the year			
	7	6 733	3 567

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1. Significant accounting policies

The Old Mutual Unit Funds and Old Mutual Shari'ah Collective Investments Schemes (the Schemes) are open-ended investment schemes incorporated as trusts in South Africa under the Collective Investment Schemes Control Act of South Africa, No 45 of 2002 (CISCA).

The Funds objectives are detailed as part of the financial risk disclosure below. The Funds investments are mainly managed by Old Mutual Investment Group Proprietary Limited, with a number of Funds adopting a multi-manager strategy, these being the Old Mutual Multi-Managers range.

a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), and in accordance with the trust deeds of the respective Schemes and the Collective Investment Schemes Control Act of South Africa.

b) Basis of preparation

The financial statements are presented in Rands, being the functional currency. They are prepared on a fair value basis for financial assets and financial liabilities designated as at fair value through profit or loss and derivative instruments. Other non-financial assets and financial liabilities are stated at amortised cost or redemption amount (redeemable units). The accounting policies have been applied consistently by the Schemes and are consistent with those used in the prior year. The Schemes operate as individual entities whose participatory interests are marketed in South Africa. The primary economic trading environment is deemed to be in South Africa. Each Scheme is organised and operated as one segment and consequently no segmental reporting is provided in the Schemes' financial statements.

c) Future amendment not early adopted in the 2017 financial statements

At the date of authorisation of these financial statements the following standards, amendments to standards, and interpretations, which are relevant to the Funds, have been issued by the International Accounting Standards Board, although the EU has not yet endorsed all of them.

- IFRS 9 Financial Instruments (effective 1 January 2018) - IFRS 9 contains three principal classification categories for financial assets, ie measured at amortised cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL). The existing IAS 39 categories of held-to-maturity, loans and receivables and available-for-sale are removed.

IFRS 9 retains almost all of the existing requirements from IAS 39 for financial liabilities. However any gain or loss on a financial liability designated at FVTPL attributable to changes in own credit risk is generally presented in OCI with remaining change in fair value presented in profit or loss.

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) approach for debt instruments measured at amortised cost or FVOCI.

The new impairment model will apply to financial assets measured at amortised cost or FVOCI, except for investments in equity instruments.

Under IFRS 9, loss allowances will be measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; and
- lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

Based on the Funds' assessment, changes to the impairment model are not expected to have a material impact on the financial assets of the Fund. This is because:

- the majority of the financial assets are measured at FVTPL and the impairment requirements do not apply to such instruments; and
- the financial assets at amortised cost are short-term (i.e. no longer than 12 months), of high credit quality and/or highly collateralised. Accordingly, the ECLs on such assets are expected to be small.

Transition

Changes in accounting policies resulting from the adoption of IFRS 9 will generally be applied retrospectively, except as described below.

- The Funds will take advantage of the exemption allowing it not to restate comparative information for prior periods with respect to classification and measurement (including impairment) changes. Differences in the carrying amounts of financial assets and financial liabilities resulting from the adoption of IFRS 9 will be recognised in retained earnings and reserves as at 1 January 2018.
- The following assessments have to be made by the Funds on the basis of the facts and circumstances that exist at the date of initial application.
 - The determination of the business model within which a financial asset is held.
 - The designation and revocation of previous designations of certain financial assets and financial liabilities as measured at FVTPL.

IFRS 9 will align hedge accounting more closely with risk management of an entity. In terms of IFRS 9 additional exposures may be hedged items.

IFRS 9 will be adopted for the first time for the year ending 31 December 2018.

Based on the Funds' assessment, this standard is not expected to have a material impact on the classification of financial assets and financial liabilities of the Funds. This is because:

- the financial instruments classified as held-for-trading under IAS 39 (derivatives) will continue to be classified as such under IFRS 9;
- financial instruments currently measured at FVTPL under IAS 39 are designated into this category because they are managed on a fair value basis in accordance with a documented investment strategy. Accordingly, these financial instruments will be mandatorily measured at FVTPL under IFRS 9; and
- financial instruments currently measured at amortised cost are: cash balances and receivables from reverse sale and repurchase agreements. These instruments meet the solely payments of principal and interest (SPPI) criterion and are held in a held-to-collect business model. Accordingly, they will continue to be measured at amortised cost under IFRS 9.

d) Foreign currency translation

Transactions in foreign currencies are translated at the foreign currency exchange rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currency are translated to Rands at the foreign currency closing exchange rate ruling at the statement of financial position date. Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in the statement of comprehensive income. Foreign currency exchange differences relating to cash and cash equivalents, investments at fair value through profit and loss and derivative instruments are included in fair value gains and losses on financial instruments.

Non-monetary assets and liabilities denominated in foreign currency that are measured at fair value are translated to Rands at the foreign currency exchange rates ruling at the dates that the values were determined.

All other foreign currency exchange differences relating to monetary items are presented separately in the statement of comprehensive income.

1. Significant accounting policies (CONTINUED)

e) Financial instruments

i. Classification

The Funds designate all investment-related financial instruments and liabilities upon initial recognition at fair value through profit or loss as the Funds' portfolios are managed and performance is evaluated on a fair value basis.

The categories of financial assets and financial liabilities at fair value through profit and loss comprise:

- Financial instruments held for trading which are those that the Funds acquired or incurred principally for the purpose of selling or repurchasing in the near term; or are part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking.
- Derivative instruments are classified as financial assets at fair value through profit or loss. Derivative instruments, including options and futures are used to hedge against market and currency movements in the value of assets and liabilities. Hedge accounting is not applied.
- Financial instruments designated as at fair value through profit and loss upon initial recognition. These are investments in exchange-traded debt and equity instruments, unlisted open-ended investment funds, unlisted debt and equity instruments and commercial paper. The financial instruments are managed and performance is evaluated on a fair value basis in accordance with the Funds' investment mandate and are managed accordingly by the nominated asset manager.

Financial assets that are classified as loans and receivables, include balances due from brokers, trade and other receivables, and financial assets arising on the creation of units. Financial liabilities that are not at fair value through profit and loss include balances due to brokers, trade payables, accrued expenses and financial liabilities arising on redeemable units.

ii. Recognition and derecognition of financial instruments

Financial instruments are recognised when, and only when, the Fund becomes a party to the contractual provisions of the particular instrument.

The Fund derecognises a financial asset when and only when:

- The contractual rights to the cash flows arising from the financial asset have expired or been forfeited by the Fund; or
- It transfers the financial asset including substantially all the risks and rewards of ownership of the asset; or
- It transfers the financial asset, neither retaining nor transferring substantially all the risks and rewards of ownership of the asset, but no longer retains control of the asset.

A financial liability is derecognised when and only when the liability is extinguished, that is, when the obligation specified in the contract is discharged, cancelled or has expired.

The difference between the carrying amount of a financial liability (or part thereof) extinguished or transferred to another party and consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the statement of comprehensive income.

All purchases and sales of financial assets carried at fair value through profit or loss that require delivery within the time frame established by regulation or market convention ("regular way" purchases and sales) are recognised at trade date, which is the date that the Fund commits to purchase or sell the asset. Otherwise such transactions are treated as derivatives until settlement occurs.

iii. Measurement

Financial instruments are initially recognised at fair value. Transaction costs on financial assets and financial liabilities at fair value through profit and loss are expensed immediately.

Subsequent to initial recognition, all financial instruments, except for money market instruments held in the money market funds, designated at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the statement of comprehensive income. Money market instruments held in the money market funds, are held at amortised cost plus accrued interest.

The Funds use the weighted average method to determine realised gains and losses on derecognition.

Fair value gains and losses are taken to the statement of comprehensive income but are not distributed to unitholders, except for the fair value gains and losses on instruments held by the money market funds. Fair value gains and losses that do not qualify for distribution, together with the related transaction costs, are transferred from undistributed income to the unitholders capital account in the statement of changes in net assets attributable to unitholders.

Financial assets categorised as loans and receivables are carried at amortised cost using the effective interest method less impairment losses, if any.

Financial liabilities arising from the redeemable units issued by the Funds, are carried at the redemption amount representing the unitholders' right to a residual interest in the Funds' net assets.

Financial liabilities, other than those designated as at fair value through profit or loss, or arising from the redeemable units issued by the Funds are measured at amortised cost using the effective interest method.

iv. Fair value hierarchy

Fair values are determined according to the following hierarchy based on the requirements in IFRS 7 'Financial Instruments: Disclosures'

- Level 1 – quoted market prices: financial assets and liabilities with quoted prices for identical instruments in active markets. The following financial instrument classifications, as reflected on the statement of financial position, are included in this category: Foreign and local unit trusts, foreign and local equities and specialist securities and bonds.

- Level 2 – valuation techniques using observable inputs: quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial assets and liabilities valued using models where all significant inputs are observable. The following financial instrument classifications, as reflected on the statement of financial position, are included in this category: Money market instruments.

- Level 3 – valuation techniques using significant unobservable inputs: financial assets and liabilities valued using valuation techniques where one or more significant inputs are unobservable. The best evidence of fair value is a quoted price in an active market. In the event that the market for a financial asset or liability is not active, a valuation technique is used. No financial instruments are held under this category.

1. Significant accounting policies (CONTINUED)

e) Financial instruments (continued)

v. Fair value measurement principles

The fair value of quoted financial instruments is based on their quoted market prices at the reporting date without any deduction for estimated future selling costs.

If a quoted market price is not available on a recognised stock exchange or from a broker/dealer for non-exchange-traded financial instruments, the fair value of the instrument is estimated using valuation techniques, including the use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow analyses, or other valuation techniques that provide a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow analyses are used, estimated future cash flows are based on the management company's best estimates and the discount rate that reflects market rates at the reporting date for an instrument with a similar term and condition.

Investments in other open-ended collective investment schemes are recorded at the quoted net asset value per unit as reported by the managers of such schemes.

vi. Cash and cash equivalents

Cash and cash equivalents are short-term highly liquid instruments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and that are not held for investing purposes. For the majority of the Funds, this comprises margin deposits and call and current deposits with banks, net of bank overdrafts. Given the short duration of instruments held by Money Market Funds, all the instruments in these Funds are classified as cash equivalents. Cash and cash equivalents are measured at amortised cost which approximates fair value, due to the short term nature of these instruments.

vii. Offsetting

Financial assets and liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to set off and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

viii. Impairment of financial assets

The Funds assess at each reporting date whether there is any objective evidence that a financial asset carried at amortised cost or a group of financial assets, excluding financial assets at fair value through profit or loss, is impaired.

Assets carried at amortised cost

If there is objective evidence that an impairment loss on loans or receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced either directly or through use of an allowance account. The impairment loss is recognised in profit or loss.

The Funds first assess whether objective evidence of impairments exist individually for financial assets that are individually significant, and individually or collectively for financial assets that are not individually significant. If it is determined that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, the asset is included in a group of financial assets with similar credit risk characteristics and that group is collectively assessed for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment of impairment.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed. Any subsequent reversal of an impairment loss is recognised in the statement of comprehensive income, to the extent that the carrying value of the asset does not exceed its amortised cost at the reversal date.

f) Dividend income

Dividend income comprises dividends received from and accrued on investments for which the right to receive payment falls within the accounting period. Right to receive payments is established on the ex-dividend date. This includes capitalisation issues with a cash dividend option, dividends on preference shares, convertible debentures and exchange traded funds.

g) Interest income

Interest income is recognised in the statement of comprehensive income, using the effective interest method taking into account the expected timing and amount of cash flows.

Interest income includes the amortisation of any discount or premium or any other difference between an interest-bearing instrument's initial carrying amount and its maturity value calculated on an effective interest basis.

Interest income on debt instruments carried at fair value through profit or loss is accrued using the effective interest method and is included in interest income in the statement of comprehensive income.

h) Collective investment schemes income

Income from investments in collective investment schemes is recognised on the distribution date, except for fund of funds collective investment schemes.

Income from investments in fund of funds collective investment schemes is recognised on the declaration date in the fund of funds collective investment schemes.

i) Redeemable units

All redeemable units issued by the Funds provide investors with the right to redemption for cash at the value proportionate to the investors share in the Funds' net assets at redemption date. In accordance with IAS 32 such instruments give rise to a financial liability for the present value of the redemption amount. In accordance with the Trust Deed the Schemes are contractually obliged to distribute all distributable income.

1. Significant accounting policies (CONTINUED)

j) Finance costs

Distributions

In accordance with the Schemes' Trust Deeds, the Funds' distributes its distributable income and any other amounts determined by the Management Company, to investors registered in the register as at the commencement of business on the immediately preceding distribution date, pro rata to the number of participatory interests then held by such investors in the Funds. Distributions payable on redeemable units are recognised in the statement of comprehensive income as finance costs.

Taxation

Dividends received by the Funds are subject to withholdings tax imposed in accordance with the South African Income Tax Act and by foreign jurisdictions. Income that is subject to such tax is recognised gross of the taxes which are in turn included as part of distributions payable.

Under the current system of taxation in South Africa the Funds are exempt from paying taxes on income or capital gains. Both income and capital gains are taxed in the hands of the unitholders.

Dividend and interest income received by the Funds may be subject to withholding tax imposed in the country of origin. Investment income is recorded gross of such taxes.

k) Unconsolidated investment structures

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only, and the relevant activities are directed by means of contractual arrangements.

A structured entity often has some or all of the following features or attributes: (a) restricted activities; (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors; (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support; and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Scheme has determined that its investments in unit trusts are investments in unconsolidated structured entities. Certain of the Funds invest in these unit trusts whose objectives range from achieving medium to long-term capital growth and whose investment strategy do not include the use of leverage. The funds are managed by related and unrelated asset managers and apply various investment strategies to accomplish their respective investment objectives.

l) Cessation of Schemes

The cessation application with respect to the Old Mutual Adviceworx Enhanced Income Fund of Funds came as a result of the Fund not being able to comply with paragraph 12 of Notice 778 of 2011.

Paragraph 12 requires that if the assets of a co-named portfolio did not reach R50 million after 3 years from the launch date, that the portfolio must be wound up in accordance with section 103 of CISCA, or be amalgamated with another Management Company's portfolio in accordance with section 99 of CISCA. The audit fees for the Fund will be paid by the Management Company.

2. Amortisation

There are no investments that require amortisation included in the unit portfolios at 31 December 2017 or 31 December 2016.

3. Critical accounting estimates and judgements

Critical accounting estimates are those which involve the most complex or subjective judgements or assessments. The area of the Funds' business that typically require such estimates is determination of the fair value for financial assets and liabilities.

The fair values of financial assets and liabilities are classified and accounted for in accordance with the policies set out in section 1. (e) above. They are valued on the basis of listed market prices in so far as this is possible. If prices are not readily determinable, fair value is based either on internal valuation models or management estimates of amounts that could be realised under current market conditions. Fair values of certain financial instruments including derivative instruments are determined using pricing models that consider, among other factors, contractual and market prices, correlations, yield curves, credit spreads, and volatility factors.

4. Related parties

Management Company

The Schemes have appointed Old Mutual Unit Trust Managers (RF) (Pty) Ltd to implement the investment strategy as specified in the various Trust Deeds and to provide administrative services.

In terms of the Investment Management Agreement, the Management Company receives a management fee, monthly in arrears, based on daily assets under management.

The Management Company has appointed Old Mutual Investment Group Proprietary Limited and Old Mutual Asset Managers (UK) Limited as the Schemes' primary investment managers. Old Mutual Multi-Managers provides asset allocation advice to the Management Company. Investment managers external to the Old Mutual Group, have been appointed in the multi-manager Funds.

The unitholder administration of the Schemes has been outsourced to Old Mutual Investment Administrators Proprietary Limited.

The fund administration of the Schemes has been outsourced to Curo Fund Services Proprietary Limited.

Management fees paid to the Management Company are disclosed in the statement of comprehensive income of each Fund and the balance outstanding as part of the accrued expenses line item in the statements of financial position of the Funds. The Management Company has seed capital invested in some of the Funds.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

5. Creation and cancellation of units

FUND	Rand movement		Unit movement		Units in issue	
	2017 R000's	2016 R000's	2017 000's	2016 000's	2017 000's	2016 000's
Adiceworx Enhanced Income Fund of Funds	(1 418)	(9 314)	(692)	(4 488)	-	692
Adiceworx Inflation Plus 2-3% Fund of Funds	96 942	122 344	43 727	57 159	173 383	129 656
Adiceworx Inflation Plus 3-4% Fund of Funds	142 825	226 604	62 814	103 170	278 393	215 579
Adiceworx Inflation Plus 4-5% Fund of Funds	148 317	316 788	64 868	143 136	519 452	454 584
Adiceworx Inflation Plus 5-7% Fund of Funds	33 411	143 335	14 330	65 201	194 098	179 768
Albaraka Balanced Fund A	(14 095)	84 110	(4 214)	28 139	153 784	157 998
Albaraka Balanced Fund B0	14 316	44 753	4 780	14 984	31 785	27 005
Albaraka Balanced Fund B1	363 392	226 058	119 801	75 994	350 766	230 965
Albaraka Balanced Fund B2	(5 180)	(11 853)	(1 641)	(3 884)	90 031	91 672
Albaraka Equity Fund A	(174 199)	26 255	(8 247)	1 183	87 555	95 802
Albaraka Equity Fund B0	-	96	-	5	5	5
Albaraka Equity Fund B1	167 395	35 408	7 958	1 682	16 481	8 523
Balanced Fund A	(370 114)	(33 129)	(23 406)	(2 147)	252 731	276 137
Balanced Fund A3	(22 331)	(20 806)	(1 482)	(1 448)	21 903	23 385
Balanced Fund B1	492 311	538 952	31 061	37 149	385 744	354 683
Balanced Fund B2	(76 096)	(55 245)	(4 369)	(3 391)	413 833	418 202
Balanced Fund C	(4 047)	(1 965)	(266)	(135)	1 383	1 649
Balanced Fund R	(155 702)	(154 025)	(9 945)	(10 535)	52 658	62 603
Bond Fund B1	24 208	42 524	7 266	13 133	22 396	15 130
Bond Fund B2	26 548	164 840	7 915	47 577	82 782	74 867
Bond Fund C	(210)	(354)	(59)	(103)	690	749
Bond Fund R	(49 179)	(25 063)	(14 259)	(7 054)	61 990	76 249
Capital Builder Fund A	(340)	912	(1 117)	379	23 477	23 594
Capital Builder Fund B1	25	-	10	-	110	100
Capital Builder Fund B2	(599 460)	258 174	(227 301)	103 802	634 358	861 659
Capital Builder Fund B3	-	-	-	-	10	10
Capped SWIX Index Fund A	621	-	309	-	309	-
Capped SWIX Index Fund B1	146 632	-	72 735	-	72 735	-
Core Balanced Fund A	17 679	12 727	8 384	6 250	16 511	8 127
Core Balanced Fund A2	2 124	2 969	1 020	1 468	3 851	2 831
Core Balanced Fund B1	60 160	34 134	28 508	16 859	52 664	24 156
Core Balanced Fund B2	(113 841)	6 628	(53 716)	3 310	51 163	104 879
Core Conservative Fund A	1 675	-	826	-	826	-
Core Conservative Fund B1	2 586	-	1 230	-	1 230	-
Core Conservative Fund B2	101 223	-	50 592	-	50 592	-
Dividend Income Fund A	-	-	-	-	400	400
Dividend Income Fund B1	-	-	-	-	400	400
Dividend Income Fund B2	-	-	-	-	200	200
Dynamic Floor Fund A	(313 883)	(109 912)	(65 274)	(23 931)	327 150	392 424
Dynamic Floor Fund B1	255 504	5 353	53 112	1 173	92 998	39 886
Dynamic Floor Fund B2	143 581	(28 099)	31 129	(6 147)	144 253	113 124
Dynamic Floor Fund C	(1 840)	(2 675)	(398)	(587)	3 596	3 994
Financial Services Fund A	(18 859)	(28 074)	(1 393)	(2 285)	9 911	11 304
Financial Services Fund B2	(15 632)	13 628	(1 155)	1 029	4 090	5 245
Financial Services Fund R	(29 545)	(35 342)	(2 099)	(2 589)	28 726	30 825
Flexible Fund A	23 526	61 385	1 676	4 065	65 640	63 964
Flexible Fund B1	118 238	93 134	7 262	6 185	63 209	55 947
Flexible Fund B2	(43 075)	110 890	(2 539)	7 735	160 372	162 911
Flexible Fund C	(589)	(2 452)	(37)	(163)	296	333
Flexible Fund R	(28 114)	(21 624)	(1 724)	(1 431)	21 185	22 909
Global Bond Feeder Fund A	(22 884)	10 719	(4 148)	1 394	8 492	12 640
Global Bond Feeder Fund C	(3 748)	(6 707)	(658)	(1 085)	4 030	4 688
Global Currency Feeder Fund A	(22 739)	14 323	(7 221)	4 603	58 374	65 595
Global Currency Feeder Fund B1	24 679	47 298	7 285	12 876	27 052	19 767
Global Currency Feeder Fund B2	(6 259)	(16 406)	(1 855)	(4 649)	26 502	28 357
Global Currency Feeder Fund C	(775)	442	(231)	126	124	355
Global Emerging Market Fund A	(31 504)	(2 392)	(6 311)	(980)	79 272	85 583
Global Emerging Market Fund A7	374	-	85	-	85	-
Global Emerging Market Fund B1	159 398	45 427	37 968	11 873	81 815	43 847
Global Emerging Market Fund B2	(1 174 798)	6 719	(257 756)	2 181	-	257 756
Global Emerging Market Fund B3	6 409	127 539	1 603	32 864	34 592	32 989
Global Emerging Market Fund C	-	-	-	-	8	8

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

5. Creation and cancellation of units (CONTINUED)

FUND	Rand movement		Unit movement		Units in issue	
	2017 R000's	2016 R000's	2017 000's	2016 000's	2017 000's	2016 000's
Global Equity Fund A	(230 693)	(277 509)	(9 008)	(11 768)	135 910	144 918
Global Equity Fund B1	2 126 863	949 525	81 041	41 419	248 250	167 209
Global Equity Fund B2	-	-	-	-	10	10
Global Equity Fund C	381	(711)	17	(42)	577	559
Global Equity Fund R	(683 736)	(405 714)	(23 411)	(17 952)	122 653	146 064
Global FTSE RAFI® Index Feeder Fund A	4 510	18 612	1 353	4 470	54 348	52 995
Global FTSE RAFI® Index Feeder Fund A2	4 036	7 215	923	1 674	2 597	1 674
Global FTSE RAFI® Index Feeder Fund B1	396 416	691 668	82 588	165 457	307 091	224 503
Global FTSE RAFI® Index Feeder Fund B3	33 883	12 103	7 409	3 335	24 192	16 783
Gold Fund A	3 914	137 639	(286)	13 331	41 494	41 780
Gold Fund B1	36	-	5	-	5	-
Gold Fund R	(11 832)	(21 860)	(1 741)	(2 562)	19 478	21 219
Growth Fund A	(11 631)	(7 138)	(414)	(277)	8 617	9 031
Growth Fund C	-	(141)	-	(5)	-	-
Growth Fund R	(75 269)	(43 353)	(2 694)	(1 555)	43 023	45 717
High Yield Opportunity Fund A	(449 885)	(318 234)	(27 212)	(20 083)	83 045	110 257
High Yield Opportunity Fund B	220 109	(24 737)	13 219	(1 570)	38 669	25 450
High Yield Opportunity Fund C	(831)	(1 583)	(50)	(103)	366	416
Income Fund A3	663	(1 172)	555	(931)	30 570	30 015
Income Fund B1	448 261	68 014	360 720	55 661	538 314	177 594
Income Fund B3	25 673	(329)	20 446	1	20 449	3
Income Fund C	-	-	-	-	5	5
Income Fund R	176 876	(284 193)	143 608	(233 255)	859 292	715 684
Industrial Fund A	(36 087)	(48 608)	(1 384)	(1 890)	17 917	19 301
Industrial Fund B2	(14 090)	(15 343)	(539)	(600)	3 859	4 398
Industrial Fund R	(52 972)	(29 657)	(2 036)	(1 179)	27 601	29 637
Institutional Money Market Fund B1	(732)	17	(732)	17	-	732
Institutional Money Market Fund B2	56 516	259 817	56 516	259 818	860 617	804 101
Interest Plus Fund A	53 605	147 040	26 991	73 120	222 800	195 809
Interest Plus Fund B1	340 673	55 086	168 301	27 337	232 825	64 524
Interest Plus Fund B2	236 976	-	117 126	-	117 126	-
Interest Plus Fund B3	(133 735)	104 877	(66 154)	52 220	622 621	688 775
Interest Plus Fund B5	-	-	-	-	5	5
Interest Plus Fund C	-	-	-	-	10	10
International Growth Fund of Funds A	(33 205)	(9 876)	(6 292)	(2 176)	32 154	38 446
International Growth Fund of Funds B1	(1 167)	(2 827)	(239)	(634)	20 002	20 241
International Growth Fund of Funds C	-	-	-	-	5	5
Investors' Fund A	(141 530)	(48 176)	(347)	(130)	3 822	4 169
Investors' Fund A7	2 409	2 701	6	7	13	7
Investors' Fund B1	136 285	75 941	337	189	1 115	778
Investors' Fund B2	(26 826)	4 458	(64)	15	2 760	2 824
Investors' Fund B3	13 117	79 728	33	199	715	682
Investors' Fund B5	-	980	-	3	3	3
Investors' Fund B7	2 768	3 399	7	8	15	8
Investors' Fund C	(961)	(232)	(2)	(1)	19	21
Investors' Fund R	(392 321)	(7 268)	(959)	(1)	25 751	26 710
Managed Alpha Equity Fund A	(36 084)	(28 780)	(382)	(323)	4 260	4 640
Managed Alpha Equity Fund B1	21 386	19 871	226	209	640	414
Managed Alpha Equity Fund C	(34)	22	-	-	15	15
Maximum Return Fund of Funds A	3 329	32 391	705	11 161	39 057	38 352
Maximum Return Fund of Funds B1	(1 433)	133 734	73	45 913	114 639	114 566
Maximum Return Fund of Funds B2	-	-	-	-	125	125
Maximum Return Fund of Funds C	-	(353)	-	(125)	-	-
Mid & Small-Cap Fund A	(37 781)	(22 614)	(2 134)	(1 181)	7 839	9 973
Mid & Small-Cap Fund B1	5 318	17 550	326	891	3 757	3 431
Mid & Small-Cap Fund B2	7 870	(1 090)	448	(138)	2 658	2 210
Mid & Small-Cap Fund R	(43 794)	(47 285)	(2 194)	(2 453)	31 292	33 486
Mining and Resources Fund A	(93 175)	39 753	(1 528)	649	5 479	7 009
Mining and Resources Fund B1	20 553	8 558	250	153	1 988	1 738
Mining and Resources Fund B2	(6 473)	(7 266)	(98)	(124)	1 219	1 317
Mining and Resources Fund C	-	-	-	-	5	5
Mining and Resources Fund R	(36 672)	(31 640)	(539)	(531)	6 370	6 909

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
(CONTINUED)

5. Creation and cancellation of units (CONTINUED)

FUND	Rand movement		Unit movement		Units in issue	
	2017 R000's	2016 R000's	2017 000's	2016 000's	2017 000's	2016 000's
Moderate Balanced Fund A	11 344	2 562	5 370	1 209	10 071	4 701
Moderate Balanced Fund B1	169 866	131 247	80 302	63 950	149 584	69 282
Money Market Fund A	(226 377)	788 371	(242 197)	788 371	3 530 262	3 772 459
Money Market Fund A2	20 430	20 972	21 564	20 972	221 069	199 505
Money Market Fund B	885 731	996 586	902 730	996 586	7 423 245	6 520 515
Money Market Fund B2	10 032	(180 742)	9 742	(180 742)	1 207 239	1 197 497
Money Market Fund B3	156 850	(74 471)	156 858	(74 470)	156 867	9
Money Market Fund B5	380 762	289 189	378 635	289 189	902 817	524 182
Money Market Fund C	(1 019)	(1 321)	(925)	(1 320)	104	1 029
Multi-Managed Equity Fund B1	(5 378)	971 489	(2 346)	486 890	484 544	486 890
Multi-Managed Equity Fund B5	(14 720)	1 489 158	(7 434)	747 328	739 894	747 328
Multi-Managed Equity Fund B6	-	333	-	167	167	167
Multi-Managers Aggressive Balanced FoF A	24 631	17 125	11 361	8 363	20 503	9 142
Multi-Managers Aggressive Balanced FoF B4	155 851	184 768	71 508	89 611	161 487	89 979
Multi-Managers Balanced Fund of Funds A	(1 588 245)	(740 258)	(161 660)	(82 298)	384 728	546 388
Multi-Managers Balanced Fund of Funds B2	(228 876)	(239 345)	(23 695)	(26 377)	323 788	347 483
Multi-Managers Balanced Fund of Funds B4	807 262	(341 242)	79 030	(38 139)	803 020	723 990
Multi-Managers Balanced Fund of Funds C	(5 615)	(9 568)	(598)	(1 058)	3 467	4 065
Multi-Managers Balanced Fund of Funds C2	-	-	-	-	5	5
Multi-Managers Cautious Fund of Funds A	(19 501)	(13 678)	(8 144)	(5 884)	19 813	27 957
Multi-Managers Cautious Fund of Funds B4	52 663	49 845	21 791	21 478	137 331	115 540
Multi-Managers Cautious Fund of Funds C	-	-	-	-	33	33
Multi-Managers Defensive Fund of Funds A	(1 227 715)	(516 314)	(180 126)	(81 430)	230 540	410 666
Multi-Managers Defensive Fund of Funds B2	(38 164)	(37 040)	(5 656)	(5 834)	51 117	56 773
Multi-Managers Defensive Fund of Funds B4	802 274	(144 671)	115 520	(22 828)	619 561	504 041
Multi-Managers Defensive Fund of Funds C	(3 187)	(6 382)	(483)	(1 004)	2 340	2 823
Multi-Managers Defensive Fund of Funds C2	-	-	-	-	5	5
Multi-Managers Enhanced Income Fund of Funds A	(32 917)	(14 742)	(12 975)	(5 905)	34 728	47 703
Multi-Managers Enhanced Income Fund of Funds B4	123 089	29 884	48 734	11 968	99 294	50 560
Multi-Managers Enhanced Income Fund of Funds C	(65)	(355)	(25)	(145)	439	464
Multi-Managers Enhanced Income Fund of Funds C2	-	-	-	-	5	5
Multi-Managers Equity Fund of Funds A	(85 721)	(22 335)	(8 410)	(2 403)	16 011	24 421
Multi-Managers Equity Fund of Funds B2	-	(18)	-	(2)	-	-
Multi-Managers Equity Fund of Funds B4	59 271	(5 204)	5 712	(553)	9 808	4 096
Multi-Managers Equity Fund of Funds C	-	-	-	-	-	-
Multi-Managers Equity Fund of Funds C2	-	(46)	-	(5)	-	-
Multi-Managers Global Equity Fund of Funds B1	-	-	-	-	250	250
Multi-Managers Global Equity Fund of Funds B3	-	-	-	-	250	250
Multi-Managers Global Income Fund of Funds B1	-	-	-	-	150	150
Multi-Managers Global Income Fund of Funds B2	-	-	-	-	150	150
Multi-Managers Global Income Fund of Funds B3	-	-	-	-	200	200
Multi-Managers Global Property FOF B1	-	-	-	-	150	150
Multi-Managers Global Property FOF B2	-	-	-	-	150	150
Multi-Managers Global Property FOF B3	-	-	-	-	200	200
Multi-Managers Income Fund No. 1 B1	548 855	6 771	188 661	2 331	231 250	42 589
Multi-Managers Income Fund No. 1 B3	540 160	(614)	185 755	(184)	198 685	12 930
Multi-Managers Income Fund No. 2 B1	540 660	6 772	188 483	2 373	231 116	42 633
Multi-Managers Income Fund No. 2 B3	586 167	(5 630)	203 889	(1 978)	216 442	12 553
Multi-Managers Income Fund No. 3 B1	(656 367)	(966 651)	(349 356)	(495 601)	905 669	1 255 025
Multi-Managers Income Fund No. 3 B2	298 807	5 369	154 259	2 046	218 446	64 187
Multi-Managers Income Fund No. 3 B3	(627 312)	(1 360 681)	(322 150)	(709 679)	1 381 862	1 704 012
Multi-Managers Income Fund No. 4 B1	(607 096)	(966 651)	(319 036)	(492 198)	934 777	1 253 813
Multi-Managers Income Fund No. 4 B2	306 006	7 051	155 891	2 520	219 550	63 659
Multi-Managers Income Fund No. 4 B3	(457 050)	(1 392 502)	(232 265)	(728 747)	1 456 742	1 689 007
Multi-Managers Income Fund No. 5 B1	399 597	447 636	203 662	218 242	482 514	278 852
Multi-Managers Income Fund No. 5 B2	130 086	13 681	65 153	6 641	79 112	13 959
Multi-Managers Income Fund No. 5 B3	524 046	14 575	264 560	7 402	645 891	381 331
Multi-Managers Inflation Plus Fund No.3 B1	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.3 B2	47 123	4 601	7 529	791	66 227	58 698
Multi-Managers Inflation Plus Fund No.4 B1	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

5. Creation and cancellation of units (CONTINUED)

FUND	Rand movement		Unit movement		Units in issue	
	2017 R000's	2016 R000's	2017 000's	2016 000's	2017 000's	2016 000's
Multi-Managers Inflation Plus Fund No.4 B2	(634)	(67 649)	(102)	(7 897)	93 955	94 057
Multi-Managers Inflation Plus Fund No.4 B3	(36)	(177)	(4)	(21)	159	163
Multi-Managers Inflation Plus Fund No.5 B1	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.5 B2	(65 250)	(101 823)	(6 852)	(11 412)	84 489	91 341
Multi-Managers Inflation Plus Fund No.6 B1	-	(1 246)	-	(508)	-	-
Multi-Managers Inflation Plus Fund No.6 B2	-	(51 875)	-	(21 178)	-	-
Multi-Managers Inflation Plus Fund No.6 B3	-	(24)	-	(10)	-	-
Multi-Managers Inflation Plus Fund No.7 B1	-	-	-	-	506	506
Multi-Managers Inflation Plus Fund No.7 B2	36 786	12 303	15 984	5 456	39 738	23 754
Multi-Managers Maximum Return FoF B2	-	10	-	5	5	5
Multi-Managers Maximum Return FoF B4	30 647	25 656	13 512	12 484	26 265	12 753
Multi-Managers Maximum Return Fund of Funds A	6 881	8 625	3 157	4 202	7 674	4 517
Multi-Managers Money Market Fund A	(196 842)	(38 012)	(195 753)	(38 012)	104 981	300 734
Multi-Managers Money Market Fund B4	247 195	31 724	245 604	31 724	332 074	86 470
Multi-Managers Money Market Fund C	(1 149)	(295)	(649)	(295)	1 537	2 186
Multi-Managers Property Equity Fund B1	(73 185)	134 144	(29 850)	54 978	205 310	235 160
Multi-Managers Property Equity Fund B3	(92 290)	(54 798)	(36 670)	(23 546)	541 061	577 731
Multi-Managers Satellite Equity Fund No.1 B1	(330 589)	(127 528)	(26 354)	(10 054)	87 275	113 629
Multi-Managers Satellite Equity Fund No.1 B2	(1 641 224)	(5 800)	(121 067)	(762)	98 888	219 955
Multi-Managers Satellite Equity Fund No.1 B3	(30 351)	(67 339)	(2 310)	(5 130)	9 622	11 932
Multi-Managers Satellite Equity Fund No.1 B5	(892 731)	367 054	(71 276)	30 253	203 168	274 444
Multi-Managers Satellite Equity Fund No.2 B1	(2 136)	(21 053)	(181)	(2 083)	8 663	8 844
Multi-Managers Satellite Equity Fund No.2 B2	(1 413 850)	(24 741)	(130 312)	(819)	354 271	484 583
Multi-Managers Satellite Equity Fund No.2 B3	(39 168)	(24 906)	(3 680)	(2 382)	29 901	33 581
Multi-Managers Satellite Equity Fund No.2 B5	-	-	-	-	5	5
Multi-Managers Satellite Equity Fund No.3 B1	233 169	(327 648)	21 071	(30 008)	288 937	267 866
Multi-Managers Satellite Equity Fund No.3 B2	3 016 583	(185 870)	245 669	(17 982)	285 724	40 055
Multi-Managers Satellite Equity Fund No.3 B3	(31 458)	(26 961)	(2 611)	(2 382)	25 680	28 291
Multi-Managers Satellite Equity Fund No.3 B5	1 208 773	692 835	110 329	71 463	766 159	655 830
Multi-Managers Satellite Equity Fund No.4 B1	-	-	-	-	250	250
Multi-Managers Satellite Equity Fund No.4 B2	(2 910 110)	63 823	(903 705)	25 995	391 085	1 294 790
Multi-Managers Satellite Equity Fund No.4 B3	-	(24)	-	(8)	41	41
Premium Equity Fund B1	-	-	-	-	250	250
Premium Equity Fund B3	(46 712)	2 855	(16 177)	1 123	12 176	28 353
RAFI® 40 Tracker Fund A	5 147	49 786	2 231	16 512	213 660	211 429
RAFI® 40 Tracker Fund B1	36 990	(1 199)	10 814	(484)	43 234	32 420
RAFI® 40 Tracker Fund B2	-	-	-	-	5	5
RAFI® 40 Tracker Fund C	-	-	-	-	10	10
Real Income Fund A	(678 776)	583 623	(240 346)	212 360	783 484	1 023 830
Real Income Fund B1	328 234	(14 809)	116 519	(4 977)	888 036	771 517
Real Income Fund B2	23 457	330 598	8 498	120 783	140 561	132 063
Real Income Fund C	(13 998)	28 653	(4 998)	10 356	25 035	30 033
SA Quoted Property Fund A	(459 934)	(202 096)	(44 988)	(20 745)	197 049	242 037
SA Quoted Property Fund B1	105 028	7 309	10 625	700	14 707	4 082
SA Quoted Property Fund B2	(13 196)	(53 784)	(1 097)	(5 310)	130 611	131 708
SA Quoted Property Fund B4	252 305	42 910	24 597	4 192	187 924	163 327
SA Quoted Property Fund C	(16 060)	(30 980)	(1 587)	(3 137)	14 446	16 033
SA Quoted Property Fund C3	(1 316)	(2 043)	(132)	(214)	498	630
Stable Growth Fund A	(37 941)	(11 593)	(10 441)	(3 311)	552 012	562 453
Stable Growth Fund B1	168 105	453 790	53 783	155 822	710 643	656 860
Stable Growth Fund B2	26 072	(26 711)	9 639	(8 595)	589 839	580 200
Stable Growth Fund B3	-	-	-	-	5	5
Stable Growth Fund C	7	(217)	(1)	(74)	835	836
Top 40 Fund A	(78 849)	(62 936)	(9 188)	(7 264)	46 860	56 048
Top 40 Fund A2	2 568	3 475	274	391	1 142	868
Top 40 Fund B	12 470	(6 811)	1 220	(776)	3 933	2 713
Top Companies Fund A	(34 882)	(11 636)	(1 124)	(378)	9 377	10 501
Top Companies Fund B1	15 282	(843)	506	(18)	2 825	2 319
Top Companies Fund B2	(24 041)	(3 039)	(777)	(67)	17 162	17 939
Top Companies Fund C	(1)	(82)	-	(3)	13	13
Top Companies Fund R	(75 715)	(61 378)	(2 430)	(1 961)	28 127	30 557

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

6. Distributions

Income distributions to unitholders (cents per unit)

FUND	31 March		30 June		30 September		31 December	
	2017	2016	2017	2016	2017	2016	2017	2016
AdiceworxOldMutualEnhancedIncomeFundoffFunds	0.35	2.88	2.60	4.12	3.86	4.12	-	-
Adiceworx Old Mutual Inflation Plus 2-3% Fund of Funds	2.63	2.96	2.09	2.21	2.43	3.21	1.60	1.85
Adiceworx Old Mutual Inflation Plus 3-4% Fund of Funds	2.45	2.66	1.47	1.57	1.98	3.32	0.89	1.36
Adiceworx Old Mutual Inflation Plus 4-5% Fund of Funds	2.36	2.69	0.61	0.91	1.54	3.54	0.37	0.80
Adiceworx Old Mutual Inflation Plus 5-7% Fund of Funds	2.24	2.66	0.16	0.33	1.24	3.75	0.06	0.18
Albaraka Balanced Fund A	-	-	3.85	3.67	-	-	3.91	3.48
Albaraka Balanced Fund B0	-	-	5.97	5.80	-	-	6.14	5.64
Albaraka Balanced Fund B1	-	-	4.27	4.09	-	-	4.36	3.92
Albaraka Balanced Fund B2	-	-	5.01	4.86	-	-	5.18	4.71
Albaraka Equity Fund A	-	-	5.53	11.49	-	-	2.35	2.22
Albaraka Equity Fund B0	-	-	23.15	27.46	-	-	20.94	20.07
Albaraka Equity Fund B1	-	-	10.22	16.18	-	-	7.31	6.97
Balanced Fund A	-	-	15.14	18.74	-	-	15.64	14.93
Balanced Fund A3	-	-	10.73	14.37	-	-	10.92	10.56
Balanced Fund B1	-	-	18.11	21.62	-	-	18.83	17.90
Balanced Fund B2	-	-	26.20	29.54	-	-	27.52	25.95
Balanced Fund C	-	-	5.43	9.25	-	-	5.20	5.29
Balanced Fund R	-	-	17.70	21.23	-	-	18.37	17.46
Bond Fund B	-	-	14.57	13.59	-	-	14.78	14.58
Bond Fund B2	-	-	15.78	14.78	-	-	15.98	15.79
Bond Fund C	-	-	11.57	10.70	-	-	11.76	11.48
Bond Fund R	-	-	14.27	13.32	-	-	14.48	14.24
Capital Builder Fund A	-	-	5.38	4.04	-	-	5.40	5.42
Capital Builder Fund B1	-	-	5.78	4.45	-	-	5.87	5.89
Capital Builder Fund B2	-	-	7.01	5.65	-	-	7.17	7.11
Capital Builder Fund B3	-	-	6.23	4.89	-	-	6.31	6.30
Capped SWIX Index Fund A	-	-	0.27	-	-	-	2.34	-
Capped SWIX Index Fund B1	-	-	0.32	-	-	-	2.63	-
Core Balanced Fund A	-	-	2.47	2.67	-	-	2.19	2.45
Core Balanced Fund A2	-	-	2.47	2.66	-	-	2.19	2.46
Core Balanced Fund B1	-	-	2.75	2.98	-	-	2.53	2.73
Core Balanced Fund B2	-	-	3.17	3.39	-	-	2.97	3.15
Core Conservative Fund A	-	-	1.37	-	-	-	3.61	-
Core Conservative Fund B1	-	-	1.56	-	-	-	3.92	-
Core Conservative Fund B2	-	-	1.78	-	-	-	4.35	-
Dynamic Floor Fund A	-	-	8.11	8.19	-	-	7.99	7.18
Dynamic Floor Fund B1	-	-	9.04	9.10	-	-	8.96	8.09
Dynamic Floor Fund B2	-	-	11.61	11.65	-	-	11.65	10.67
Dynamic Floor Fund C	-	-	5.10	5.18	-	-	4.83	4.16
Enhanced Income Fund A	-	6.30	-	4.14	-	-	-	-
Enhanced Income Fund A2	-	-	-	-	-	-	-	-
Enhanced Income Fund B1	-	6.47	-	4.33	-	-	-	-
Enhanced Income Fund B2	-	7.00	-	4.85	-	-	-	-
Enhanced Income Fund B3	-	-	-	-	-	-	-	-
Enhanced Income Fund B4	-	6.57	-	4.43	-	-	-	-
Enhanced Income Fund C	-	5.77	-	3.42	-	-	-	-
Financial Services Fund A	-	-	15.41	19.26	-	-	26.05	22.50
Financial Services Fund B2	-	-	25.26	28.90	-	-	36.37	32.21
Financial Services Fund R	-	-	17.38	21.19	-	-	28.11	24.43
Flexible Fund A	-	-	13.16	15.84	-	-	14.11	11.45
Flexible Fund B1	-	-	16.19	18.83	-	-	17.44	14.57
Flexible Fund B2	-	-	24.54	26.98	-	-	26.46	22.90
Flexible Fund C	-	-	3.11	6.01	-	-	3.25	1.43
Flexible Fund R	-	-	15.77	18.42	-	-	16.97	14.03
Global Bond Feeder Fund A	-	-	-	-	-	-	-	-
Global Bond Feeder Fund C	-	-	1.08	1.53	-	-	-	0.09
Global Currency Feeder Fund A	-	-	-	-	-	-	-	4.46

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

6. Distributions (CONTINUED)

Income distributions to unitholders (cents per unit)

FUND	31 March		30 June		30 September		31 December	
	2017	2016	2017	2016	2017	2016	2017	2016
Global Currency Feeder Fund B1	-	-	-	-	-	-	0.09	5.09
Global Currency Feeder Fund B2	-	-	-	-	-	-	1.51	6.66
Global Currency Feeder Fund C	-	-	-	-	-	-	-	-
Global Emerging Market Fund A	-	-	-	-	-	-	-	0.48
Global Emerging Market Fund A7	-	-	-	-	-	-	-	-
Global Emerging Market Fund B1	-	-	-	-	-	-	1.67	2.18
Global Emerging Market Fund B2	-	-	-	-	-	-	-	11.57
Global Emerging Market Fund B3	-	-	-	-	-	-	3.08	7.52
Global Emerging Market Fund C	-	-	-	-	-	-	-	-
Global Equity Fund A	-	-	-	1.47	-	-	-	-
Global Equity Fund B1	-	-	-	6.79	-	-	-	-
Global Equity Fund B2	-	-	18.45	24.74	-	-	15.59	11.87
Global Equity Fund C	-	-	-	-	-	-	-	-
Global Equity Fund R	-	-	4.71	11.43	-	-	-	-
Global FTSE RAFI® Index Feeder Fund A	-	-	-	-	-	-	-	-
Global FTSE RAFI® Index Feeder Fund A2	-	-	-	-	-	-	-	-
Global FTSE RAFI® Index Feeder Fund B1	-	-	-	-	-	-	-	-
Global FTSE RAFI® Index Feeder Fund B3	-	-	-	-	-	-	-	0.28
Gold Fund A	-	-	0.63	-	-	-	-	-
Gold Fund B1	-	-	2.81	-	-	-	-	-
Gold Fund R	-	-	2.64	-	-	-	-	0.24
Growth Fund A	-	-	17.99	106.40	-	-	11.49	26.04
Growth Fund C	-	-	-	-	-	-	-	-
Growth Fund R	-	-	23.44	108.29	-	-	17.19	22.69
High Yield Opportunity Fund A	-	-	30.84	27.18	-	-	25.62	20.14
High Yield Opportunity Fund B	-	-	34.50	30.79	-	-	29.47	23.80
High Yield Opportunity Fund C	-	-	21.69	18.19	-	-	16.04	11.04
Income Fund A3	2.12	3.38	2.14	1.95	2.18	2.13	2.12	2.14
Income Fund B1	2.35	3.60	2.37	2.18	2.41	2.36	2.35	2.36
Income Fund B3	2.43	3.67	2.45	2.27	2.50	2.45	2.43	2.44
Income Fund C	2.60	4.34	2.59	2.35	2.66	2.59	2.55	2.58
Income Fund R	2.30	3.55	2.31	2.13	2.36	2.31	2.30	2.29
Industrial Fund A	-	-	11.62	127.03	-	-	7.55	14.78
Industrial Fund B2	-	-	29.48	145.94	-	-	26.68	32.85
Industrial Fund R	-	-	15.18	130.79	-	-	11.37	18.40
Investors' Fund A	-	-	257.09	2 073.85	-	-	295.71	384.21
Investors' Fund A7	-	-	257.45	-	-	-	296.12	251.61
Investors' Fund B1	-	-	335.61	2 133.02	-	-	378.32	441.37
Investors' Fund B2	-	-	560.24	2 378.73	-	-	614.72	570.27
Investors' Fund B3	-	-	461.27	2 274.20	-	-	510.57	469.24
Investors' Fund B5	-	-	447.66	2 229.76	-	-	496.31	455.49
Investors' Fund B7	-	-	335.90	17.97	-	-	378.66	341.33
Investors' Fund C	-	-	0.70	1 773.25	-	-	25.88	98.61
Investors' Fund R	-	-	335.61	2 141.51	-	-	378.34	341.04
Managed Alpha Equity Fund A	-	-	70.40	43.75	-	-	80.12	64.17
Managed Alpha Equity Fund B1	-	-	88.66	56.47	-	-	99.48	77.27
Managed Alpha Equity Fund C	-	-	10.77	-	-	-	16.84	-
Maximum Return Fund of Funds A	-	-	-	-	-	-	2.43	1.84
Maximum Return Fund of Funds B1	-	-	-	-	-	-	3.71	3.02
Maximum Return Fund of Funds B2	-	-	-	-	-	-	7.14	6.18
Maximum Return Fund of Funds C	-	-	-	-	-	-	-	-
Mid & Small-Cap Fund A	-	-	12.75	20.25	-	-	2.45	9.27
Mid & Small-Cap Fund B1	-	-	17.42	24.49	-	-	6.88	13.84
Mid & Small-Cap Fund B2	-	-	30.32	36.22	-	-	19.07	26.50
Mid & Small-Cap Fund R	-	-	18.58	25.57	-	-	7.99	14.99
Mining and Resources Fund A	-	-	21.80	15.64	-	-	62.24	12.82
Mining and Resources Fund B1	-	-	36.31	27.20	-	-	78.15	26.50
Mining and Resources Fund B2	-	-	67.26	51.74	-	-	112.02	55.71

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

6. Distributions (CONTINUED)

Income distributions to unitholders (cents per unit)

FUND	31 March		30 June		30 September		31 December	
	2017	2016	2017	2016	2017	2016	2017	2016
Mining and Resources Fund C	-	-	-	-	-	-	-	-
Mining and Resources Fund R	-	-	30.87	22.85	-	-	72.17	21.38
Moderate Balanced Fund A	-	-	3.12	3.64	-	-	3.21	3.38
Moderate Balanced Fund B1	-	-	3.51	4.06	-	-	3.66	3.79
Multi-Managed Equity Fund B1	-	-	2.47	0.41	-	-	3.23	2.73
Multi-Managed Equity Fund B5	-	-	1.49	0.24	-	-	2.15	1.72
Multi-Managed Equity Fund B6	-	-	1.00	0.16	-	-	1.67	1.27
Multi-Managers Aggressive Balanced FoF A	-	-	2.30	1.97	-	-	0.29	0.31
Multi-Managers Aggressive Balanced FoF B4	-	-	2.89	2.63	-	-	0.95	0.91
Multi-Managers Balanced Fund of Funds A	-	2.15	4.12	4.96	0.83	0.46	5.45	10.59
Multi-Managers Balanced Fund of Funds B2	3.75	5.88	8.20	8.88	4.95	4.41	9.84	14.50
Multi-Managers Balanced Fund of Funds B4	1.21	3.39	5.50	6.28	2.23	1.77	6.90	11.89
Multi-Managers Balanced Fund of Funds C	-	0.27	0.25	3.03	-	-	2.02	7.09
Multi-Managers Balanced Fund of Funds C2	-	-	-	2.03	-	-	-	5.80
Multi-Managers Cautious Fund of Funds A	1.76	2.03	2.52	2.47	1.53	1.61	1.57	2.69
Multi-Managers Cautious Fund of Funds B4	2.08	2.35	2.84	2.81	1.89	1.92	1.95	3.05
Multi-Managers Cautious Fund of Funds C	1.13	1.36	1.87	1.86	0.86	0.96	0.89	2.07
Multi-Managers Defensive Fund of Funds A	1.85	3.33	4.45	5.02	2.46	2.16	4.13	6.82
Multi-Managers Defensive Fund of Funds B2	4.56	5.98	7.26	7.77	5.36	4.95	7.16	9.56
Multi-Managers Defensive Fund of Funds B4	2.77	4.23	5.37	5.91	3.41	3.11	5.14	7.73
Multi-Managers Defensive Fund of Funds C	0.08	1.58	2.55	3.18	0.55	0.33	2.12	4.96
Multi-Managers Defensive Fund of Funds C2	-	1.13	1.71	2.71	0.08	-	1.60	4.36
Multi-Managers Enhanced Income Fund of Funds A	4.12	3.66	4.33	4.29	4.46	4.18	1.86	4.43
Multi-Managers Enhanced Income Fund of Funds B4	4.41	3.94	4.63	4.58	4.75	4.48	2.18	4.70
Multi-Managers Enhanced Income Fund of Funds C	3.32	2.88	3.55	3.50	3.64	3.39	1.09	3.63
Multi-Managers Enhanced Income Fund of Funds C2	3.17	2.73	3.35	3.31	3.46	3.22	0.89	3.43
Multi-Managers Equity Fund of Funds A	-	-	-	-	-	-	-	12.54
Multi-Managers Equity Fund of Funds B2	-	-	-	-	-	-	-	-
Multi-Managers Equity Fund of Funds B4	-	-	-	-	-	-	3.66	26.57
Multi-Managers Equity Fund of Funds C	-	-	-	-	-	-	-	2.12
Multi-Managers Equity Fund of Funds C2	-	-	-	-	-	-	-	-
Multi-Managers Global Equity Fund of Funds B1	-	-	-	-	-	-	6.65	6.83
Multi-Managers Global Equity Fund of Funds B3	-	-	-	-	-	-	6.23	6.40
Multi-Managers Global Income Fund of Funds B1	-	-	3.48	3.32	-	-	3.15	3.73
Multi-Managers Global Income Fund of Funds B2	-	-	3.47	3.31	-	-	3.15	3.73
Multi-Managers Global Income Fund of Funds B3	-	-	3.19	3.01	-	-	2.86	3.44
Multi-Managers Global Property FOF B1	-	-	3.47	3.31	-	-	3.15	3.72
Multi-Managers Global Property FOF B2	-	-	3.47	3.31	-	-	3.15	3.72
Multi-Managers Global Property FOF B3	-	-	3.18	3.02	-	-	2.86	3.43
Multi-Managers Income Fund No. 1	5.75	5.03	5.96	5.48	6.16	5.64	6.06	6.04
Multi-Managers Income Fund No. 1 B3	5.35	4.63	5.57	5.10	5.74	5.23	5.65	5.64
Multi-Managers Income Fund No. 2	5.66	5.48	5.78	5.73	5.90	5.78	6.02	5.84
Multi-Managers Income Fund No. 2 B3	5.20	5.03	5.33	5.28	5.44	5.34	5.55	5.38
Multi-Managers Income Fund No. 3 B1	3.78	3.81	4.15	4.15	4.01	3.80	3.85	4.17
Multi-Managers Income Fund No. 3 B2	3.76	3.82	4.16	4.13	4.00	3.81	3.84	4.17
Multi-Managers Income Fund No. 3 B3	3.52	3.57	3.91	3.90	3.76	3.56	3.58	3.93
Multi-Managers Income Fund No. 4 B1	4.06	3.88	4.24	4.13	4.09	3.42	4.30	4.00
Multi-Managers Income Fund No. 4 B2	4.05	3.89	4.23	4.13	4.11	3.24	4.29	4.02
Multi-Managers Income Fund No. 4 B3	3.74	3.58	3.93	3.85	3.78	3.08	3.97	3.70
Multi-Managers Income Fund No. 5 B1	1.58	2.06	2.22	2.51	2.27	2.31	1.97	1.88
Multi-Managers Income Fund No. 5 B2	1.57	2.06	2.22	2.51	2.27	2.31	1.97	1.89
Multi-Managers Income Fund No. 5 B3	1.32	1.82	1.97	2.26	2.03	2.06	1.72	1.64
Multi-Managers Inflation Plus Fund No.3 B1	-	-	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.3 B2	8.36	10.44	7.68	7.25	8.52	8.20	9.05	7.60
Multi-Managers Inflation Plus Fund No.4 B1	-	-	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.4 B2	11.76	9.13	5.13	5.73	9.36	9.15	6.10	5.19
Multi-Managers Inflation Plus Fund No.4 B3	10.86	8.21	4.20	4.71	8.43	8.22	5.13	4.28

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

6. Distributions (CONTINUED)

Income distributions to unitholders (cents per unit)

FUND	31 March		30 June		30 September		31 December	
	2017	2016	2017	2016	2017	2016	2017	2016
Multi-Managers Inflation Plus Fund No.5 B1	-	-	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.5 B2	11.16	7.61	7.22	9.10	10.33	9.62	3.99	6.54
Multi-Managers Inflation Plus Fund No.6 B1	-	3.39	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.6 B2	-	3.38	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.6 B3	-	-	-	-	-	-	-	-
Multi-Managers Inflation Plus Fund No.7 B1	3.09	3.97	2.26	-	2.85	2.62	2.60	2.50
Multi-Managers Inflation Plus Fund No.7 B2	3.13	3.99	2.26	-	2.86	2.62	2.59	2.46
Multi-Managers Maximum Return FoF B2	-	-	2.45	-	-	-	0.70	-
Multi-Managers Maximum Return FoF B4	-	-	1.26	0.93	-	-	-	-
Multi-Managers Maximum Return Fund of Funds A	-	-	0.66	0.34	-	-	-	-
Multi-Managers Property Equity Fund B1	3.85	3.70	2.60	2.41	4.03	4.25	3.08	2.69
Multi-Managers Property Equity Fund B3	3.46	3.34	2.20	1.99	3.63	3.86	2.65	2.31
Multi-Managers Satellite Equity Fund No. 1 B1	-	-	-	-	-	-	33.91	44.64
Multi-Managers Satellite Equity Fund No. 1 B2	-	-	-	-	-	-	33.92	44.62
Multi-Managers Satellite Equity Fund No. 1 B3	-	-	-	-	-	-	28.53	39.33
Multi-Managers Satellite Equity Fund No. 1 B5	-	-	-	-	-	-	23.75	34.65
Multi-Managers Satellite Equity Fund No.2 B1	-	-	-	-	-	-	28.57	26.71
Multi-Managers Satellite Equity Fund No.2 B2	-	-	-	-	-	-	28.57	26.71
Multi-Managers Satellite Equity Fund No.2 B3	-	-	-	-	-	-	25.01	23.34
Multi-Managers Satellite Equity Fund No. 2 B5	-	-	-	-	-	-	18.50	17.22
Multi-Managers Satellite Equity Fund No.3 B1	-	-	-	-	-	-	35.46	34.42
Multi-Managers Satellite Equity Fund No.3 B2	-	-	-	-	-	-	31.50	34.43
Multi-Managers Satellite Equity Fund No.3 B3	-	-	-	-	-	-	27.55	30.61
Multi-Managers Satellite Equity Fund No. 3 B5	-	-	-	-	-	-	27.24	26.91
Multi-Managers Satellite Equity Fund No.4 B1	-	-	-	-	-	-	6.87	8.83
Multi-Managers Satellite Equity Fund No.4 B2	-	-	-	-	-	-	6.87	8.84
Multi-Managers Satellite Equity Fund No.4 B3	-	-	-	-	-	-	5.35	7.43
Premium Equity Fund B1	-	-	4.64	3.94	-	-	4.35	4.32
Premium Equity Fund B3	-	-	6.07	5.38	-	-	5.87	5.50
RAFI® 40 Tracker Fund A	-	-	4.34	4.21	-	-	4.82	3.13
RAFI® 40 Tracker Fund B1	-	-	4.79	4.63	-	-	5.33	3.59
RAFI® 40 Tracker Fund B2	-	-	5.42	5.20	-	-	6.00	4.21
RAFI® 40 Tracker Fund C	-	-	2.15	2.18	-	-	2.41	0.89
Real Income Fund A	4.55	4.56	4.14	4.00	4.94	4.59	4.10	3.69
Real Income Fund B	4.85	4.90	4.46	4.30	5.27	4.91	4.42	4.03
Real Income Fund B2	5.50	5.52	5.08	4.94	5.94	5.56	5.07	4.64
Real Income Fund C	3.73	3.74	3.28	3.15	4.10	3.74	3.23	2.87
SA Quoted Property Fund A	14.12	12.00	8.31	8.30	15.43	14.68	8.61	7.30
SA Quoted Property Fund B	15.53	13.39	9.75	9.75	16.91	16.16	10.11	8.67
SA Quoted Property Fund B2	17.68	15.46	11.87	11.94	19.13	18.33	12.35	10.76
SA Quoted Property Fund B4	15.25	13.10	9.45	9.46	16.62	15.85	9.81	8.41
SA Quoted Property Fund C	10.57	8.57	4.77	4.67	11.74	11.06	4.88	3.83
SA Quoted Property Fund C3	10.99	8.95	5.20	5.13	12.17	11.49	5.34	4.25
Stable Growth Fund A	-	-	5.82	6.59	-	-	5.66	6.17
Stable Growth Fund B	-	-	6.42	7.21	-	-	6.28	6.75
Stable Growth Fund B2	-	-	8.04	8.78	-	-	8.00	8.40
Stable Growth Fund B3	-	-	7.29	8.02	-	-	7.17	7.65
Stable Growth Fund C	-	-	3.89	4.70	-	-	3.63	4.25
Top 40 Fund A	7.23	4.83	1.82	2.47	9.37	7.82	1.31	1.57
Top 40 Fund A2	7.24	4.79	1.78	2.48	9.41	7.82	1.30	1.58
Top 40 Fund B	7.85	5.43	2.44	3.12	10.10	8.45	2.04	2.22
Top Companies Fund A	-	-	16.12	166.84	-	-	19.78	30.01
Top Companies Fund B	-	-	22.21	171.44	-	-	26.13	34.41
Top Companies Fund B2	-	-	39.63	185.08	-	-	44.31	43.61
Top Companies Fund C	-	-	-	143.88	-	-	-	7.97
Top Companies Fund R	-	-	22.22	166.71	-	-	26.13	25.90

The funds below declare a daily distribution.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (CONTINUED)

6. Distributions (CONTINUED)

Income distributions to unitholders (cents per unit)

Annual yield to unitholders

	% 2017	% 2016
Dividend Income - Class A	3.11	3.12
Dividend Income - Class B1	3.34	3.35
Dividend Income - Class B2	4.02	4.03
Institutional Money Market - Class B1	8.43	8.06
Institutional Money Market - Class B2	8.40	8.37
Money Market - Class A	7.72	7.59
Money Market - Class A2	7.84	7.72
Money Market - Class B	8.03	7.90
Money Market - Class B2	8.33	8.21
Money Market - Class B3	8.43	8.16
Money Market - Class B5	7.72	7.59
Money Market - Class C	6.09	5.96
Multi-Managers Money Market - Class A	7.89	7.31
Multi-Managers Money Market - Class C	8.19	7.63
Multi-Managers Money Market - Class B4	6.37	5.82

The Interest Plus Fund declares a monthly distribution (cents per unit)

FUND		31 January	28 February	31 March	30 April	31 May	30 June
Interest Plus Fund A	2017	1.29	1.16	1.34	1.26	1.33	1.22
	2016	1.12	1.09	1.63	1.19	1.23	1.21
Interest Plus Fund B1	2017	1.32	1.19	1.37	1.28	1.32	1.30
	2016	1.13	1.14	1.65	1.23	1.25	1.24
Interest Plus Fund B2	2017	-	-	-	-	-	-
	2016	-	-	-	-	-	-
Interest Plus Fund B3	2017	1.38	1.24	1.43	1.35	1.38	1.35
	2016	1.19	1.19	1.72	1.28	1.31	1.29
Interest Plus Fund B5	2017	1.39	1.26	1.43	1.35	1.40	1.35
	2016	1.20	1.19	1.73	1.29	1.32	1.30
Interest Plus Fund C	2017	1.03	0.93	1.08	1.01	1.04	1.01
	2016	0.84	0.87	1.37	0.95	0.97	0.96
Fund		31 July	31 August	30 September	31 October	30 November	31 December
Interest Plus Fund A	2017	1.30	1.29	1.23	1.28	1.22	1.26
	2016	1.25	1.26	1.25	1.28	1.24	1.29
Interest Plus Fund B1	2017	1.33	1.32	1.26	1.31	1.24	1.29
	2016	1.28	1.28	1.29	1.31	1.27	1.32
Interest Plus Fund B2	2017	1.41	1.39	1.33	1.39	1.32	1.37
	2016	-	-	-	-	-	-
Interest Plus Fund B3	2017	1.39	1.38	1.31	1.37	1.31	1.35
	2016	1.35	1.34	1.34	1.37	1.33	1.38
Interest Plus Fund B5	2017	1.40	1.39	1.32	1.38	1.31	1.36
	2016	1.36	1.34	1.35	1.38	1.34	1.38
Interest Plus Fund C	2017	1.04	1.03	0.98	1.02	0.97	1.01
	2016	1.00	0.99	1.01	1.03	0.99	1.03

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

7. Cash and cash equivalents

FUND	Money market cash equivalents		Current accounts		Call accounts		Total	
	2017 R000's	2016 R000's	2017 R000's	2016 R000's	2017 R000's	2016 R000's	2017 R000's	2016 R000's
Adviceworx Enhanced Income Fund of Funds	-	-	-	8	-	-	-	8
Adviceworx Inflation Plus 2-3% Fund of Funds	-	-	4 831	21	-	-	4 831	21
Adviceworx Inflation Plus 3-4% Fund of Funds	-	-	2 734	1 585	-	-	2 734	1 585
Adviceworx Inflation Plus 4-5% Fund of Funds	-	-	2 934	1 785	-	-	2 934	1 785
Adviceworx Inflation Plus 5-7% Fund of Funds	-	-	99	687	-	-	99	687
Albaraka Balanced	-	-	47 611	38 824	-	-	47 611	38 824
Albaraka Equity	-	-	41 678	36 974	-	-	41 678	36 974
Balanced	-	-	138 230	78 657	281 873	22 396	420 103	101 053
Bond	-	-	1 512	1 713	2 000	5 500	3 512	7 213
Capital Builder	-	-	1 744	809	333 890	289 626	335 634	290 435
Capped SWIX Index Fund	-	-	3 856	-	233	-	4 089	-
Core Balanced Fund	-	-	9 664	1 425	-	-	9 664	1 425
Core Conservative Fund	-	-	382	-	12	-	394	-
Dividend Income	-	-	797	802	-	-	797	802
Dynamic Floor	-	-	90 976	110 519	144 111	47 230	235 087	157 749
Financial Services	-	-	1 061	959	-	-	1 061	959
Flexible	-	-	4 187	52 019	103 461	-	107 648	52 019
Global Bond Feeder	-	-	1 878	1 803	-	-	1 878	1 803
Global Currency Feeder	-	-	7 218	11 023	-	-	7 218	11 023
Global Emerging Market	-	-	33 733	46 851	-	-	33 733	46 851
Global Equity	-	-	328 028	207 703	547 500	281 500	875 528	489 203
Global FTSE RAFI® Fund of Funds	-	-	9 271	8 166	-	-	9 271	8 166
Gold	-	-	5 044	1 478	7 500	-	12 544	1 478
Growth	-	-	1 176	1 549	2 461	-	3 637	1 549
High Yield Opportunity	-	-	1 241	1 559	-	-	1 241	1 559
Income	-	-	1 618	1 327	33 500	11 000	35 118	12 327
Industrial	-	-	1 445	1 162	2 670	2 086	4 115	3 248
Institutional Money Market	746 543	659 779	7 694	9 335	97 571	127 071	851 808	796 185
Interest Plus	-	-	1 578	891	90 500	23 000	92 078	23 891
International Growth	-	-	27 187	57 748	-	-	27 187	57 748
Investors	-	-	2 085	1 491	1 151 437	458 560	1 153 522	460 051
Managed Alpha Equity Fund	-	-	7 938	7 862	490	479	8 428	8 341
Maximum Return Fund of Funds	-	-	7 997	8 516	-	-	7 997	8 516
Mid & Small-Cap Fund	-	-	1 045	1 275	-	-	1 045	1 275
Mining and Resources	-	-	5 015	18 277	21 500	6 000	26 515	24 277
Moderate Balanced Fund	-	-	3 414	2 300	4 793	5 285	8 207	7 585
Money Market	11 409 860	10 144 360	193 762	165 465	1 713 357	1 807 857	13 316 979	12 117 682
Multi-Managed Equity Fund	-	-	91 015	56 325	772	-	91 787	56 325
Multi-Managers Aggressive Balanced Fund of Funds	-	-	2 612	1 325	-	-	2 612	1 325
Multi-Managers Balanced Fund of Funds	-	-	11 305	5 822	-	-	11 305	5 822

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

7. Cash and cash equivalents (CONTINUED)

FUND	Money market cash equivalents		Current accounts		Call accounts		Total	
	2017 R000's	2016 R000's	2017 R000's	2016 R000's	2017 R000's	2016 R000's	2017 R000's	2016 R000's
Multi-Managers Cautious Fund of Funds	-	-	357	273	-	-	357	273
Multi-Managers Defensive Fund of Funds	-	-	1 456	3 071	-	-	1 456	3 071
Multi-Managers Enhanced Income Fund of Funds	-	-	436	1 461	-	-	436	1 461
Multi-Managers Equity Fund of Funds	-	-	224	289	-	-	224	289
Multi-Managers Global Equity Fund of Funds	-	-	1 033	1 034	-	-	1 033	1 034
Multi-Managers Global Income Fund of Funds	-	-	1 012	1 019	-	-	1 012	1 019
Multi-Managers Global Property Fund of Funds	-	-	1 012	1 018	-	-	1 012	1 018
Multi-Managers Income 1	-	-	-2 417	113	6 334	22 519	3 917	22 632
Multi-Managers Income 2	-	-	-349	416	4 616	7 900	4 267	8 316
Multi-Managers Income 3	-	-	-238	466	23 758	103 953	23 520	104 419
Multi-Managers Income 4	-	-	1 890	823	226 741	108 050	228 631	108 873
Multi-Managers Income 5	-	-	182	1 225	8 159	59 698	8 341	60 923
Multi-Managers Inflation Plus 3	-	-	36 033	31 424	4 734	9 652	40 767	41 076
Multi-Managers Inflation Plus 4	-	-	7 670	8 370	53 579	43 458	61 249	51 828
Multi-Managers Inflation Plus 5	-	-	2 087	18 006	4 542	6 863	6 629	24 869
Multi-Managers Inflation Plus 7	-	-	155	1 716	568	2 375	723	4 091
Multi-Managers Maximum Return Fund of Funds	-	-	392	134	-	-	392	134
Multi-Managers Money Market	422 812	370 121	2 562	2 621	12 000	14 000	437 374	386 742
Multi-Managers Property Equity Fund	-	-	85 449	31 568	-	-	85 449	31 568
Multi-Managers Satellite Equity 1	-	-	272 878	232 114	-	-	272 878	232 114
Multi-Managers Satellite Equity 2	-	-	1 089	1 078	81 647	54 950	82 736	56 028
Multi-Managers Satellite Equity 3	-	-	35 476	-142	60 633	223 235	96 109	223 093
Multi-Managers Satellite Equity 4	-	-	72 848	426	-	67 500	72 848	67 926
Premium Equity	-	-	1 219	1 216	915	9 376	2 133	10 592
RAFI® 40 Tracker	-	-	1 890	1 377	15 603	10 749	17 493	12 126
Real Income	-	-	98 673	120 873	130 500	415 114	229 173	535 987
SA Quoted Property	-	-	1 483	1 416	-	-	1 483	1 416
Stable Growth	-	-	16 661	71 327	184 170	168 042	200 831	239 369
Top 40	-	-	1 911	1 313	14 080	2 300	15 991	3 613
Top Companies	-	-	1 377	1 826	5 356	1 741	6 733	3 567

8. Recovery of expenses from capital

Where the expenses of a Fund exceed the income for a particular class of units, in the event that the Management Company considers it unlikely that the expenses will be recovered from future income earned, the shortfall is funded from the capital account, as provided for in the Trust Deeds.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

9. Unit prices

The value of units is based on closing market prices of the underlying securities and will fluctuate in accordance with any changes in those prices.

The fluctuations in the prices of the Funds and the repurchase prices at reporting date were as follows:

FUND	Repurchase price (cents)					
	2017 Minimum	2017 Maximum	2017 Last price	2016 Minimum	2016 Maximum	2016 Last price
Adiceworx Old Mutual Enhanced Income Fund of Funds	202.50	208.58	204.88	202.19	209.12	202.48
Adiceworx Old Mutual Inflation Plus 2-3% Fund of Funds	213.30	230.83	227.75	206.86	220.61	215.10
Adiceworx Old Mutual Inflation Plus 3-4% Fund of Funds	216.97	240.17	234.83	209.00	226.05	218.33
Adiceworx Old Mutual Inflation Plus 4-5% Fund of Funds	219.71	248.94	241.84	211.07	231.58	220.53
Adiceworx Old Mutual Inflation Plus 5-7% Fund of Funds	218.94	251.22	242.93	210.02	233.52	219.18
Albaraka Balanced Fund A	292.54	316.33	310.07	279.50	307.44	296.17
Albaraka Balanced Fund B0	292.58	317.97	312.29	279.77	309.16	298.34
Albaraka Balanced Fund B1	292.88	317.01	310.86	279.86	308.11	296.93
Albaraka Balanced Fund B2	292.90	317.62	311.67	279.95	308.73	297.71
Albaraka Equity Fund A	1 991.45	2 244.03	2 194.30	1 841.62	2 164.77	2 031.95
Albaraka Equity Fund B0	2 006.50	2 256.95	2 212.10	1 906.46	2 167.27	2 049.17
Albaraka Equity Fund B1	1 996.97	2 249.18	2 200.70	1 843.33	2 167.07	2 038.07
Balanced Fund A	1 450.02	1 654.20	1 614.24	1 380.88	1 518.15	1 463.28
Balanced Fund A3	1 427.38	1 625.00	1 584.60	1 358.68	1 491.07	1 436.42
Balanced Fund B1	1 450.02	1 656.61	1 617.40	1 381.09	1 520.54	1 466.16
Balanced Fund B2	1 450.12	1 663.26	1 626.12	1 381.81	1 527.19	1 474.05
Balanced Fund C	1 448.65	1 644.76	1 602.38	1 377.91	1 508.88	1 452.57
Balanced Fund R	1 450.07	1 656.30	1 616.99	1 381.10	1 520.25	1 465.78
Bond Fund B	335.20	358.58	356.76	320.28	355.17	352.39
Bond Fund B2	335.55	359.50	357.83	320.25	355.69	353.47
Bond Fund C	333.63	357.45	354.01	320.29	354.40	349.53
Bond Fund R	335.03	358.46	356.46	320.27	355.02	352.05
Capital Builder Fund A	246.35	268.10	264.46	242.64	256.46	251.91
Capital Builder Fund B1	246.34	268.47	264.92	242.68	256.88	252.36
Capital Builder Fund B2	246.35	269.47	266.19	242.78	258.03	253.55
Capital Builder Fund B3	246.35	268.81	265.35	242.71	257.28	252.77
Capped SWIX Index Fund A	192.40	221.96	221.96	-	-	-
Capped SWIX Index Fund B1	192.43	222.26	222.26	-	-	-
Core Balanced Fund A	202.49	227.61	224.36	186.11	212.31	205.02
Core Balanced Fund A2	202.51	227.64	224.39	186.11	212.32	205.05
Core Balanced Fund B1	202.53	227.90	224.73	186.12	212.54	205.33
Core Balanced Fund B2	202.53	228.25	225.18	186.20	212.94	205.75
Core Conservative Fund A	199.46	212.52	211.56	-	-	-
Core Conservative Fund B1	199.47	212.76	211.87	-	-	-
Core Conservative Fund B2	199.48	213.08	212.30	-	-	-
Dividend Income Fund A	100.00	100.00	100.00	100.00	100.00	100.00
Dividend Income Fund B1	100.00	100.00	100.00	100.00	100.00	100.00
Dividend Income Fund B2	100.00	100.00	100.00	100.00	100.00	100.00
Dynamic Floor Fund A	450.43	490.49	483.88	436.87	474.22	457.33
Dynamic Floor Fund B1	450.47	491.26	484.84	436.96	474.98	458.24
Dynamic Floor Fund B2	450.53	493.40	487.51	437.24	477.17	460.81
Dynamic Floor Fund C	450.24	487.82	480.59	436.41	471.53	454.20
Financial Services Fund A	1 315.85	1 571.66	1 571.04	1 214.74	1 446.60	1 408.64
Financial Services Fund B2	1 319.61	1 580.53	1 580.52	1 214.39	1 451.34	1 416.99
Financial Services Fund R	1 316.52	1 573.32	1 572.82	1 214.61	1 447.46	1 410.20
Flexible Fund A	1 497.71	1 728.65	1 708.68	1 411.12	1 582.01	1 509.05
Flexible Fund B1	1 497.73	1 731.21	1 712.08	1 411.34	1 584.50	1 512.09
Flexible Fund B2	1 497.71	1 738.02	1 721.15	1 412.03	1 591.39	1 520.14
Flexible Fund C	1 488.63	1 710.04	1 687.49	1 401.86	1 564.33	1 490.28
Flexible Fund R	1 497.69	1 730.80	1 711.54	1 411.34	1 584.18	1 511.52
Global Bond Feeder Fund A	515.88	619.08	533.01	549.98	674.17	554.66
Global Bond Feeder Fund C	528.30	637.44	549.60	561.80	682.93	566.60
Global Currency Feeder Fund A	298.46	372.63	321.52	323.40	404.43	325.52
Global Currency Feeder Fund B1	298.32	372.86	321.79	323.75	404.19	325.88
Global Currency Feeder Fund B2	298.63	374.29	323.20	325.30	404.50	327.45
Global Currency Feeder Fund C	288.81	357.03	307.46	309.79	393.12	311.82
Global Emerging Market Fund A	370.89	481.97	428.49	314.96	403.17	368.37

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

9. Unit prices (CONTINUED)

FUND	Repurchase price (cents)					
	2017 Minimum	2017 Maximum	2017 Last price	2016 Minimum	2016 Maximum	2016 Last price
Global Emerging Market Fund A7	408.80	482.48	428.78	-	-	-
Global Emerging Market Fund B1	372.59	486.07	432.38	316.46	406.18	371.65
Global Emerging Market Fund B2	375.69	497.83	447.19	319.38	415.92	383.88
Global Emerging Market Fund B3	374.06	489.92	435.65	317.81	410.64	378.27
Global Emerging Market Fund C	349.19	448.82	398.35	300.05	380.67	346.38
Global Equity Fund A	2 244.27	2 955.11	2 594.03	2 100.21	2 477.39	2 311.78
Global Equity Fund B1	2 261.78	2 986.96	2 623.49	2 112.85	2 493.35	2 327.38
Global Equity Fund B2	2 278.91	3 017.17	2 655.17	2 126.90	2 513.28	2 348.57
Global Equity Fund C	2 163.76	2 826.36	2 477.09	2 034.77	2 411.50	2 235.30
Global Equity Fund R	2 272.42	3 003.06	2 638.96	2 119.51	2 502.05	2 336.19
Global FTSE RAFI® Index Feeder Fund A	417.18	536.55	471.84	399.24	461.61	437.08
Global FTSE RAFI® Index Feeder Fund A2	418.57	534.87	473.40	402.83	462.59	438.40
Global FTSE RAFI® Index Feeder Fund B1	420.98	542.46	477.21	401.53	464.65	440.76
Global FTSE RAFI® Index Feeder Fund B3	425.09	548.74	482.92	404.16	468.17	444.98
Gold Fund A	589.34	791.29	617.65	580.46	1 272.18	669.78
Gold Fund B1	590.27	792.74	618.70	-	-	-
Gold Fund R	599.90	804.75	628.80	587.27	1 291.32	681.43
Growth Fund A	2 635.31	3 003.22	2 820.91	2 584.35	3 018.91	2 669.25
Growth Fund R	2 635.45	3 008.01	2 826.58	2 581.71	3 021.30	2 666.03
High Yield Opportunity Fund A	1 561.90	1 774.79	1 774.79	1 415.95	1 667.02	1 581.30
High Yield Opportunity Fund B	1 561.51	1 778.20	1 778.20	1 415.84	1 669.51	1 584.45
High Yield Opportunity Fund C	1 563.02	1 766.45	1 766.45	1 416.34	1 660.94	1 573.64
Income Fund A3	121.15	125.69	125.57	119.69	123.46	123.19
Income Fund B1	121.14	125.90	125.78	119.68	123.66	123.39
Income Fund B3	121.20	126.04	125.92	119.68	123.73	123.54
Income Fund C	171.11	177.11	176.93	169.03	173.95	173.58
Income Fund R	121.16	125.87	125.75	119.68	123.62	123.34
Industrial Fund A	2 366.06	2 879.00	2 580.88	2 287.67	2 797.17	2 395.55
Industrial Fund B2	2 366.07	2 895.11	2 599.17	2 302.25	2 813.84	2 413.06
Industrial Fund R	2 366.07	2 882.22	2 584.52	2 290.60	2 800.51	2 399.06
Institutional Money Market Fund B1	100.00	100.00	100.00	100.00	100.00	100.00
Institutional Money Market Fund B2	100.00	100.00	100.00	100.00	100.00	100.00
Interest Plus Fund A	201.31	203.23	203.06	200.45	202.55	202.48
Interest Plus Fund B1	200.06	203.26	203.09	200.47	202.58	202.51
Interest Plus Fund B2	201.78	203.33	203.16	-	-	-
Interest Plus Fund B3	201.32	203.33	203.16	200.47	202.64	202.57
Interest Plus Fund B5	201.33	203.33	203.16	200.47	202.65	202.58
Interest Plus Fund C	204.63	206.31	206.16	203.77	205.61	205.56
International Growth Fund of Funds A	478.76	615.63	541.58	474.34	598.96	502.94
International Growth Fund of Funds B	482.96	622.16	547.53	477.97	602.16	507.01
International Growth Fund of Funds C	456.15	581.22	510.39	454.43	580.48	480.74
Investors' Fund A	38 052.70	43 140.91	41 966.29	37 281.06	43 772.85	38 610.69
Investors' Fund A7	38 081.61	43 173.92	41 998.43	37 200.74	41 721.35	38 510.23
Investors' Fund B1	38 047.85	43 202.99	42 040.50	37 299.16	43 820.12	38 660.72
Investors' Fund B2	38 041.68	43 393.23	42 265.21	37 325.97	44 034.31	38 777.43
Investors' Fund B3	38 045.13	43 310.86	42 167.58	37 319.71	43 947.94	38 683.56
Investors' Fund B5	38 039.69	43 292.92	42 147.75	37 326.37	43 898.49	38 664.84
Investors' Fund B7	38 081.00	43 241.02	42 077.50	37 274.20	41 762.30	38 596.37
Investors' Fund C	37 944.43	42 794.07	41 584.08	36 944.72	43 395.08	38 226.62
Investors' Fund R	38 049.30	43 205.99	42 043.42	37 243.15	43 838.20	38 564.21
Managed Alpha Equity Fund A	8 752.37	9 972.40	9 972.40	7 933.11	9 531.99	8 851.97
Managed Alpha Equity Fund B1	8 752.53	9 991.83	9 991.83	7 933.94	9 533.90	8 864.57
Managed Alpha Equity Fund C	8 692.75	9 842.43	9 842.43	7 892.16	9 458.24	8 730.26
Maximum Return Fund of Funds A	285.57	349.20	325.40	276.11	302.88	287.29
Maximum Return Fund of Funds B1	286.78	351.87	328.05	277.40	304.65	289.64
Maximum Return Fund of Funds B2	286.82	355.22	331.63	277.76	306.03	292.80
Mid & Small-Cap Fund A	1 800.62	2 166.68	1 954.92	1 643.87	2 036.80	2 014.89
Mid & Small-Cap Fund B1	1 804.32	2 168.86	1 959.36	1 644.10	2 037.50	2 019.52
Mid & Small-Cap Fund B2	1 813.81	2 174.75	1 970.81	1 644.75	2 044.54	2 032.18

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

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9. Unit prices (CONTINUED)

FUND	Repurchase price (cents)					
	2017 Minimum	2017 Maximum	2017 Last price	2016 Minimum	2016 Maximum	2016 Last price
Mid & Small-Cap Fund R	1 804.98	2 169.31	1 960.17	1 644.17	2 038.08	2 020.59
Mining and Resources Fund A	5 581.84	7 664.46	7 209.38	3 954.20	6 621.02	6 372.94
Mining and Resources Fund B1	5 594.82	7 676.66	7 225.54	3 953.90	6 632.10	6 386.54
Mining and Resources Fund B2	5 620.70	7 700.11	7 257.62	3 953.17	6 655.50	6 415.35
Mining and Resources Fund C	5 466.94	7 494.03	7 034.76	3 932.15	6 524.50	6 270.99
Mining and Resources Fund R	5 590.27	7 672.51	7 219.88	3 954.04	6 628.05	6 381.54
Moderate Balanced Fund A	201.32	223.29	221.64	196.78	209.84	204.55
Moderate Balanced Fund B1	201.31	223.62	222.09	196.83	210.16	204.94
Money Market Fund A	100.00	100.00	100.00	100.00	100.00	100.00
Money Market Fund A2	100.00	100.00	100.00	100.00	100.00	100.00
Money Market Fund B	100.00	100.00	100.00	100.00	100.00	100.00
Money Market Fund B2	100.00	100.00	100.00	100.00	100.00	100.00
Money Market Fund B3	100.00	100.00	100.00	100.00	100.00	100.00
Money Market Fund B5	100.00	100.00	100.00	100.00	100.00	100.00
Money Market Fund C	100.00	100.00	100.00	100.00	100.00	100.00
Multi-Managed Equity Fund B1	183.58	216.06	208.59	180.27	200.28	186.79
Multi-Managed Equity Fund B5	183.58	215.20	207.52	179.47	200.24	185.82
Multi-Managed Equity Fund B6	183.58	214.83	207.06	179.11	200.24	185.37
Multi-Managers Aggressive Balanced FoF A	202.62	236.79	228.37	188.48	214.31	203.03
Multi-Managers Aggressive Balanced FoF B4	203.16	237.95	229.62	189.12	215.45	204.13
Multi-Managers Balanced Fund of Funds A	887.91	1 030.41	999.56	840.24	937.31	898.84
Multi-Managers Balanced Fund of Funds B2	887.85	1 032.40	1 003.66	840.84	940.24	902.47
Multi-Managers Balanced Fund of Funds B4	887.90	1 031.07	1 000.93	840.46	938.28	900.05
Multi-Managers Balanced Fund of Funds C	888.30	1 028.51	996.65	840.25	936.19	895.86
Multi-Managers Balanced Fund of Funds C2	887.97	1 025.89	993.76	839.81	935.34	894.26
Multi-Managers Cautious Fund of Funds A	229.46	249.49	246.13	220.28	238.06	232.14
Multi-Managers Cautious Fund of Funds B4	229.44	249.65	246.47	220.33	238.29	232.47
Multi-Managers Cautious Fund of Funds C	234.00	254.12	250.34	224.49	242.27	236.10
Multi-Managers Defensive Fund of Funds A	627.25	707.28	690.49	599.91	656.57	634.25
Multi-Managers Defensive Fund of Funds B2	627.23	708.63	693.30	600.38	658.62	636.79
Multi-Managers Defensive Fund of Funds B4	627.23	707.74	691.44	600.06	657.26	635.08
Multi-Managers Defensive Fund of Funds C	627.55	706.68	688.92	599.84	655.48	632.79
Multi-Managers Defensive Fund of Funds C2	625.17	703.76	685.83	597.49	652.65	629.84
Multi-Managers Enhanced Income Fund of Funds A	248.23	255.29	255.29	244.32	252.47	252.47
Multi-Managers Enhanced Income Fund of Funds B4	248.23	255.55	255.55	244.30	252.73	252.73
Multi-Managers Enhanced Income Fund of Funds C	248.54	254.87	254.87	244.58	252.01	252.01
Multi-Managers Enhanced Income Fund of Funds C2	248.31	254.44	254.44	244.34	251.58	251.58
Multi-Managers Equity Fund of Funds A	909.26	1 087.84	1 056.08	808.95	973.24	922.53
Multi-Managers Equity Fund of Funds B4	907.80	1 089.90	1 058.51	808.47	982.08	934.97
Multi-Managers Equity Fund of Funds C	941.15	1 114.81	1 081.02	836.75	999.66	944.25
Multi-Managers Global Equity Fund of Funds B1	199.86	206.60	206.60	200.00	206.80	206.80
Multi-Managers Global Equity Fund of Funds B3	200.06	206.18	206.18	199.97	206.37	206.37
Multi-Managers Global Income Fund of Funds B1	200.05	203.47	203.10	200.03	203.71	203.71
Multi-Managers Global Income Fund of Funds B2	200.07	203.47	203.11	200.02	203.71	203.71
Multi-Managers Global Income Fund of Funds B3	200.06	203.19	202.81	200.02	203.42	203.42
Multi-Managers Global Property FOF B1	200.05	203.46	203.10	200.01	203.68	203.68
Multi-Managers Global Property FOF B2	200.05	203.46	203.10	200.01	203.68	203.68
Multi-Managers Global Property FOF B3	200.05	203.17	202.82	200.01	203.40	203.40
Multi-Managers Income Fund No. 1	287.56	295.34	294.79	283.46	293.38	293.38
Multi-Managers Income Fund No. 1 B3	287.54	294.92	294.39	283.44	292.98	292.98
Multi-Managers Income Fund No. 2	283.39	293.67	293.67	278.47	289.03	288.93
Multi-Managers Income Fund No. 2 B3	283.37	293.20	293.20	278.46	288.59	288.45
Multi-Managers Income Fund No. 3 B1	188.28	199.67	197.37	181.20	197.17	194.26
Multi-Managers Income Fund No. 3 B2	188.20	199.60	197.13	181.14	197.11	194.18
Multi-Managers Income Fund No. 3 B3	188.22	199.43	197.15	181.18	196.95	194.01
Multi-Managers Income Fund No. 4 B1	190.39	202.12	201.65	182.69	198.24	196.54
Multi-Managers Income Fund No. 4 B2	190.40	202.13	201.66	182.67	198.10	196.58
Multi-Managers Income Fund No. 4 B3	190.32	201.84	201.36	182.67	197.94	196.26
Multi-Managers Income Fund No. 5 B1	192.17	206.51	203.78	193.77	207.30	203.62
Multi-Managers Income Fund No. 5 B2	192.29	206.64	203.91	193.89	207.45	203.74

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

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9. Unit prices (CONTINUED)

FUND	Repurchase price (cents)					
	2017 Minimum	2017 Maximum	2017 Last price	2016 Minimum	2016 Maximum	2016 Last price
Multi-Managers Income Fund No. 5 B3	192.04	206.27	203.55	193.77	207.18	203.37
Multi-Managers Inflation Plus Fund No.3 B2	609.02	665.75	648.67	601.51	632.94	622.56
Multi-Managers Inflation Plus Fund No.4 B2	813.66	905.68	878.74	800.34	890.82	821.52
Multi-Managers Inflation Plus Fund No.4 B3	813.52	905.10	877.66	799.60	890.09	820.54
Multi-Managers Inflation Plus Fund No.5 B2	871.16	1 000.79	993.26	809.30	905.13	878.90
Multi-Managers Inflation Plus Fund No.7 B1	227.51	240.78	239.84	215.58	233.14	230.43
Multi-Managers Inflation Plus Fund No.7 B2	227.55	240.76	239.82	215.60	233.13	230.43
Multi-Managers Maximum Return Fund of Funds A	201.33	248.00	229.12	189.22	216.95	201.64
Multi-Managers Maximum Return Fund of Funds B2	202.56	251.11	232.49	187.24	215.72	202.82
Multi-Managers Maximum Return Fund of Funds B4	202.49	249.96	231.09	189.89	218.08	202.79
Multi-Managers Money Market Fund A	100.00	100.00	100.00	100.00	100.00	100.00
Multi-Managers Money Market Fund B4	100.00	100.00	100.00	100.00	100.00	100.00
Multi-Managers Money Market Fund C	100.00	100.00	100.00	100.00	100.00	100.00
Multi-Managers Property Equity Fund B1	227.26	264.72	264.72	202.64	246.79	234.12
Multi-Managers Property Equity Fund B3	227.23	264.29	264.29	202.59	246.68	233.74
Multi-Managers Satellite Equity Fund No.1 B1	1 216.57	1 434.08	1 363.05	1 142.55	1 342.02	1 266.67
Multi-Managers Satellite Equity Fund No.1 B2	1 216.62	1 434.15	1 363.11	1 142.59	1 342.06	1 266.70
Multi-Managers Satellite Equity Fund No.1 B3	1 216.92	1 429.33	1 357.95	1 142.57	1 338.59	1 261.80
Multi-Managers Satellite Equity Fund No.1 B5	1 217.12	1 425.00	1 353.33	1 142.50	1 335.46	1 257.41
Multi-Managers Satellite Equity Fund No.2 B1	953.96	1 134.37	1 100.42	825.16	1 045.74	979.76
Multi-Managers Satellite Equity Fund No.2 B2	953.96	1 134.37	1 100.42	825.16	1 045.74	979.76
Multi-Managers Satellite Equity Fund No.2 B3	954.26	1 131.34	1 097.08	825.29	1 043.66	976.76
Multi-Managers Satellite Equity Fund No.2 B5	954.82	1 125.81	1 091.01	825.53	1 039.90	971.33
Multi-Managers Satellite Equity Fund No.3 B1	1 068.96	1 335.98	1 312.47	940.86	1 131.43	1 103.47
Multi-Managers Satellite Equity Fund No.3 B2	1 069.02	1 333.06	1 308.11	940.91	1 131.50	1 103.55
Multi-Managers Satellite Equity Fund No.3 B3	1 069.03	1 329.17	1 303.84	940.84	1 128.89	1 099.80
Multi-Managers Satellite Equity Fund No.3 B5	1 069.11	1 328.02	1 303.70	940.82	1 126.42	1 096.25
Multi-Managers Satellite Equity Fund No.4 B1	298.90	368.62	342.82	244.99	327.80	306.29
Multi-Managers Satellite Equity Fund No.4 B2	299.07	368.83	343.02	245.13	327.99	306.46
Multi-Managers Satellite Equity Fund No.4 B3	299.37	368.70	341.78	245.33	327.28	305.38
Premium Equity Fund B1	255.11	299.47	292.44	226.82	273.04	259.55
Premium Equity Fund B3	255.11	300.69	293.96	226.94	274.35	260.69
RAFI® 40 Tracker Fund A	304.63	366.94	364.87	251.24	327.85	320.36
RAFI® 40 Tracker Fund B1	305.02	367.27	365.36	251.23	328.09	320.79
RAFI® 40 Tracker Fund B2	305.53	367.70	365.98	251.21	328.37	321.35
RAFI® 40 Tracker Fund C	312.32	376.87	373.99	259.24	337.06	328.34
Real Income Fund A	274.09	284.92	284.92	273.26	281.59	277.58
Real Income Fund B	274.08	285.24	285.24	273.27	281.85	277.89
Real Income Fund B2	274.11	285.88	285.88	273.30	282.46	278.49
Real Income Fund C	274.13	284.17	284.17	273.11	281.02	276.85
SA Quoted Property Fund A	964.75	1 071.82	1 071.82	892.11	1 041.69	988.29
SA Quoted Property Fund B	964.93	1 073.33	1 073.33	892.34	1 042.79	989.67
SA Quoted Property Fund B2	964.98	1 075.41	1 075.41	892.56	1 044.42	991.59
SA Quoted Property Fund B4	964.88	1 073.02	1 073.02	892.28	1 042.57	989.38
SA Quoted Property Fund C	964.51	1 068.23	1 068.23	891.64	1 039.03	984.97
SA Quoted Property Fund C3	964.53	1 068.66	1 068.66	891.67	1 039.35	985.34
Stable Growth Fund A	290.46	317.01	315.01	285.68	300.91	296.49
Stable Growth Fund B	290.45	317.46	315.61	285.80	301.39	297.04
Stable Growth Fund B2	290.50	318.76	317.34	286.14	302.74	298.68
Stable Growth Fund B3	290.47	318.13	316.51	286.00	302.09	297.92
Stable Growth Fund C	292.32	317.52	315.00	287.13	301.51	296.47
Top 40 Fund A	856.90	1 080.13	1 030.10	813.40	953.27	861.49
Top 40 Fund A2	856.70	1 080.71	1 030.66	813.44	953.33	861.32
Top 40 Fund B	856.69	1 081.13	1 031.36	813.48	953.66	861.91
Top Companies Fund A	2 946.02	3 324.27	3 145.96	2 887.63	3 386.83	2 988.87
Top Companies Fund B	2 945.91	3 329.05	3 151.80	2 891.04	3 390.61	2 992.98
Top Companies Fund B2	2 945.81	3 343.30	3 169.05	2 892.27	3 402.87	3 001.61
Top Companies Fund C	2 944.05	3 301.72	3 120.36	2 867.86	3 364.80	2 965.62
Top Companies Fund R	2 946.36	3 329.72	3 152.43	2 884.53	3 387.65	2 985.09

10. Financial instruments - associated risks and risk management

Risks and risk management

The Funds invest in financial assets. Each Fund is exposed to a mix of financial risks resulting predominantly from the instruments in which it invests.

Financial risk is limited firstly by the regulatory environment. The Collective Investment Schemes Control Act has strict and specific regulations as to what instruments may and may not be held.

Each Scheme is also governed by a Trust Deed, which commits it to a specific investment objective. The Trust Deed's investment objective is further refined into an investment mandate which requires the investment manager to manage the Fund in accordance with the specified mandate. As far as possible, compliance limits are built into the daily pricing systems and processes of investment managers and are checked and reported on daily.

The Financial Services Board gives initial approval for each Fund and reviews compliance of the Management Company at least annually. Daily checks are performed by the independent trustee/custodian as well as the compliance functions of the Management Company and each appointed investment manager to ensure compliance with investment mandates and limitations specified in the respective Trust Deeds and the regulations determined under the Collective Investments Scheme Control Act.

The nature of a Fund is determined by the Fund's objective and investment mandate, both of which dictate the nature of the underlying investments the Fund holds and the risk profile of the Fund.

Nature of Portfolios

The nature of the Funds are determined by the trust deed. Funds are firstly classified in terms of their geographic location and secondly, by their underlying investments. Geographically, Funds are classified as follows:

South African Portfolios: These are Funds that invest at least 70% of their assets in South African investment markets. These collective investment portfolios may invest a maximum of 25% of their assets outside of South Africa, plus an additional 5% in Africa excluding South Africa.

Worldwide Portfolios: These are Funds that invest in both South African and foreign markets. There are no limits set for either domestic or foreign assets.

Global Portfolios: These are Funds that invest in at least 80% of their assets outside South Africa, with no more than 80% exposure to assets of a specific geographical region.

Regional Portfolios: These are Funds that invest at least 80% of their assets outside South Africa, in a specific geographical region, including Africa, other than South Africa.

Please note that for the purpose of the above, "inward-listed securities" are deemed to be South African assets.

Each of these categories is sub-categorised into the second tier of classification, namely:

- Equity Portfolios
- Multi Asset portfolios;
- Interest Bearing portfolios; and
- Real Estate portfolios

The second tier of classification is sub-categorised into the second tier of classification, namely:

Equity Portfolios

- Equity - General portfolios
- Equity - Mid & Small cap portfolios
- Equity - Large cap portfolios
- Equity - Resources and Basic Industries

Multi Asset Portfolios

- Multi Asset Flexible portfolios
- Multi Asset High Equity portfolios
- Multi Asset Medium Equity portfolios
- Multi Asset Low Equity portfolios
- Multi Asset Income portfolios

Interest Bearing Portfolios

- Interest Bearing - Variable Term portfolios
- Interest Bearing - Short Term portfolios
- Interest Bearing - Money Market portfolios

Real Estate Portfolios

- Real Estate - General portfolios

10. Financial instruments - associated risks and risk management (CONTINUED)

Equity Portfolios

These Funds invest a minimum of 80% of the market value of the portfolios in equities and generally seek maximum capital appreciation as their primary goal.

Equity – General portfolios – These Funds invest in selected shares across all industry groups as well as across the range of large, mid and smaller caps shares. While the managers of these Funds may subscribe to different investment styles or approaches, their intent is to produce a risk/return profile that is comparable with the risk/return profile of the overall JSE equities market. The Funds in this category offer medium to long-term capital growth as their primary investment objective.

Equity – Mid & Small cap portfolios – These Funds invest at least 80% of the market value of the Funds in shares which have a market capitalisation smaller than the company with the lowest market capitalisation in the FTSE/JSE Top 40 Index, or an appropriate foreign index published by an exchange. 100% of share purchases must be in this investable universe at time of purchase. Due to both the nature and focus of these Funds, they may be more volatile than Funds that are diversified across the broader market.

Equity – Large cap portfolios – These Funds invest at least 80% of the market value of the Funds in large market capitalisation shares which have a market capitalisation greater than or equal to the company with the lowest market capitalisation in the FTSE/JSE Top Index, or an appropriate foreign index published by an exchange. 100% of share purchases must be in this investable universe at time of purchase.

Equity – Resources portfolios – These Funds invest at least 80% of the market value of the Funds in shares listed in the FTSE/JSE Oil & Gas and Basic Materials industry groups or in a similar sector of an international stock exchange. Up to 10% of a Fund may be invested in shares outside the defined sectors in companies that conduct similar business activities as those in the defined sectors. Due to both the nature and focus of these Funds, they may be more volatile than Funds that are diversified across a wider range of FTSE/JSE industry groups.

Multi Asset Portfolios

Multi Asset portfolios are Funds that invest a wide spread of investments in the equity, bond, money and property markets to maximise total returns (comprising capital and income growth) over the long term.

Multi Asset – High Equity portfolios – These Funds invest in a spectrum of investments in the equity, bond, money, or property markets. These Funds tend to have an increased probability of short term volatility aim to maximise long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 75% and a maximum effective property exposure (including international property) of up to 25% of the market value of the Fund. The underlying risk and return objectives of individual Funds may vary as dictated by each Funds mandate and stated investment objective and strategy.

Multi Asset – Medium Equity portfolios – These Funds invest in a spectrum of investments in the equity, bond, money, or property markets. These Funds tend to display average volatility, aim for medium to long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 60% and a maximum effective property exposure (including international property) of up to 25% of the market value of the portfolio. The underlying risk and return objectives of individual portfolios may vary as dictated by each portfolios mandate and stated investment objective and strategy.

Multi Asset – Low Equity portfolios – These portfolios invest in a spectrum of investments in the equity, bond, money, or property markets. These portfolios tend to display reduced short term volatility, aim for long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 40% and a maximum effective property exposure (including international property) of up to 25% of the market value of the Fund. The underlying risk and return objectives of individual Funds may vary as dictated by each Funds mandate and stated investment objective and strategy.

Multi Asset – Income portfolios – These Funds invest in a spectrum of equity, bond, money market, or real estate markets with the primary objective of maximising income. The underlying risk and return objectives of individual Funds may vary as dictated by each Funds mandate and stated investment objective and strategy. These Funds can have a maximum effective equity exposure (including international equity) of up to 10% and a maximum effective property exposure (including international property) of up to 25% of the market value of the portfolio.

Multi Asset – Flexible portfolios – These Funds invest in a flexible combination of investments in the equity, bond, money, or property markets. The Funds have complete or stipulated limited flexibility in their asset allocation both between and within asset classes, countries and regions. No minimum or maximum holding applies to South African or offshore investment. These Funds are often aggressively managed with assets being shifted between the various markets and asset classes to reflect changing economic and market conditions to maximise total returns over the long term.

Interest Bearing Portfolios

Interest Bearing Portfolios are Funds that invest exclusively in bond, money market investments and other interest earning securities. These Funds may not include equity securities, real estate securities or cumulative preference shares.

Interest Bearing – Variable Term portfolios – These Funds invest in bonds, fixed deposits and other interest bearing securities. These Funds may invest in short, intermediate and long-dated securities. The composition of the underlying investments is actively managed and will change over time to reflect the manager's assessment of interest rate trends. These Funds offer the potential for capital growth, together with a regular and high level of income. These Funds may not include equity securities, real estate securities or cumulative preference shares.

Interest Bearing – Short Term portfolios – These Funds invest in bonds, fixed deposits and other interest earning securities which have a fixed maturity date and either have a predetermined cash flow profile or are linked to benchmark yields, but exclude any equity securities, real estate securities or cumulative preference shares. To provide relative capital stability, the weighted average modified duration of the underlying assets is limited to a maximum of two. These Funds are less volatile and are characterised by a regular and high level of income.

10. Financial instruments - associated risks and risk management (CONTINUED)

Interest Bearing – Money market portfolios – These Funds seek to maximise interest income, preserve the Funds' capital and provide immediate liquidity. This is achieved by investing in money market instruments with a maturity of less than thirteen months while the average duration of the underlying assets may not exceed 90 days and a weighted average legal maturity of 120 days. The portfolios are typically characterised as short-term, highly liquid vehicles.

Real Estate Portfolios

Real Estate – General portfolios – These Funds invest in listed property shares, collective investment schemes in property and property loan stock and real estate investment trusts. The objective of these Funds is to provide high levels of income and long-term capital appreciation. These Funds invest at least 80% of the market value of the Fund in shares listed in the FTSE / JSE Real Estate industry group or similar sector of an international stock exchange and may include other high yielding securities from time to time. Up to 10% of a portfolio may be invested in shares outside the defined sectors in companies that conduct similar business activities as those in the defined sectors.

Global Portfolios

These are Funds that invest at least 80% of their assets outside South Africa, with no more than 80% exposure to assets of a specific geographical region.

Multi Asset Portfolios

Multi Asset portfolios are portfolios that invest in a wide spread of investments in the equity, bond, money and property markets to maximise total returns (comprising capital and income growth) over the long term.

Multi Asset – Income portfolios – These Funds invest in a combination of equity, bond, money market, property or derivative instruments with the primary objective of maximising income. The underlying risk and return objectives of individual portfolios may vary as dictated by each Funds mandate and stated investment objective and strategy. These Funds may have a maximum effective equity exposure (including international equity) of up to 10% and a maximum effective property exposure (including international property) of up to 25% of the market value of the Fund.

Multi Asset – Medium Equity portfolios – These Funds invest in a spectrum of investments in the equity, bond, money, or property markets. These Funds tend to display average volatility, aim for medium to long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 60% and a maximum effective property exposure (including international property) of up to 25% of the market value of the portfolio. The underlying risk and return objectives of individual Funds may vary as dictated by each Funds mandate and stated investment objective and strategy.

Multi Asset – Flexible portfolios – These Funds invest in a flexible combination of investments in international equity, bond, money, or property markets. The Funds have complete or stipulated limited flexibility in their asset allocation both between and within asset classes, countries and regions. These Funds are often aggressively managed with assets being shifted between the various markets and asset classes to reflect changing economic and market conditions to maximise total returns over the long term.

Regional Portfolios

These are Funds that invest at least 80% of their assets outside South Africa in a specified geographical region, including Africa, other than South Africa.

Equity – General portfolios – These Funds invest in selected shares from equity markets in a specified geographic region. They do not subscribe to a particular theme or investment style and will be invested across all market sectors, as well as across the range of large, mid and smaller cap shares. The Funds offer medium to long-term growth as their primary investment objective.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

The Funds are categorised as follows:

FUND	Geographic classification	Sector	Asset allocation classification
Adiceworx Enhanced Income	South African	Multi Asset	Income
Adiceworx Inflation Plus 2-3%	South African	Multi Asset	Low Equity
Adiceworx Inflation Plus 3-4%	South African	Multi Asset	Medium Equity
Adiceworx Inflation Plus 4-5%	South African	Multi Asset	High Equity
Adiceworx Inflation Plus 5-7%	South African	Multi Asset	Flexible
Albaraka Balanced	South African	Multi Asset	Medium Equity
Albaraka Equity	South African	Equity	General
Balanced	South African	Multi Asset	High Equity
Bond	South African	Interest Bearing	Variable Term
Capital Builder	South African	Multi Asset	Low Equity
Capped SWIX Index	South African	Equity	General
Core Balanced	South African	Multi Asset	High Equity
Core Conservative	South African	Multi Asset	Low Equity
Dividend Income	South African	Multi Asset	Income
Dynamic Floor	South African	Multi Asset	Medium Equity
Financial Services	South African	Equity	Financial
Flexible	South African	Multi Asset	Flexible
Global Bond Feeder	Global	Interest Bearing	Variable Term
Global Currency Feeder	Global	Interest Bearing	Short Term
Global Emerging Markets	Global	Equity	General
Global Equity	Global	Equity	General
Global FTSE RAFI® All World Index Feeder	Global	Equity	General
Gold	South African	Equity	Resources
Growth	South African	Equity	General
High Yield Opportunity	South African	Equity	General
Income	South African	Interest Bearing	Short Term
Industrial	South African	Equity	Industrial
Institutional Money Market	South African	Interest Bearing	Money market
Interest Plus	South African	Interest Bearing	Short Term
International Growth	Global	Multi Asset	Flexible
Investors'	South African	Equity	General
Managed Alpha Equity	South African	Equity	General
Maximum Return	Worldwide	Multi Asset	Flexible
Mid & Small-Cap	South African	Equity	Mid & Small Caps
Mining and Resources	South African	Equity	Resources and Basic Industries
Moderate Balanced	South African	Multi Asset	Medium Equity
Money Market	South African	Interest Bearing	Money market
Multi-Managed Equity	South African	Equity	General
Multi-Managers Aggressive Balanced	South African	Multi Asset	High Equity
Multi-Managers Balanced	South African	Multi Asset	High Equity
Multi-Managers Cautious	South African	Multi Asset	Low equity
Multi-Managers Defensive	South African	Multi Asset	Medium Equity
Multi-Managers Enhanced Income	South African	Multi Asset	Income
Multi-Managers Equity	South African	Equity	General
Multi-Managers Global Equity	Global	Equity	General
Multi-Managers Global Income	South African	Multi Asset	Income
Multi-Managers Global Property	Global	Real estate	General
Multi-Managers Income No. 1	South African	Multi Asset	Income
Multi-Managers Income No. 2	South African	Multi Asset	Income
Multi-Managers Income No. 3	South African	Multi Asset	Income
Multi-Managers Income No. 4	South African	Multi Asset	Income
Multi-Managers Income No. 5	South African	Multi Asset	Income
Multi-Managers Inflation Plus No. 3	South African	Multi Asset	High Equity
Multi-Managers Inflation Plus No. 4	South African	Multi Asset	High Equity
Multi-Managers Inflation Plus No. 5	South African	Multi Asset	High Equity
Multi-Managers Inflation Plus No. 7	South African	Multi Asset	High Equity
Multi-Managers Maximum Return	Worldwide	Multi Asset	Flexible
Multi-Managers Money Market	South African	Interest Bearing	Money market
Multi-Managers Property Equity	South African	Real estate	General
Multi-Managers Satellite Equity No. 1	South African	Equity	General
Multi-Managers Satellite Equity No. 2	South African	Equity	General
Multi-Managers Satellite Equity No. 3	South African	Equity	General
Multi-Managers Satellite Equity No. 4	South African	Equity	General
Premium Equity	South African	Equity	General
RAFI® 40 Tracker	South African	Equity	General
Real Income	South African	Multi Asset	Low equity
SA Quoted Property	South African	Real estate	General
Stable Growth	South African	Multi Asset	Low equity
Top 40	South African	Equity	Large capitalisation
Top Companies	South African	Equity	General

10. Financial instruments - associated risks and risk management (CONTINUED)

Financial risk management strategy

The Funds are exposed to financial risk through their financial assets and financial liabilities. In particular the key financial risk is that the proceeds from financial assets are not sufficient to fund the obligations arising from the redemption of units. The most significant components of financial risk are interest rate risk, liquidity risk, market risk and currency risk.

The main financial risks in the Funds are as follows:

MARKET RISK

Market risk is the potential for both loss and gain to the investor resulting from decreases and increases in the unit price of each Fund. The main causes of unit price changes are the result of price changes in the underlying instruments caused by movements in securities prices, changes in credit rating of instrument issuers, changes in the prevailing level of interest rates and currency movement relative to the Rand.

Return is the desired reward for assuming market risk. Market risk is managed daily by the Investment Manager with reference to the Fund's investment mandate. The objective being to produce the highest possible return for a given level of risk.

Following the media reports on 5 December 2017, Steinhoff International Holdings (SNH) released a statement on 6 December confirming the resignation of their CEO, Markus Jooste, amid the discovery of new information regarding irregularities in its financial accounts. Various press reports over the last few months have highlighted possible irregularities at Steinhoff or brushes with authorities

This news was not well received by the market and the Steinhoff share prices plummeted resulting in a downward movement of not only the Unit Trust funds but the overall index of the JSE as well.

The impact of market risk is mitigated by means of diversification. Trust deeds, investment guidelines, and prudential fund limits combined to ensure that adequate diversification is obtained, relative to the aim and risk profile of the Fund. Due diligences are conducted on investment managers, to understand their investment philosophy and ensure that they have adequate systems and processes to manage the Funds in accordance with approved investment guidelines, and that they act in a responsible manner. Accordingly, when reviewing the impact of Steinhoff on the Funds, the immediate performance impacts on the day following the announcements ranged from 0.10% to 6.53% per Fund. Some of the Funds have been selling off the Steinhoff exposure. Management's view on this share going forward is to tread very carefully since more announcements have been made which paints a bleaker picture.

PRICE RISK

Price risk is the risk that the value of the Fund fluctuates as a result of changes in market prices of instruments held, whether caused by factors specific to the underlying investments of the Fund, its issuer or all factors affecting all instruments traded in the market.

Price risk is mitigated primarily by diversification. Diversification being achieved through asset allocation, sector diversification and market diversification. Funds that invest primarily in a specific industry will have an increased exposure to market risk factors specific to that industry sector.

The majority of the Funds are simultaneously invested in various sectors of the market as well as various shares within each sector. As a sensitivity analysis on the assumption that all shares perform in line with sector movements will not represent a realistic and meaningful analysis, no sensitivity analysis has been performed.

The exposure to price fluctuations are governed by the investment mandate of each Fund and investors are able to assess the sensitivity and exposure to the relevant sector and share movements by referring to the investment mandate of each Fund and the portfolio composition of the Fund at any point in time.

The table below illustrates the effect of possible changes in the fair value of investments for price risks on profit or loss for the year. The sensitivity analysis is prepared with all other variables held constant, and is based on the balances at year end taking into account the reasonable possible changes in the next 12 months. It follows that the actual results may differ from the sensitivity analysis below and the difference could be material.

The disclosure provides information on the risk to which unit holders are exposed and it is not indicative of future performance.

The movement in risk has been disclosed for a 10% increase and decrease in the value of the Funds' equities and unit trusts.

Management considered this to be a reasonable change in the market based on the current economic environment.

FUND	2017 R000's		2016 R000's	
	10% increase in equity or unit trust	10% decrease in equity or unit trust	10% increase in equity or unit trust	10% decrease in equity or unit trust
Adviceworx Enhanced Income Fund of Funds	-	-	147	(147)
Adviceworx Inflation Plus 2-3% Fund of Funds	39 018	(39 018)	27 889	(27 889)
Adviceworx Inflation Plus 3-4% Fund of Funds	65 268	(65 268)	46 884	(46 884)
Adviceworx Inflation Plus 4-5% Fund of Funds	125 338	(125 338)	100 121	(100 121)
Adviceworx Inflation Plus 5-7% Fund of Funds	47 175	(47 175)	39 341	(39 341)
Albaraka Balanced	116 665	(116 665)	89 695	(89 695)
Albaraka Equity	225 017	(225 017)	209 094	(209 094)
Balanced	1 393 601	(1 393 601)	1 292 093	(1 292 093)
Capital Builder	65 779	(65 779)	84 403	(84 403)
Capped SWIX Index	15 827	(15 827)	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

PRICE RISK (CONTINUED)

FUND	2017 R000's		2016 R000's	
	10% increase in equity or unit trust	10% decrease in equity or unit trust	10% increase in equity or unit trust	10% decrease in equity or unit trust
Core Balanced	23 313	(23 313)	24 945	(24 945)
Core Conservative	7 758	(7 758)	-	-
Dividend Income	20	(20)	20	(20)
Dynamic Floor	129 240	(129 240)	120 363	(120 363)
Financial Services	67 165	(67 165)	66 791	(66 791)
Flexible	454 662	(454 662)	400 159	(400 159)
Global Bond Feeder	6 584	(6 584)	9 537	(9 537)
Global Currency Feeder	35 118	(35 118)	36 173	(36 173)
Global Emerging Market	81 186	(81 186)	153 584	(153 584)
Global Equity	1 238 574	(1 238 574)	1 012 954	(1 012 954)
Global FTSE RAFI® Fund of Funds	184 365	(184 365)	130 001	(130 001)
Gold	36 588	(36 588)	41 101	(41 101)
Growth	145 543	(145 543)	145 975	(145 975)
High Yield Opportunity	216 752	(216 752)	215 411	(215 411)
Industrial	127 074	(127 074)	127 733	(127 733)
International Growth	24 051	(24 051)	23 906	(23 906)
Investors	1 323 076	(1 323 076)	1 313 713	(1 313 713)
Managed Alpha Equity	48 206	(48 206)	44 131	(44 131)
Maximum Return Fund of Funds	49 599	(49 599)	43 451	(43 451)
Mid & Small-Cap	89 506	(89 506)	99 156	(99 156)
Mining and Resources	105 637	(105 637)	106 244	(106 244)
Moderate Balanced	20 467	(20 467)	8 912	(8 912)
Multi-Managed Equity	245 758	(245 758)	223 540	(223 540)
Multi-Managers Aggressive Balanced Fund of Funds	41 554	(41 554)	20 051	(20 051)
Multi-Managers Balanced Fund of Funds	1 502 232	(1 502 232)	1 437 334	(1 437 334)
Multi-Managers Cautious Fund of Funds	38 216	(38 216)	32 835	(32 835)
Multi-Managers Defensive Fund of Funds	618 532	(618 532)	609 691	(609 691)
Multi-Managers Enhanced Income Fund of Funds	33 928	(33 928)	24 311	(24 311)
Multi-Managers Equity Fund of Funds	26 948	(26 948)	25 604	(25 604)
Multi-Managers Income 1	18 903	(18 903)	5 496	(5 496)
Multi-Managers Income 2	11 193	(11 193)	1 341	(1 341)
Multi-Managers Income 3	188 353	(188 353)	142 607	(142 607)
Multi-Managers Income 4	63 851	(63 851)	66 944	(66 944)
Multi-Managers Income 5	38 311	(38 311)	16 934	(16 934)
Multi-Managers Inflation Plus 3	19 186	(19 186)	15 201	(15 201)
Multi-Managers Inflation Plus 4	58 380	(58 380)	56 427	(56 427)
Multi-Managers Inflation Plus 5	81 173	(81 173)	64 553	(64 553)
Multi-Managers Inflation Plus 7	7 002	(7 002)	1 853	(1 853)
Multi-Managers Maximum Return Fund of Funds	7 799	(7 799)	3 495	(3 495)
Multi-Managers Property Equity Fund	188 196	(188 196)	184 331	(184 331)
Multi-Managers Satellite Equity 1	517 009	(517 009)	745 576	(745 576)
Multi-Managers Satellite Equity 2	412 968	(412 968)	499 172	(499 172)
Multi-Managers Satellite Equity 3	1 729 369	(1 729 369)	1 078 949	(1 078 949)
Multi-Managers Satellite Equity 4	126 654	(126 654)	383 461	(383 461)
Premium Equity	2 325	(2 325)	4 768	(4 768)
RAFI® 40 Tracker	92 080	(92 080)	76 992	(76 992)
Real Income	99 355	(99 355)	131 413	(131 413)
SA Quoted Property	585 282	(585 282)	552 066	(552 066)
Stable Growth	272 282	(272 282)	242 565	(242 565)
Top 40	53 010	(53 010)	51 346	(51 346)
Top Companies	180 662	(180 662)	183 209	(183 209)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

PRICE RISK (CONTINUED)

The analysis inserted below sets out the asset allocation of the Funds and equity exposure by market sector as at 31 December:

FUND	YEAR	As a % of the total portfolio											Total	
		EQUITIES AND SPECIALIST SECURITIES							Derivatives****	Other CIS schemes	Bonds***	Cash*		
		Financials	Resources	Industrials	Property	Information technology	International equities	Specialist securities**						
Adiceworx Enhanced Income Fund of Funds	2017	-	-	-	-	-	-	-	-	-	-	-	-	-
	2016	-	-	-	-	-	-	-	-	99.45	-	0.55	100.00	
Adiceworx Old Mutual Inflation Plus 2-3% Fund of Funds	2017	-	-	-	-	-	-	-	-	98.78	-	1.22	100.00	
	2016	-	-	-	-	-	-	-	-	99.99	-	0.01	100.00	
Adiceworx Old Mutual Inflation Plus 3-4% Fund of Funds	2017	-	-	-	-	-	-	-	-	99.58	-	0.42	100.00	
	2016	-	-	-	-	-	-	-	-	99.66	-	0.34	100.00	
Adiceworx Old Mutual Inflation Plus 4-5% Fund of Funds	2017	-	-	-	-	-	-	-	-	99.77	-	0.23	100.00	
	2016	-	-	-	-	-	-	-	-	99.82	-	0.18	100.00	
Adiceworx Old Mutual Inflation Plus 5-7% Fund of Funds	2017	-	-	-	-	-	-	-	-	99.98	-	0.02	100.00	
	2016	-	-	-	-	-	-	-	-	99.83	-	0.17	100.00	
Albaraka Balanced	2017	0.10	12.21	26.45	0.23	1.99	-	-	-	19.67	2.69	36.66	100.00	
	2016	-	13.52	25.07	-	2.11	-	-	-	19.59	3.86	35.85	100.00	
Albaraka Equity	2017	0.18	21.71	46.97	0.43	3.52	4.07	-	-	21.30	-	1.82	100.00	
	2016	-	23.85	46.76	-	3.84	3.60	-	-	20.21	-	1.74	100.00	
Balanced	2017	12.83	9.59	21.02	8.52	-	-	1.78	-	22.93	15.77	7.56	100.00	
	2016	11.58	9.11	22.53	8.29	0.83	-	-	-	25.42	19.11	3.13	100.00	
Bond	2017	-	-	-	-	-	-	-	-	-	99.40	0.60	100.00	
	2016	-	-	-	-	-	-	-	-	-	98.74	1.26	100.00	
Capital Builder	2017	6.51	9.14	18.74	1.45	-	-	-	-	2.02	12.20	49.94	100.00	
	2016	6.47	8.85	17.89	1.70	-	-	-	-	3.32	10.50	51.27	100.00	
Capped Swix	2017	26.05	16.29	44.34	10.42	0.38	-	-	-	-	-	2.52	100.00	
	2016	-	-	-	-	-	-	-	-	-	-	-	-	
Core Balanced	2017	8.73	5.44	14.79	9.55	0.12	-	-	-	45.06	12.84	3.47	100.00	
	2016	11.47	7.76	27.72	10.81	0.29	17.66	-	-	11.13	12.66	0.50	100.00	
Core Conservative	2017	1.37	0.86	2.34	5.98	0.02	-	-	-	59.30	29.78	0.35	100.00	
	2016	-	-	-	-	-	-	-	-	-	-	-	-	
Dividend Income	2017	-	-	-	-	-	-	-	-	20.06	-	79.94	100.00	
	2016	-	-	-	-	-	-	-	-	19.96	-	80.04	100.00	
Dynamic Floor	2017	4.02	3.75	9.63	5.77	0.15	24.21	-	-	-	16.02	36.45	100.00	
	2016	3.47	3.17	12.69	4.05	0.39	24.55	-	-	-	17.32	34.36	100.00	
Financial Services	2017	96.27	-	-	-	-	-	-	-	3.57	-	0.16	100.00	
	2016	97.62	-	-	-	-	-	-	-	2.24	-	0.14	100.00	
Flexible	2017	12.09	11.39	25.26	9.79	-	0.65	0.98	-	25.40	2.06	12.38	100.00	
	2016	9.58	13.82	25.16	10.49	1.17	0.93	-	-	25.39	9.36	4.10	100.00	
Global Bond Feeder	2017	-	-	-	-	-	-	-	-	97.23	-	2.77	100.00	
	2016	-	-	-	-	-	-	-	-	98.14	-	1.86	100.00	
Global Currency Feeder	2017	-	-	-	-	-	-	-	-	97.99	-	2.01	100.00	
	2016	-	-	-	-	-	-	-	-	97.04	-	2.96	100.00	
Global Emerging Markets	2017	2.33	-	7.52	1.77	-	84.39	-	-	-	-	3.99	100.00	
	2016	3.15	1.34	8.01	1.76	-	82.78	-	-	-	-	2.96	100.00	
Global Equity	2017	-	-	-	-	-	93.40	-	-	-	-	6.60	100.00	
	2016	-	-	-	-	-	95.39	-	-	-	-	4.61	100.00	
Global FTSE RAFI® All World Feeder	2017	-	-	-	-	-	-	-	-	99.50	-	0.50	100.00	
	2016	-	-	-	-	-	-	-	-	99.38	-	0.62	100.00	

* Cash includes cash, call and money market instruments.

** Specialist securities include preference shares, convertible debentures and exchange traded funds.

*** Bonds include floating rate notes and debentures.

**** Derivatives include interest rate swaps.

Shari'ah compliant instruments have been classified as money market instruments under cash.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

PRICE RISK (CONTINUED)

FUND	YEAR	As a % of the total portfolio											Total
		EQUITIES AND SPECIALIST SECURITIES							Derivatives****	Other CIS schemes	Bonds***	Cash*	
		Financials	Resources	Industrials	Property	Information technology	International equities	Specialist securities**					
Gold	2017	-	63.61	-	-	-	32.74	0.34	-	-	-	3.31	100.00
	2016	-	68.84	-	-	-	30.49	0.31	-	-	-	0.36	100.00
Growth	2017	28.23	14.13	38.58	-	1.60	-	-	-	17.21	-	0.25	100.00
	2016	30.20	14.80	41.22	-	1.55	-	-	-	12.12	-	0.11	100.00
High Yield Opportunity	2017	22.88	22.13	41.06	10.71	1.27	-	-	-	1.89	-	0.06	100.00
	2016	19.50	19.65	46.45	11.31	1.35	-	-	-	1.67	-	0.07	100.00
Income	2017	-	-	-	-	-	-	-	-	-	72.99	27.01	100.00
	2016	-	-	-	-	-	-	-	-	-	79.56	20.44	100.00
Industrial	2017	10.68	4.09	73.65	-	6.04	-	-	-	5.22	-	0.32	100.00
	2016	9.83	5.13	80.07	-	-	-	-	-	4.72	-	0.25	100.00
Institutional Money Market	2017	-	-	-	-	-	-	-	-	-	-	100.00	100.00
	2016	-	-	-	-	-	-	-	-	-	-	100.00	100.00
Interest Plus	2017	-	-	-	-	-	-	-	-	-	29.70	70.30	100.00
	2016	-	-	-	-	-	-	-	-	-	31.17	68.83	100.00
International Growth	2017	-	-	-	-	-	-	-	-	84.56	5.88	9.56	100.00
	2016	-	-	-	-	-	-	-	-	80.54	-	19.46	100.00
Investors'	2017	28.59	17.03	43.73	1.11	1.52	-	-	-	-	-	8.02	100.00
	2016	30.91	15.39	48.79	-	1.53	-	-	-	-	-	3.38	100.00
Managed Alpha Equity Fund	2017	20.21	22.13	47.06	8.88	-	-	-	-	-	-	1.72	100.00
	2016	11.98	20.18	57.11	7.23	1.65	-	-	-	-	-	1.85	100.00
Maximum Return	2017	-	-	-	-	-	-	-	-	98.41	-	1.59	100.00
	2016	-	-	-	-	-	-	-	-	98.08	-	1.92	100.00
Mid & Small-Cap Fund	2017	24.30	3.87	61.34	-	5.91	-	-	-	4.46	-	0.12	100.00
	2016	20.06	2.98	68.90	-	6.32	-	-	-	1.61	-	0.13	100.00
Mining and Resources	2017	-	79.49	-	-	-	15.63	2.43	-	-	-	2.45	100.00
	2016	-	80.17	-	-	-	15.05	2.55	-	-	-	2.23	100.00
Moderate Balanced Fund	2017	7.50	6.26	13.63	2.63	-	-	1.90	-	26.19	27.18	14.71	100.00
	2016	7.60	6.41	14.09	3.59	-	-	2.54	-	24.37	19.88	21.52	100.00
Money Market	2017	-	-	-	-	-	-	-	-	-	-	100.00	100.00
	2016	-	-	-	-	-	-	-	-	-	-	100.00	100.00
Multi-Managed Equity Fund	2017	22.06	14.90	48.40	9.09	1.17	-	0.78	-	-	-	3.60	100.00
	2016	22.15	14.02	52.74	6.55	1.89	-	0.17	-	0.02	-	2.46	100.00
Multi-Manager Aggressive Balanced Fund of Funds	2017	-	-	-	-	-	-	-	-	99.38	-	0.62	100.00
	2016	-	-	-	-	-	-	-	-	99.34	-	0.66	100.00
Multi-Manager Balanced	2017	-	-	-	-	-	-	-	-	99.92	-	0.08	100.00
	2016	-	-	-	-	-	-	-	-	99.96	-	0.04	100.00
Multi-Manager Cautious	2017	-	-	-	-	-	-	-	-	99.91	-	0.09	100.00
	2016	-	-	-	-	-	-	-	-	99.92	-	0.08	100.00
Multi-Manager Defensive	2017	-	-	-	-	-	-	-	-	99.98	-	0.02	100.00
	2016	-	-	-	-	-	-	-	-	99.95	-	0.05	100.00
Multi-Manager Enhanced Income Fund of Funds	2017	-	-	-	-	-	-	-	-	99.87	-	0.13	100.00
	2016	-	-	-	-	-	-	-	-	99.40	-	0.60	100.00
Multi-Manager Equity Fund of Funds	2017	-	-	-	-	-	-	-	-	99.92	-	0.08	100.00
	2016	-	-	-	-	-	-	-	-	99.89	-	0.11	100.00
Multi-Manager Global Equity Fund of Funds	2017	-	-	-	-	-	-	-	-	-	-	100.00	100.00
	2016	-	-	-	-	-	-	-	-	-	-	100.00	100.00

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**** Derivatives include interest rate swaps.

Shari'ah compliant instruments have been classified as money market instruments under cash.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

PRICE RISK (CONTINUED)

FUND	YEAR	As a % of the total portfolio											
		EQUITIES AND SPECIALIST SECURITIES							Derivatives****	Other CIS schemes	Bonds***	Cash*	Total
		Financials	Resources	Industrials	Property	Information technology	International equities	Specialist securities**					
Multi-Manager Global Income Fund of Funds	2017	-	-	-	-	-	-	-	-	-	-	100.00	100.00
	2016	-	-	-	-	-	-	-	-	-	-	100.00	100.00
Multi-Manager Global Property Fund of Funds	2017	-	-	-	-	-	-	-	-	-	-	100.00	100.00
	2016	-	-	-	-	-	-	-	-	-	-	100.00	100.00
Multi-Manager Income No. 1	2017	-	-	-	-	-	-	-	-	15.36	19.55	65.09	100.00
	2016	-	-	-	-	-	-	-	-	34.07	38.88	27.05	100.00
Multi-Manager Income No. 2	2017	-	-	-	6.99	-	-	1.67	-	-	76.90	14.44	100.00
	2016	-	-	-	6.06	-	-	2.45	-	-	75.08	16.41	100.00
Multi-Manager Income No. 3	2017	-	-	-	-	-	-	-	-	39.30	59.58	1.12	100.00
	2016	-	-	-	-	-	-	-	-0.03	24.69	72.99	2.35	100.00
Multi-Manager Income No. 4	2017	-	-	-	11.11	-	-	1.33	-	-	83.10	4.46	100.00
	2016	-	-	-	8.51	-	-	3.09	-	-	83.67	4.73	100.00
Multi-Manager Income No. 5	2017	-	-	-	-	-	-	-	-	15.80	83.86	0.34	100.00
	2016	-	-	-	-	-	-	-	-	12.41	83.12	4.47	100.00
Multi-Manager Inflation Plus No. 3	2017	5.73	4.37	13.39	0.22	0.06	2.03	0.06	-	18.99	37.07	18.08	100.00
	2016	5.09	4.35	11.67	0.15	0.04	2.02	0.05	-	18.53	36.27	21.83	100.00
Multi-Manager Inflation Plus No. 4	2017	10.60	8.78	17.19	3.13	-	-	3.16	-	28.48	21.17	7.49	100.00
	2016	9.15	9.13	18.63	3.12	-	-	3.66	-	29.62	19.96	6.73	100.00
Multi-Manager Inflation Plus No. 5	2017	15.16	11.94	26.62	17.75	0.83	-	-	-	24.95	1.96	0.79	100.00
	2016	10.44	7.62	22.11	10.13	0.42	7.24	-	-	21.78	17.16	3.10	100.00
Multi-Manager Inflation Plus No.7	2017	3.02	2.39	5.29	11.01	0.17	0.00	-	-	51.81	25.55	0.76	100.00
	2016	2.29	1.63	4.76	9.94	0.08	3.10	-	-	11.52	55.72	10.96	100.00
Multi-Manager Maximum Return Fund of Funds	2017	-	-	-	-	-	-	-	-	99.50	-	0.50	100.00
	2016	-	-	-	-	-	-	-	-	99.62	-	0.38	100.00
Multi-Manager Money Market	2017	-	-	-	-	-	-	-	-	-	-	100.00	100.00
	2016	-	-	-	-	-	-	-	-	-	-	100.00	100.00
Multi-Manager Property Equity Fund No. 1	2017	-	-	-	95.66	-	-	-	-	-	-	4.34	100.00
	2016	-	-	-	98.32	-	-	-	-	-	-	1.68	100.00
Multi-Manager Satellite Equity No. 1	2017	13.68	14.13	63.41	3.77	-	-	-	-	-	-	5.01	100.00
	2016	15.92	15.81	58.95	6.30	-	-	-	-	-	-	3.02	100.00
Multi-Manager Satellite Equity No. 2	2017	18.25	17.74	52.53	9.09	-	-	0.43	-	-	-	1.96	100.00
	2016	18.69	20.09	51.96	7.22	-	-	0.93	-	-	-	1.11	100.00
Multi-Manager Satellite Equity No. 3	2017	20.06	16.26	51.56	4.77	2.26	-	-	-	4.54	-	0.55	100.00
	2016	20.27	15.25	52.04	3.08	0.70	-	-	-	6.59	-	2.07	100.00
Multi-Manager Satellite Equity No. 4	2017	25.63	11.42	50.46	5.38	0.58	-	0.86	-	-	0.24	5.43	100.00
	2016	17.36	21.88	41.85	13.62	2.18	-	1.16	-	-	0.21	1.74	100.00
Premium Equity	2017	15.33	9.55	35.01	4.01	-	-	-	-	-	-	36.10	100.00
	2016	15.56	10.84	33.48	4.31	-	-	-	-	-	-	35.81	100.00
RAFI® 40 Tracker	2017	24.22	35.25	35.67	3.00	-	-	-	-	-	-	1.86	100.00
	2016	24.97	45.01	25.72	2.75	-	-	-	-	-	-	1.55	100.00
Real Income	2017	1.73	-	1.20	11.58	-	-	3.00	-	1.78	60.20	20.51	100.00
	2016	1.21	-	3.97	11.24	-	-	3.90	-0.01	4.07	58.42	17.20	100.00
SA Quoted Property	2017	-	-	-	98.81	-	-	-	-	1.16	-	0.03	100.00
	2016	-	-	-	98.41	-	-	-	-	1.56	-	0.03	100.00
Stable Growth	2017	4.36	3.65	7.94	9.39	-	-	2.80	-	18.88	32.28	20.70	100.00
	2016	4.03	3.39	7.49	9.28	-	-	3.53	-	18.26	32.23	21.79	100.00
Top 40	2017	20.81	20.32	50.00	5.94	-	-	-	-	-	-	2.93	100.00
	2016	20.16	24.04	50.36	4.74	-	-	-	-	-	-	0.70	100.00
Top Companies	2017	28.17	16.17	48.47	-	0.97	-	-	-	5.85	-	0.37	100.00
	2016	34.56	23.36	37.20	-	2.40	-	-	-	2.29	-	0.19	100.00

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Shari'ah compliant instruments have been classified as money market instruments under cash.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

CURRENCY RISK

Certain Funds' mandates permit or require investment in financial instruments denominated in currencies other than Rand. As the Funds' net asset values are reported in Rands, movements in the foreign exchange rates in relation to the Rand would cause volatility in the Funds' Rand unit prices.

The following table summarises, for the Funds with currency exposure, the percentage of total investments exposed to fluctuations in exchange rates as at 31 December 2017. The Funds that are not reflected below only have Rand denominated investments. To the extent that Funds are invested in Rand denominated underlying investments, the earnings of which are susceptible to fluctuations in exchange rates, indirect foreign currency exposure exists. Fluctuations in the foreign currencies would cause the value of the investments to change as a result. This exposure has been quantified as a percentage of total assets and the impact of a 1% change in the currencies on net assets attributable to unitholders.

FUND		GBP		EURO		USD		JPY		Global [^]		Other ^{^^}		Total foreign		Change (1%)	
		2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Adviceworx Old Mutual Inflation Plus 2-3% Fund of Funds	% Rand 000's	-	-	-	-	-	-	-	-	23.09	20.66	-	-	23.09	20.66	-	0
Adviceworx Old Mutual Inflation Plus 3-4% Fund of Funds	% Rand 000's	-	-	-	-	-	-	-	-	91 216	57 616	-	-	91 216	57 616	912	576
Adviceworx Old Mutual Inflation Plus 4-5% Fund of Funds	% Rand 000's	-	-	-	-	-	-	-	-	24.33	24.13	-	-	24.33	24	3 057	2 420
Adviceworx Old Mutual Inflation Plus 5-7% Fund of Funds	% Rand 000's	-	-	-	-	-	-	-	-	24.06	25.43	-	-	24.06	25.43	1 135	1 002
Albaraka Balanced	% Rand 000's	-	-	-	-	(0.20)	0.27	-	-	19.70	19.59	-	-	19.50	19.86	-	-
Albaraka Equity	% Rand 000's	0.32	0.21	0.05	0.17	2.74	2.41	0.55	0.39	21.33	20.21	0.57	0.54	25.56	23.93	5 858	5 093
Balanced	% Rand 000's	-	-	-	-	0.70	0.46	-	-	22.93	25.41	-	-	23.63	25.87	42 952	43 000
Core Balanced	% Rand 000's	-	-	-	-	-	-	-	-	21.61	22.73	-	-	21.61	22.73	602	653
Core Conservative	% Rand 000's	-	-	-	-	-	-	-	-	20.09	-	-	-	20.09	-	223	-
Dynamic Floor	% Rand 000's	1.14	1.36	3.51	1.52	15.52	18.76	3.18	2.66	-	-	0.99	2.03	24.34	26.33	6 616	6 560
Flexible	% Rand 000's	-	-	-	-	0.06	-	-	-	25.40	25.38	0.65	0.93	26.11	26.31	13 873	12 167
Global Bond Feeder	% Rand 000's	-	-	-	-	-	-	-	-	97.23	98.14	-	-	97.23	98.14	658	954
Global Currency Feeder	% Rand 000's	-	-	-	-	-	-	-	-	97.99	97.04	-	-	97.99	97.04	3 512	3 617
Global Emerging Market	% Rand 000's	2.96	5.09	0.95	1.87	6.60	2.53	-	-	-	-	77.14	74.95	87.65	84.44	7 411	13 363
Global Equity	% Rand 000's	9.45	7.05	10.69	11.89	53.36	57.33	8.44	8.56	-	-	13.88	12.80	95.82	97.63	117 057	103 665
Global FTSE RAFI® All World Feeder	% Rand 000's	-	-	-	-	-	-	-	-	99.50	99.38	-	-	99.50	99.38	18 436	13 000
Gold	% Rand 000's	12.55	12.78	-	-	3.65	3.48	-	-	-	-	17.30	14.36	33.50	30.62	1 268	1 263
		47 479	52 705	-	-	13 820	14 348	-	-	-	-	65 470	59 247	126 769	126 300	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

CURRENCY RISK (CONTINUED)

FUND		GBP		EURO		USD		JPY		Global [^]		Other ^{^^}		Total foreign		Change (1%)	
		2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Growth	%	-	-	-	-	-	-	-	-	15.42	8.90	-	-	15.42	8.90	-	-
	Rand 000's	-	-	-	-	-	-	-	-	225 061	130 098	-	-	225 061	130 098	2 251	1 301
International Growth	%	12.83	20.06	-	-	-	-	-	-	84.56	79.94	-	-	97.39	100.00	-	-
	Rand 000's	36 495	59 531	-	-	-	-	-	-	240 515	239 061	-	-	277 010	298 592	2 770	2 986
Maximum Return	%	-	-	-	-	-	-	-	-	51.54	49.76	-	-	51.54	49.76	-	-
	Rand 000's	-	-	-	-	-	-	-	-	259 743	220 437	-	-	259 743	220 437	2 597	2 204
Mining and Resources	%	5.17	3.80	-	1.17	-	3.21	-	-	-	-	10.72	9.02	15.89	17.20	-	-
	Rand 000's	55 958	41 333	-	12 742	-	34 901	-	-	-	-	116 052	98 020	172 010	186 996	1 720	1 870
Moderate Balanced Fund	%	-	-	-	-	0.24	0.12	-	-	20.78	15.73	-	-	21.02	15.85	-	-
	Rand 000's	-	-	-	-	842	223	-	-	73 191	28 386	-	-	74 033	28 609	740	286
Real Income	%	-	-	-	-	-	-	-	-	1.78	4.07	0.02	0.56	1.80	4.63	-	-
	Rand 000's	-	-	-	-	-	-	-	-	91 661	219 165	1 138	30 380	92 799	249 545	928	2 495
Stable Growth	%	-	-	-	-	0.27	1.29	-	-	18.88	18.26	-	-	19.15	19.55	-	-
	Rand 000's	-	-	-	-	15 616	68 160	-	-	1 093 407	963 483	-	-	1 109 023	1 031 643	11 090	10 316
Multi-Managers Aggressive Balanced Fund of Funds	%	-	-	-	-	-	-	-	-	25.21	26.65	-	-	25.21	26.65	-	-
	Rand 000's	-	-	-	-	-	-	-	-	105 416	53 787	-	-	105 416	53 787	1 054	538
Multi-Managers Balanced Fund of Funds	%	-	-	-	-	-	-	-	-	25.00	28.67	-	-	25.00	28.67	-	-
	Rand 000's	-	-	-	-	-	-	-	-	3 758 769	4 122 250	-	-	3 758 769	4 122 250	37 588	41 223
Multi-Managers Cautious Fund of Funds	%	-	-	-	-	-	-	-	-	23.83	22.94	-	-	23.83	22.94	-	-
	Rand 000's	-	-	-	-	-	-	-	-	91 138	75 391	-	-	91 138	75 391	911	754
Multi-Managers Defensive Fund of Funds	%	-	-	-	-	-	-	-	-	24.92	28.96	-	-	24.92	28.96	-	-
	Rand 000's	-	-	-	-	-	-	-	-	1 541 579	1 766 268	-	-	1 541 579	1 766 268	15 416	17 663
Multi-Managers Inflation Plus No 3	%	0.26	0.26	3.32	1.16	2.34	5.01	-	-	16.62	16.02	2.62	1.32	25.16	23.77	-	-
	Rand 000's	1 115	943	14 212	4 215	9 993	18 160	-	-	71 104	58 130	11 194	4 774	107 618	86 222	1 076	862
Multi-Managers Inflation Plus No 4	%	-	-	-	-	-	-	-	-	28.49	29.64	5.06	1.06	33.55	30.70	-	-
	Rand 000's	-	-	-	-	-	-	-	-	233 168	228 116	41 374	8 159	274 542	236 275	2 745	2 363
Multi-Managers Inflation Plus No 5	%	-	1.95	-	2.26	-	5.33	-	-	23.59	14.37	-	-	23.59	23.91	-	-
	Rand 000's	-	15 590	-	18 129	-	42 700	-	-	196 881	115 110	-	-	196 881	191 529	1 969	1 915
Multi-Managers Inflation Plus No 7	%	-	0.05	-	0.64	0.01	5.39	-	-	19.54	2.54	-	-	19.55	8.62	-	-
	Rand 000's	-	29	-	358	14	2 996	-	-	18 569	1 413.00	-	-	18 583	4 796	186	48
Multi-Managers Maximum Return Fund of Funds	%	-	-	-	-	-	-	-	-	51.06	45.97	-	-	51.06	45.97	-	-
	Rand 000's	-	-	-	-	-	-	-	-	40 020	16 130	-	-	40 020	16 130	400	161

[^] **Global** - constitutes indirect investment in any of the abovementioned currencies by virtue of investment in another collective investment scheme.

^{^^} **Other** - constitutes direct investments in Australian Dollars; Canadian Dollars; Asian currencies (excluding Japanese YEN); other European currencies (not affiliated to the Euro).

The Funds' exposure to foreign currencies are governed by the investment mandate of each Fund and investors are able to assess the sensitivity and exposure to the relevant foreign currency movements by referring to the mandate of each Fund and the portfolio composition of the Fund at any point in time.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

INTEREST RATE RISK

Certain Funds' mandates permit or require investment in interest-bearing financial instruments. The fair values of fixed rate interest instruments are susceptible to changes in the prevailing level of interest rates. Funds with significant investments in interest-bearing financial instruments are exposed to interest rate risk. The impact of interest rate changes on the fair values of fixed rate interest instruments is more significant, the longer the term of the instrument. For interest rate risk, a change in the prevailing level of interest rates in effect at 31 December 2017 for fixed rate instruments will impact the fair value of these instruments. For cash flow interest rate risk, a change in the prevailing level of interest rates in effect at 31 December 2017 for variable rate instruments will impact the future cash flows associated with such instruments and thereby the yield of the Fund.

The table below illustrates the effect of possible changes in prevailing interest rates on profit or loss for the year. The sensitivity analysis is prepared with all other variables held constant, and is based on the balances at year end taking into account the reasonable possible changes in the next 12 months. The actual results may differ from the sensitivity analysis and the difference could be material.

The disclosure provides information on the risks to which unit holders are exposed and is not indicative of future performance.

The movement has been disclosed for a 1% increase and decrease in interest rate risk. Management considered this to be a reasonable change in the market based on the current economic environment.

FUND	2017 R000's		2016 R000's	
	1% Increase in market interest rates	1% Decrease in market interest rates	1% Increase in market interest rates	1% Decrease in market interest rates
Balanced	(127 197)	139 569	(150 735)	169 322
Bond	(35 027)	39 176	(35 494)	39 988
Capital Builder	(4 638)	4 752	(10 277)	10 851
Core Balanced	(3 003)	3 502	(3 193)	3 739
Dynamic Floor	(23 631)	25 538	(24 028)	25 719
Flexible	(11 158)	11 694	(22 362)	25 125
Income	(10 286)	10 532	(5 132)	5 236
Institutional Money market	(1 992)	2 010	(1 779)	1 796
Interest Plus	(7 175)	7 242	(6 849)	6 921
Money Market	(32 153)	32 453	(26 667)	26 916
Multi-Managers Income 1	(6 098)	5 887	(497)	486
Multi-Managers Income 2	(6 972)	6 731	(672)	657
Multi-Managers Income 3	(17 225)	16 631	(20 409)	19 965
Multi-Managers Income 4	(26 824)	25 899	(24 088)	23 564
Multi-Managers Income 5	(11 922)	11 510	(5 528)	5 408
Multi-Managers Inflation Plus 3	(1 788)	1 645	(981)	959
Multi-Managers Inflation Plus 4	(1 826)	1 680	(965)	944
Multi-Managers Inflation Plus 5	(201)	185	(719)	704
Multi-Managers Inflation Plus 7	(190)	174	(133)	131
Multi-Managers Money Market	(41)	41	(75)	73
Multi-Managers Satellite Equity 4	(570)	524	(613)	600
Real Income	(36 893)	38 418	(38 065)	40 160
Stable Growth	(74 035)	80 409	(70 784)	78 482

Only Funds that hold bonds and money market instruments are listed in the table above.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

INTEREST RATE RISK (CONTINUED)

The following table provides an analysis of interest bearing instruments by Fund, together with the split of instruments between fixed rate and variable rate instruments.

At 31 December 2017, the interest rate profile of the Funds' interest bearing financial assets was:

FUND	Cash and call %	Money market instruments %	Variable rate instruments %	FIXED RATE INSTRUMENTS								Total %	
				CORPORATE BONDS				GOVERNMENT BONDS					
				2018 < 1 year %	2019-2020 1-3 years %	2021-2024 3-7 years %	2024 > 7 years %	2018 < 1 year %	2019-2020 1-3 years %	2021-2024 3-7 years %	2024 > 7 years %		
				Adviceworx Old Mutual Inflation Plus 2-3% Fund of Funds	1.22	-	-	-	-	-	-		-
Adviceworx Old Mutual Inflation Plus 3-4% Fund of Funds	0.42	-	-	-	-	-	-	-	-	-	-	0.42	
Adviceworx Old Mutual Inflation Plus 4-5% Fund of Funds	0.23	-	-	-	-	-	-	-	-	-	-	0.23	
Adviceworx Old Mutual Inflation Plus 5-7% Fund of Funds	0.02	-	-	-	-	-	-	-	-	-	-	0.02	
Albaraka Balanced	2.48	34.18	-	-	2.69	-	-	-	-	-	-	-	39.35
Albaraka Equity	1.82	-	-	-	-	-	-	-	-	-	-	-	1.82
Balanced Fund	2.31	5.25	5.48	0.02	0.06	0.10	0.02	-	1.27	1.35	7.47	-	23.33
Bond	0.60	-	2.36	0.43	8.41	17.19	7.46	-	2.20	2.16	59.19	-	100.00
Capital Builder Fund	19.32	30.62	11.39	-	0.81	-	-	-	-	-	-	-	62.14
Capped SWIX Index Fund	2.52	-	-	-	-	-	-	-	-	-	-	-	2.52
Core Balanced Fund	3.47	-	3.47	-	0.05	0.05	-	-	0.29	0.74	8.24	-	16.31
Core Conservative Fund	0.35	-	5.80	-	0.15	0.15	-	-	0.85	2.15	20.68	-	30.13
Dividend Income Fund	79.94	-	-	-	-	-	-	-	-	-	-	-	79.94
Dynamic Floor Fund	8.65	27.80	6.51	-	0.06	-	-	-	0.11	2.70	6.64	-	52.47
Financial Services Fund	0.16	-	-	-	-	-	-	-	-	-	-	-	0.16
Flexible Fund	2.03	10.35	-	-	-	-	-	-	-	-	2.06	-	14.44
Global Bond Feeder	2.77	-	-	-	-	-	-	-	-	-	-	-	2.77
Global Currency Feeder	2.01	-	-	-	-	-	-	-	-	-	-	-	2.01
Global Emerging Markets	3.99	-	-	-	-	-	-	-	-	-	-	-	3.99
Global Equity	6.60	-	-	-	-	-	-	-	-	-	-	-	6.60
Global FTSE RAFI® All World Index Feeder	0.50	-	-	-	-	-	-	-	-	-	-	-	0.50
Gold	3.31	-	-	-	-	-	-	-	-	-	-	-	3.31
Growth	0.25	-	-	-	-	-	-	-	-	-	-	-	0.25
High Yield Opportunity	0.06	-	-	-	-	-	-	-	-	-	-	-	0.06
Income	1.96	25.05	48.27	12.21	10.50	1.76	0.16	0.02	-	0.07	-	-	100.00
Industrial	0.32	-	-	-	-	-	-	-	-	-	-	-	0.32
Institutional Money Market	12.36	87.64	-	-	-	-	-	-	-	-	-	-	100.00
Interest Plus	3.87	66.43	26.47	1.85	1.38	-	-	-	-	-	-	-	100.00
International Growth	9.56	-	-	5.88	-	-	-	-	-	-	-	-	15.44
Investors'	8.02	-	-	-	-	-	-	-	-	-	-	-	8.02
Managed Alpha Equity Fund	1.72	-	-	-	-	-	-	-	-	-	-	-	1.72
Maximum Return	1.59	-	-	-	-	-	-	-	-	-	-	-	1.59
Mid & Small-Cap Fund	0.12	-	-	-	-	-	-	-	-	-	-	-	0.12
Mining and Resources	2.45	-	-	-	-	-	-	-	-	-	-	-	2.45
Moderate Balanced Fund	2.33	12.38	15.57	-	-	-	-	-	0.09	2.40	9.12	-	41.89
Money Market	14.32	85.68	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Managed Equity Fund	3.60	-	-	-	-	-	-	-	-	-	-	-	3.60

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

INTEREST RATE RISK (CONTINUED)

FUND	Cash and call %	Money market instruments %	Variable rate instruments %	FIXED RATE INSTRUMENTS								Total %	
				CORPORATE BONDS				GOVERNMENT BONDS					
				2018 < 1 year %	2019-2020 1-3 years %	2021-2024 3-7 years %	2024 > 7 years %	2018 < 1 year %	2019-2020 1-3 years %	2021-2024 3-7 years %	2024 > 7 years %		
Multi-Manager Aggressive Balanced Fund of Funds	0.62	-	-	-	-	-	-	-	-	-	-	-	0.62
Multi-Manager Balanced	0.08	-	-	-	-	-	-	-	-	-	-	-	0.08
Multi-Manager Cautious	0.09	-	-	-	-	-	-	-	-	-	-	-	0.09
Multi-Manager Defensive	0.02	-	-	-	-	-	-	-	-	-	-	-	0.02
Multi-Manager Enhanced Income Fund of Funds	0.13	-	-	-	-	-	-	-	-	-	-	-	0.13
Multi-Manager Equity Fund of Funds	0.08	-	-	-	-	-	-	-	-	-	-	-	0.08
Multi-Manager Global Equity Fund of Funds	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Global Income Fund of Funds	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Global Property Fund of Funds	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Income Fund No. 1	0.32	64.77	17.52	0.84	-	0.41	0.65	-	-	-	-	0.13	84.64
Multi-Manager Income Fund No. 2	0.33	14.11	51.47	0.52	3.15	2.64	18.01	-	-	-	-	1.11	91.34
Multi-Manager Income Fund No. 3	0.49	0.63	20.87	-	0.33	0.41	1.54	-	-	-	-	36.43	60.70
Multi-Manager Income Fund No. 4	4.46	-	21.69	0.45	2.94	2.11	15.98	-	-	-	-	39.93	87.56
Multi-Manager Income Fund No. 5	0.34	-	28.35	-	0.11	0.14	3.35	-	-	-	-	51.91	84.20
Multi-Manager Inflation Plus Fund No. 3	9.53	8.55	29.10	0.60	2.69	0.83	-	-	-	0.69	3.16	-	55.15
Multi-Manager Inflation Plus Fund No. 4	7.49	-	2.86	-	-	-	-	1.24	1.07	1.22	14.78	-	28.66
Multi-Manager Inflation Plus Fund No. 5	0.79	-	0.33	-	0.17	0.28	0.39	-	-	-	-	0.79	2.75
Multi-Manager Inflation Plus Fund No. 7	0.76	-	11.46	-	-	-	0.89	-	-	0.41	12.79	-	26.31
Multi-Manager Maximum Return Fund of Funds	0.50	-	-	-	-	-	-	-	-	-	-	-	0.50
Multi-Manager Money Market	3.33	96.67	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Property Equity Fund No. 1	4.34	-	-	-	-	-	-	-	-	-	-	-	4.34
Multi-Manager Satellite Equity Fund No. 1	5.01	-	-	-	-	-	-	-	-	-	-	-	5.01
Multi-Manager Satellite Equity Fund No. 2	1.96	-	-	-	-	-	-	-	-	-	-	-	1.96
Multi-Manager Satellite Equity Fund No. 3	0.55	-	-	-	-	-	-	-	-	-	-	-	0.55
Multi-Manager Satellite Equity Fund No. 4	5.43	-	0.24	-	-	-	-	-	-	-	-	-	5.67
Premium Equity	5.86	30.24	-	-	-	-	-	-	-	-	-	-	36.10
RAFI® 40 Tracker	1.86	-	-	-	-	-	-	-	-	-	-	-	1.86
Real Income Fund	4.45	16.06	40.51	6.41	7.37	2.65	0.31	0.86	-	1.19	0.90	-	80.71
SA Quoted Property	0.03	-	-	-	-	-	-	-	-	-	-	-	0.03
Stable Growth Fund	3.47	17.23	16.58	0.06	0.14	0.39	0.04	-	1.28	2.59	11.20	-	52.98
Top 40	2.93	-	-	-	-	-	-	-	-	-	-	-	2.93
Top Companies	0.37	-	-	-	-	-	-	-	-	-	-	-	0.37

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

INTEREST RATE RISK (CONTINUED)

At 31 December 2016, the interest rate profile of the Funds' interest bearing financial assets was:

FUND	Cash and call %	Money market instruments %	Variable rate instruments %	FIXED RATE INSTRUMENTS								Total %	
				CORPORATE BONDS				GOVERNMENT BONDS					
				2017 < 1 year %	2018-2019 1-3 years %	2020-2023 3-7 years %	2023 > 7 years %	2017 < 1 year %	2018-2019 1-3 years %	2020-2023 3-7 years %	2023 > 7 years %		
				Advicework Enhanced Income Fund of Funds	0.55	-	-	-	-	-	-		-
Advicework Old Mutual Inflation Plus 2-3% Fund of Funds	0.01	-	-	-	-	-	-	-	-	-	-	0.01	
Advicework Old Mutual Inflation Plus 3-4% Fund of Funds	0.34	-	-	-	-	-	-	-	-	-	-	0.34	
Advicework Old Mutual Inflation Plus 4-5% Fund of Funds	0.18	-	-	-	-	-	-	-	-	-	-	0.18	
Advicework Old Mutual Inflation Plus 5-7% Fund of Funds	0.17	-	-	-	-	-	-	-	-	-	-	0.17	
Albaraka Balanced	2.61	33.24	-	-	-	3.86	-	-	-	-	-	-	39.71
Albaraka Equity	1.74	-	-	-	-	-	-	-	-	-	-	-	1.74
Balanced Fund	0.61	2.52	4.59	-	0.02	0.16	0.02	-	0.90	2.82	10.60	-	22.24
Bond	1.26	-	-	0.07	4.04	20.43	8.20	-	0.85	5.21	59.94	-	100.00
Capital Builder Fund	13.15	38.12	8.64	-	-	-	-	-	-	-	1.86	-	61.77
Core Balanced Fund	0.50	-	3.55	-	-	-	-	-	0.31	1.13	7.67	-	13.16
Dividend Income Fund	80.04	-	-	-	-	-	-	-	-	-	-	-	80.04
Dynamic Floor Fund	6.33	28.03	10.79	-	-	-	-	-	-	1.58	4.95	-	51.68
Enhanced Income Fund	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Financial Services Fund	0.14	-	-	-	-	-	-	-	-	-	-	-	0.14
Flexible Fund	1.12	2.98	1.61	-	-	-	-	-	-	1.88	5.87	-	13.46
Global Bond Feeder	1.86	-	-	-	-	-	-	-	-	-	-	-	1.86
Global Currency Feeder	2.96	-	-	-	-	-	-	-	-	-	-	-	2.96
Global Emerging Markets	2.96	-	-	-	-	-	-	-	-	-	-	-	2.96
Global Equity	4.61	-	-	-	-	-	-	-	-	-	-	-	4.61
Global FTSE RAFI® All World Index Feeder	0.62	-	-	-	-	-	-	-	-	-	-	-	0.62
Gold	0.36	-	-	-	-	-	-	-	-	-	-	-	0.36
Growth	0.11	-	-	-	-	-	-	-	-	-	-	-	0.11
High Yield Opportunity	0.07	-	-	-	-	-	-	-	-	-	-	-	0.07
Income	1.10	19.34	57.37	5.94	13.57	1.87	0.26	0.38	0.03	0.14	-	-	100.00
Industrial	0.25	-	-	-	-	-	-	-	-	-	-	-	0.25
Institutional Money Market	17.13	82.87	-	-	-	-	-	-	-	-	-	-	100.00
Interest Plus	1.27	67.56	26.22	2.76	1.46	-	-	0.73	-	-	-	-	100.00
International Growth	19.46	-	-	-	-	-	-	-	-	-	-	-	19.46
Investors'	3.38	-	-	-	-	-	-	-	-	-	-	-	3.38
Managed Alpha Equity Fund	1.85	-	-	-	-	-	-	-	-	-	-	-	1.85
Maximum Return	1.92	-	-	-	-	-	-	-	-	-	-	-	1.92
Mid & Small-Cap Fund	0.13	-	-	-	-	-	-	-	-	-	-	-	0.13
Mining and Resources	2.23	-	-	-	-	-	-	-	-	-	-	-	2.23
Moderate Balanced Fund	4.99	16.53	2.30	-	1.12	1.81	-	-	-	1.45	13.20	-	41.40
Money Market	16.28	83.72	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Managed Equity Fund	2.46	-	-	-	-	-	-	-	-	-	-	-	2.46
Multi-Manager Aggressive Balanced Fund of Funds	0.66	-	-	-	-	-	-	-	-	-	-	-	0.66

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

INTEREST RATE RISK (CONTINUED)

FUND	Cash and call %	Money market instruments %	Variable rate instruments %	FIXED RATE INSTRUMENTS								Total %	
				CORPORATE BONDS				GOVERNMENT BONDS					
				2017 < 1 year %	2018-2019 1-3 years %	2020-2023 3-7 years %	2023 > 7 years %	2017 < 1 year %	2018-2019 1-3 years %	2020-2023 3-7 years %	2023 > 7 years %		
Multi-Manager Balanced	0.04	-	-	-	-	-	-	-	-	-	-	-	0.04
Multi-Manager Cautious	0.08	-	-	-	-	-	-	-	-	-	-	-	0.08
Multi-Manager Defensive	0.05	-	-	-	-	-	-	-	-	-	-	-	0.05
Multi-Manager Enhanced Income Fund of Funds	0.60	-	-	-	-	-	-	-	-	-	-	-	0.60
Multi-Manager Equity Fund of Funds	0.11	-	-	-	-	-	-	-	-	-	-	-	0.11
Multi-Manager Global Equity Fund of Funds	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Global Income Fund of Funds	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Global Property Fund of Funds	100.00	-	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Income Fund No. 1	14.03	13.02	32.54	3.23	-	0.60	-	-	-	-	2.51	-	65.93
Multi-Manager Income Fund No. 2	5.28	11.13	60.14	2.49	0.31	1.27	7.70	-	-	-	3.17	-	91.49
Multi-Manager Income Fund No. 3	1.81	0.54	23.71	-	0.15	0.57	0.88	-	-	-	47.68	-	75.34
Multi-Manager Income Fund No. 4	1.89	2.84	30.59	-	3.94	1.48	21.49	-	-	-	26.17	-	88.40
Multi-Manager Income Fund No. 5	4.47	-	32.71	-	0.17	0.44	5.75	-	-	-	44.05	-	87.59
Multi-Manager Inflation Plus Fund No. 3	11.32	10.51	26.91	0.72	-	4.08	-	-	-	0.78	3.78	-	58.10
Multi-Manager Inflation Plus Fund No. 4	6.73	-	3.10	-	-	-	-	0.37	1.40	2.44	12.65	-	26.69
Multi-Manager Inflation Plus Fund No. 5	3.10	-	2.69	-	0.03	0.39	1.45	-	-	-	12.60	-	20.26
Multi-Manager Inflation Plus Fund No. 6	-	-	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Inflation Plus Fund No. 7	7.36	3.60	34.22	-	-	-	1.53	-	-	0.64	19.33	-	66.68
Multi-Manager Maximum Return Fund of Funds	0.38	-	-	-	-	-	-	-	-	-	-	-	0.38
Multi-Manager Money Market	4.30	95.70	-	-	-	-	-	-	-	-	-	-	100.00
Multi-Manager Property Equity Fund No. 1	1.68	-	-	-	-	-	-	-	-	-	-	-	1.68
Multi-Manager Satellite Equity Fund No. 1	3.02	-	-	-	-	-	-	-	-	-	-	-	3.02
Multi-Manager Satellite Equity Fund No. 2	1.11	-	-	-	-	-	-	-	-	-	-	-	1.11
Multi-Manager Satellite Equity Fund No. 3	2.07	-	-	-	-	-	-	-	-	-	-	-	2.07
Multi-Manager Satellite Equity Fund No. 4	1.74	-	0.21	-	-	-	-	-	-	-	-	-	1.95
Premium Equity	14.26	21.55	-	-	-	-	-	-	-	-	-	-	35.81
RAF® 40 Tracker	1.55	-	-	-	-	-	-	-	-	-	-	-	1.55
Real Income Fund	9.95	7.25	37.94	2.24	7.21	5.13	0.29	0.59	0.82	0.28	3.92	-	75.62
SA Quoted Property	0.03	-	-	-	-	-	-	-	-	-	-	-	0.03
Stable Growth Fund	4.54	17.25	9.20	0.02	1.01	2.27	0.05	1.37	0.72	4.02	13.57	-	54.02
Top 40	0.70	-	-	-	-	-	-	-	-	-	-	-	0.70
Top Companies	0.19	-	-	-	-	-	-	-	-	-	-	-	0.19

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

CREDIT RISK - EXPOSURE TO CREDIT RISK

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund.

The Collective Investment Schemes Control Act (CISCA) has strict guidelines ensuring that a high proportion of instruments held are of high credit quality. Any unrated instruments held must be issued by a listed issuer who guarantees liquidity. CISCA assigns a maximum exposure per issuer and per rating band with stricter requirements for foreign issuers.

The Investment Managers employed in the management of the investments of the Funds all have credit policies in place, which are at least as stringent as the CISCA requirements, and the exposure to credit risk is monitored on an ongoing basis. Credit risk arising on debt instruments is mitigated by investing in rated instruments or instruments issued by rated counterparties.

Credit risk arising on non-rated investments is monitored through regular analysis of financial statements of their respective issuers.

The credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the fact that the majority of financial instrument transactions are exchange traded, with settlement guaranteed by the exchanges.

The maximum credit risk exposure at the statement of financial position date is equal to the carrying amount of the assets as reported.

The table below analyses the credit rating (Standard & Poors or equivalent) by national investment grade of financial assets bearing credit risk and by type of instrument.

FUND	YEAR	Cash and call R000's	Money market instruments AAA-A R000's	Variable rate instruments			Fixed rate instruments						
				AAA-A R000's	BBB-B R000's	Non-rated R000's	Corporate bonds			Government bonds			
							AAA-A R000's	BBB-B R000's	Non-rated R000's	AAA-A R000's	BBB-B R000's	Non-rated R000's	
Adviceworx Old Mutual Inflation Plus 2-3% Fund of Funds	2017	4 831	-	-	-	-	-	-	-	-	-	-	-
	2016	21	-	-	-	-	-	-	-	-	-	-	-
Adviceworx Old Mutual Inflation Plus 3-4% Fund of Funds	2017	2 734	-	-	-	-	-	-	-	-	-	-	-
	2016	1 585	-	-	-	-	-	-	-	-	-	-	-
Adviceworx Old Mutual Inflation Plus 4-5% Fund of Funds	2017	2 934	-	-	-	-	-	-	-	-	-	-	-
	2016	1 785	-	-	-	-	-	-	-	-	-	-	-
Adviceworx Old Mutual Inflation Plus 5-7% Fund of Funds	2017	99	-	-	-	-	-	-	-	-	-	-	-
	2016	687	-	-	-	-	-	-	-	-	-	-	-
Albaraka Balanced	2017	47 611	657 400	-	-	-	51 738	-	-	-	-	-	-
	2016	38 824	494 600	-	-	-	57 433	-	-	-	-	-	-
Albaraka Equity	2017	41 678	-	-	-	-	-	-	-	-	-	-	-
	2016	36 974	-	-	-	-	-	-	-	-	-	-	-
Balanced Fund	2017	420 103	955 019	941 687	53 921	-	33 968	-	-	1 837 005	-	-	-
	2016	101 053	417 982	636 280	5 950	119 906	33 408	-	-	2 379 984	-	-	-
Bond	2017	3 512	-	13 810	-	-	191 993	3 712	-	371 469	-	-	-
	2016	7 213	-	-	-	-	186 542	1 452	-	379 084	-	-	-
Capital Builder	2017	335 634	532 325	172 424	25 502	-	14 007	-	-	-	-	-	-
	2016	290 435	841 629	160 980	24 416	5 315	-	-	-	41 100	-	-	-
Capped SWIX Index	2017	4 089	-	-	-	-	-	-	-	-	-	-	-
	2016	-	-	-	-	-	-	-	-	-	-	-	-
Core Balanced Fund	2017	9 664	-	9 663	-	-	276	-	-	25 840	-	-	-
	2016	1 425	-	10 183	-	-	-	-	-	26 166	-	-	-
Core Conservative	2017	394	-	6 443	-	-	323	-	-	26 307	-	-	-
	2016	-	-	-	-	-	-	-	-	-	-	-	-
Dividend Income	2017	797	-	-	-	-	-	-	-	-	-	-	-
	2016	802	-	-	-	-	-	-	-	-	-	-	-
Dynamic Floor	2017	235 087	755 703	156 543	20 573	-	1 524	-	-	256 913	-	-	-
	2016	157 749	698 200	246 361	22 347	-	-	-	-	162 790	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

CREDIT RISK - EXPOSURE TO CREDIT RISK (CONTINUED)

FUND	YEAR	Cash and call R000's	Money market instruments AAA-A R000's	Variable rate instruments			Fixed rate instruments					
				AAA-A R000's	BBB-B R000's	Non-rated R000's	Corporate bonds			Government bonds		
							AAA-A R000's	BBB-B R000's	Non-rated R000's	AAA-A R000's	BBB-B R000's	Non-rated R000's
Financial Services	2017	1 061	-	-	-	-	-	-	-	-	-	-
	2016	959	-	-	-	-	-	-	-	-	-	-
Flexible	2017	107 648	549 998	-	-	-	-	-	-	109 445	-	-
	2016	52 019	138 033	-	-	74 245	-	-	-	358 710	-	-
Global Bond Feeder	2017	1 878	-	-	-	-	-	-	-	-	-	-
	2016	1 803	-	-	-	-	-	-	-	-	-	-
Global Currency Feeder	2017	7 218	-	-	-	-	-	-	-	-	-	-
	2016	11 023	-	-	-	-	-	-	-	-	-	-
Global Emerging Markets	2017	33 733	-	-	-	-	-	-	-	-	-	-
	2016	46 851	-	-	-	-	-	-	-	-	-	-
Global Equity	2017	875 528	-	-	-	-	-	-	-	-	-	-
	2016	489 203	-	-	-	-	-	-	-	-	-	-
Global FTSE RAFI® All World Index Feeder	2017	9 271	-	-	-	-	-	-	-	-	-	-
	2016	8 166	-	-	-	-	-	-	-	-	-	-
Gold	2017	12 544	-	-	-	-	-	-	-	-	-	-
	2016	1 478	-	-	-	-	-	-	-	-	-	-
Growth	2017	3 637	-	-	-	-	-	-	-	-	-	-
	2016	1 549	-	-	-	-	-	-	-	-	-	-
High Yield Opportunity	2017	1 241	-	-	-	-	-	-	-	-	-	-
	2016	1 559	-	-	-	-	-	-	-	-	-	-
Income	2017	35 118	448 004	711 761	140 032	11 341	367 011	73 482	-	1 627	-	-
	2016	12 327	216 219	544 683	94 510	1 975	222 480	19 493	-	6 101	-	-
Industrial	2017	4 115	-	-	-	-	-	-	-	-	-	-
	2016	3 248	-	-	-	-	-	-	-	-	-	-
Institutional Money Market	2017	105 266	746 542	-	-	-	-	-	-	-	-	-
	2016	136 406	659 778	-	-	-	-	-	-	-	-	-
Interest Plus	2017	92 078	1 580 322	536 180	53 892	39 173	62 721	14 291	-	-	-	-
	2016	23 891	1 273 890	427 243	26 150	60 882	43 416	10 155	6 000	13 808	-	-
International Growth	2017	27 187	-	-	-	-	16 737	-	-	-	-	-
	2016	57 748	-	-	-	-	-	-	-	-	-	-
Investors'	2017	1 153 522	-	-	-	-	-	-	-	-	-	-
	2016	460 051	-	-	-	-	-	-	-	-	-	-
Managed Alpha Equity Fund	2017	8 428	-	-	-	-	-	-	-	-	-	-
	2016	8 341	-	-	-	-	-	-	-	-	-	-
Maximum Return	2017	7 997	-	-	-	-	-	-	-	-	-	-
	2016	8 516	-	-	-	-	-	-	-	-	-	-
Mid & Small-Cap Fund	2017	1 045	-	-	-	-	-	-	-	-	-	-
	2016	1 275	-	-	-	-	-	-	-	-	-	-
Mining and Resources	2017	26 515	-	-	-	-	-	-	-	-	-	-
	2016	24 277	-	-	-	-	-	-	-	-	-	-
Moderate Balanced Fund	2017	8 207	43 593	51 720	3 153	-	-	-	-	40 888	-	-
	2016	7 585	25 132	3 502	-	-	2 748	-	1 701	22 282	-	-
Money Market	2017	1 907 119	11 409 860	-	-	-	-	-	-	-	-	-
	2016	1 973 322	10 144 360	-	-	-	-	-	-	-	-	-
Multi-Managed Equity Fund	2017	91 787	-	-	-	-	-	-	-	-	-	-
	2016	56 325	-	-	-	-	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

CREDIT RISK - EXPOSURE TO CREDIT RISK (CONTINUED)

FUND	YEAR	Cash and call R000's	Money market instruments AAA-A R000's	Variable rate instruments			Fixed rate instruments						
				AAA-A R000's	BBB-B R000's	Non-rated R000's	Corporate bonds			Government bonds			
							AAA-A R000's	BBB-B R000's	Non-rated R000's	AAA-A R000's	BBB-B R000's	Non-rated R000's	
Multi-Manager Aggressive	2017	2 612	-	-	-	-	-	-	-	-	-	-	-
Balanced Fund of Funds	2016	1 325	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Balanced	2017	11 305	-	-	-	-	-	-	-	-	-	-	-
	2016	5 822	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Cautious	2017	357	-	-	-	-	-	-	-	-	-	-	-
	2016	273	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Defensive	2017	1 456	-	-	-	-	-	-	-	-	-	-	-
	2016	3 071	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Enhanced Income Fund of Funds	2017	436	-	-	-	-	-	-	-	-	-	-	-
	2016	1 461	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Equity Fund of Funds	2017	224	-	-	-	-	-	-	-	-	-	-	-
	2016	289	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Global Equity Fund of Funds	2017	1 033	-	-	-	-	-	-	-	-	-	-	-
	2016	1 034	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Global Income Fund of Funds	2017	1 012	-	-	-	-	-	-	-	-	-	-	-
	2016	1 019	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Global Property Fund of Funds	2017	1 012	-	-	-	-	-	-	-	-	-	-	-
	2016	1 018	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Income No. 1	2017	3 917	797 150	180 590	9 632	25 455	23 391	-	-	1 579	-	-	-
	2016	22 632	21 000	52 478	-	-	3 933	2 246	-	4 053	-	-	-
Multi-Manager Income No. 2	2017	4 267	182 428	545 635	86 954	32 782	228 272	80 688	5 371	14 287	-	-	-
	2016	8 316	17 544	68 607	-	26 179	18 537	-	-	4 993	-	-	-
Multi-Manager Income No. 3	2017	23 520	31 396	671 233	117 484	211 573	109 248	-	-	1 745 398	-	-	-
	2016	104 419	31 022	1 272 438	96 974	-	93 023	-	-	2 753 990	-	-	-
Multi-Manager Income No. 4	2017	228 631	-	746 943	281 256	84 697	800 913	283 315	17 674	2 049 124	-	-	-
	2016	108 873	163 766	1 421 748	137 190	205 469	1 520 560	31 600	-	1 509 565	-	-	-
Multi-Manager Income No. 5	2017	8 341	-	685 412	309	1 453	87 356	-	-	1 258 390	-	-	-
	2016	60 923	-	445 899	291	-	86 770	-	-	600 789	-	-	-
Multi-Manager Inflation Plus No. 3	2017	40 767	36 555	86 333	18 638	19 508	10 679	2 552	4 395	16 430	-	-	-
	2016	41 076	38 125	82 079	4 921	10 631	17 382	-	-	16 535	-	-	-
Multi-Manager Inflation Plus No. 4	2017	61 249	-	18 450	4 936	-	149 842	-	-	-	-	-	-
	2016	51 828	-	19 201	4 643	-	21	-	-	129 783	-	-	-
Multi-Manager Inflation Plus No. 5	2017	6 629	-	1 188	1 567	-	7 022	-	-	6 586	-	-	-
	2016	24 869	-	11 827	9 690	-	7 431	-	7 526	101 038	-	-	-
Multi-Manager Inflation Plus No. 7	2017	723	-	10 887	-	-	848	-	-	12 542	-	-	-
	2016	4 091	2 001	10 689	-	8 330	852	-	-	11 102	-	-	-
Multi-Manager Maximum Return Fund of Funds	2017	392	-	-	-	-	-	-	-	-	-	-	-
	2016	134	-	-	-	-	-	-	-	-	-	-	-
Multi-Manager Money Market	2017	14 562	422 812	-	-	-	-	-	-	-	-	-	-
	2016	16 621	370 121	-	-	-	-	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

CREDIT RISK - EXPOSURE TO CREDIT RISK (CONTINUED)

FUND	YEAR	Cash and call R000's	Money market instruments AAA-A R000's	Variable rate instruments			Fixed rate instruments					
				AAA-A R000's	BBB-B R000's	Non-rated R000's	Corporate bonds			Government bonds		
							AAA-A R000's	BBB-B R000's	Non-rated R000's	AAA-A R000's	BBB-B R000's	Non-rated R000's
Multi-Manager Property Equity Fund No. 1	2017	85 449	-	-	-	-	-	-	-	-	-	-
	2016	31 568	-	-	-	-	-	-	-	-	-	-
Multi-Manager Satellite Equity No. 1	2017	272 878	-	-	-	-	-	-	-	-	-	-
	2016	232 114	-	-	-	-	-	-	-	-	-	-
Multi-Manager Satellite Equity No. 2	2017	82 736	-	-	-	-	-	-	-	-	-	-
	2016	56 028	-	-	-	-	-	-	-	-	-	-
Multi-Manager Satellite Equity No. 3	2017	96 109	-	-	-	-	-	-	-	-	-	-
	2016	223 093	-	-	-	-	-	-	-	-	-	-
Multi-Manager Satellite Equity No. 4	2017	72 848	-	3 200	-	-	-	-	-	-	-	-
	2016	67 926	-	-	-	8 238	-	-	-	-	-	-
Premium Equity	2017	2 133	11 000	-	-	-	-	-	-	-	-	-
	2016	10 592	16 007	-	-	-	-	-	-	-	-	-
RAFI® 40 Tracker	2017	17 493	-	-	-	-	-	-	-	-	-	-
	2016	12 126	-	-	-	-	-	-	-	-	-	-
Real Income	2017	229 173	827 532	1 779 401	271 360	36 181	681 837	136 627	44 124	151 202	-	-
	2016	535 987	390 494	1 623 921	194 270	225 992	640 730	116 380	43 899	302 216	-	-
SA Quoted Property	2017	1 483	-	-	-	-	-	-	-	-	-	-
	2016	1 416	-	-	-	-	-	-	-	-	-	-
Stable Growth	2017	200 831	998 036	907 725	53 444	-	34 525	1 568	-	872 968	-	-
	2016	239 369	909 975	451 697	5 885	27 822	83 637	43 517	49 770	1 038 004	-	-
Top 40	2017	15 991	-	-	-	-	-	-	-	-	-	-
	2016	3 613	-	-	-	-	-	-	-	-	-	-
Top Companies	2017	6 733	-	-	-	-	-	-	-	-	-	-
	2016	3 567	-	-	-	-	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

LIQUIDITY RISK

The Schemes' Trust Deeds provide for the daily creation and cancellation of units and the Funds are therefore exposed to the liquidity risk of meeting unitholders' redemptions at any time.

Liquidity risk is the risk that the Fund may not be able to liquidate investments quickly enough at an amount close to its fair value in order to meet its liquidity requirements, or to respond to specific events such as deterioration in the creditworthiness of any particular issuer.

The Funds' listed securities are considered to be readily realisable as they are listed on reputable local and major foreign stock exchanges. Investments in over the counter (OTC) derivative contracts are permitted.

Liquidity risk can also occur if an institutional investor redeems a significant proportion of a Fund. This risk is mitigated by service level agreements with large investors requiring notice periods for large redemptions and regulatory safeguards as incorporated into the CISCA.

The use of derivatives

Derivative instruments are used by the Investment Managers for the purpose of reducing investment risk enabling diversification of asset allocations and interest rate exposures without having to divest from the instruments in the Fund.

Derivatives used can generally be classified as futures, forward contracts and options.

FUTURES AND FORWARD CONTRACTS

Futures and forward contracts are contracts giving the holder or issuer the obligation to either purchase or sell a designated financial instrument, currency, commodity or an index at a specified future date for a specified price and may be settled in cash or another financial asset. Futures are standardised exchange-traded contracts whereas forwards are individually traded over-the-counter contracts. Forward contracts are subject to liquidity risk as the individually traded contracts may not be easily traded in an active market. Futures trading may also be illiquid. Certain futures exchanges do not permit trading in particular futures contracts at prices that represent a fluctuation in price during a single day's trading beyond certain set limits. If prices fluctuate during a single day's trading beyond those limits, the Fund could be prevented from promptly liquidating unfavourable positions and thus could be subject to substantial losses.

DERIVATIVES

Options are derivative instruments that give the buyer, in exchange for a premium payment, the right, but not the obligation, to either purchase from (call option) or sell to (put option) the writer a specified underlying instrument at a specified price on or before a specified date. The Fund enters into exchange-traded and over-the-counter option contracts to meet the requirements of its risk management and trading activities. The risk in buying an option is that the Fund pays a premium whether or not the option is exercised.

Investments in derivatives are regulated by the Financial Services Board (FSB). Submissions are required by the FSB indicating the derivative component of each scheme at the end of each quarter during the period under review.

Speculative activity in derivatives is not permitted in terms of the Old Mutual Group policy and all transactions must be fully covered by cash or corresponding assets and liabilities.

The following table summarises derivative contracts at year end:

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
Balanced	2017	SAFEX Futures	FTSE/JSE Shareholder Weighted Top 40 Index	(293)	March 2018	-	-	(55 124)
		Options on Futures	ZAEU18061820.55C	(22 024)	June 2018	-	-	(336)
		Options on Futures	ZAEU17091814.25P	(34 879)	September 2018	-	-	(542)
		Options on Futures	ZAUS18061816.92C	(13 613)	June 2018	-	-	(172)
	2016	SAFEX Futures	FTSE/JSE Shareholder Weighted Top 40 Index	(911)	March 2017	-	-	(90 435)
Capital Builder	2017	SAFEX Futures	All Share Index	129	June 2018	-	-	67 768
		SAFEX Futures	All Share Index	(121)	March 2018	-	-	(63 565)
		SAFEX Futures	All Share Index	177	September 2018	-	-	92 983
		Options on Futures	All Share Index	684	June 2018	-	-	36 814
		Options on Futures	All Share Index	466	September 2018	-	-	25 255
	2016	SAFEX Futures	All Share Index	207	June 2017	-	-	90 877
		SAFEX Futures	All Share Index	(38)	March 2017	-	-	(16 683)
		Options on Futures	All Share Index	567	June 2017	-	-	25 375
		Options on Futures	All Share Index	942	March 2017	-	-	41 736
Capped SWIX Index	2017	SAFEX Futures	Shareholder Weighted Top 40 Index	19	March 2018	-	-	3 951

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
Core Conservative	2017	SAFEX Futures	Shareholder Weighted Top 40 Index	1	March 2018	-	-	188
Dynamic Floor	2017	SAFEX Futures	All Share Index	214	March 2018	-	-	112 421
		SAFEX Futures	Shareholder Weighted Top 40 Index	1 779	March 2018	-	-	263 752
		Options on Futures	Can-Do FTSE/JSE Top 40 Index	(14)	January 2018	-	-	(737)
		Options on Futures	Shareholder Weighted Top 40 Index	1 227	March 2018	-	-	23 323
		Options on Futures	R1869.75030518PO	747	May 2018	-	-	86
		Options on Futures	R20230305189.19PO	801	May 2018	-	-	81
		Options on Futures	ZAUS19031814.86C	(3 680)	March 2018	-	-	(46)
	2016	SAFEX Futures	All Share Index	129	March 2017	-	-	56 634
		SAFEX Futures	Shareholder Weighted Top 40 Index	(1 078)	March 2017	-	-	(107 013)
		Options on Futures	Can-Do FTSE/JSE Top 40 Index	(175)	January 2017	-	-	(7 705)
		Options on Futures	ZAUS 190617 15.86 C	(7 475)	June 2017	-	-	(106)
		Options on Futures	ZAUS 130317 15.48 C	(7 348)	March 2017	-	-	(103)
		Options on Futures	ZAUS 190617 13.87 P	7 475	June 2017	-	-	106
Global Emerging Markets	2016	Options on Futures	ZAUS 130317 14.3 P	7 348	March 2017	-	-	103
		-	-	-	-	-	-	-
		International Rights and Options Equities	HCL Technologies	158 236	February 2018	-	-	131 011
		International Rights and Options Equities	Citigroup Global M	35 909	February 2018	-	-	84 945
		International Rights and Options Equities	Sun Pharma Warrant	140 168	February 2018	-	-	88 306
Income	2017	International Rights and Options Equities	Bharti Airtel P Note	490 824	February 2018	-	-	150 020
		Interest Rate Swap	3 Month JIBAR	1	January 2020	-	31	5 000
		Interest Rate Swap	3 Month JIBAR	1	November 2020	-	56	6 000
		Interest Rate Swap	3 Month JIBAR	1	March 2019	-	8	6 000
Industrial	2016	Interest Rate Swap	3 Month JIBAR	1	March 2019	-	60	12 000
	2017	SAFEX Futures	FTSE/JSE Financial Industrial 30 Index	56	March 2018	-	-	46 936
Interest Plus	2016	SAFEX Futures	FTSE/JSE Financial Industrial 30 Index	55	March 2017	-	-	37 662
		Interest Rate Swap	3 Month JIBAR	1	September 2019	-	238	3 500
	2017	Interest Rate Swap	3 Month JIBAR	1	February 2020	-	26	4 500
		Interest Rate Swap	3 Month JIBAR	1	January 2020	-	31	5 000
		Interest Rate Swap	3 Month JIBAR	1	March 2019	-	4	3 000
		Interest Rate Swap	3 Month JIBAR	1	February 2020	-	73	7 000
		Interest Rate Swap	3 Month JIBAR	1	March 2019	-	30	3 000
Investors	2017	Interest Rate Swap	3 Month JIBAR	1	March 2018	-	6	1 300
		SAFEX Futures	FTSE/JSE Shareholders Weighted Top 40 Index	4 530	March 2018	-	-	852 256
	Options on Futures	MTNQ210618112.53P	(5 621)	June 2018	-	-	(771)	
2016	SAFEX Futures	FTSE/JSE Shareholders Weighted Top 40 Index	3 254	March 2017	-	-	323 025	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000	
						ASSETS R'000	LIABILITIES R'000		
Managed Alpha Equity	2017	SAFEX Futures	Shareholder Weighted Top 40 Index	40	March 2018	-	-	7 714	
	2016	SAFEX Futures	Shareholder Weighted Top 40 Index	74	March 2017	-	-	7 346	
Moderate Balanced Fund	2017	Options on Futures	ZAEU18061820.55C	(297)	June 2018	-	-	(5)	
		Options on Futures	ZAEU17091814.25P	(2 425)	September 2018	-	-	(38)	
		Options on Futures	ZAUS18061816.92C	(409)	June 2018	-	-	(5)	
	2016	Yield X Curr Fut	USDFTD17 181217	(193)	December 2017	-	-	(26)	
Multi-Managers Income Fund No. 1	2017	Interest Rate Swap	3 Month JIBAR	1	February 2037	-	24	1 000	
		Interest Rate Swap	3 Month JIBAR	1	April 2041	-	14	2 000	
		Interest Rate Swap	3 Month JIBAR	1	August 2026	-	(38)	6 700	
		Interest Rate Swap	3 Month JIBAR	1	August 2024	-	(12)	3 000	
		Options on Futures	R20901021810.OOP	(28)	February 2018	-	-	(2)	
	2016	Interest Rate Swap	3 MONTH JIBAR	1	April 2041	-	9	2 000	
Multi-Managers Income Fund No. 3	2017	Interest Rate Swap	3 Month JIBAR	1	February 2017	-	272	25 000	
		Interest Rate Swap	3 Month JIBAR	1	April 2041	-	766	62 000	
		Options on Futures	R20901021810.OOP	(805)	February 2018	-	-	(60)	
	2016	Interest Rate Swap	3 Month JIBAR	1	June 2017	-	1 131	208 000	
Interest Rate Swap		3 Month JIBAR	1	April 2041	-	275	62 000		
Multi-Managers Income Fund No. 5	2017	Interest Rate Swap	3 Month JIBAR	1	April 2041	-	50	7 000	
		Options on Futures	R20901021810.OOP	(149)	February 2018	-	-	(11)	
	2016	Interest Rate Swap	3 Month JIBAR	1	April 2041	-	31	7 000	
		Options on Futures	R20901021810.OOP	(149)	February 2018	-	-	(11)	
Multi-Manager Inflation Plus No. 3	2017	SAFEX Futures	Shareholder Weighted Top 40 Index	(31)	March 2018	-	-	(3 711)	
		Options on Futures	DTXOMAY1812342C	(151)	May 2018	-	-	(1 837)	
		Options on Futures	JUN18DTOX13016C	(118)	June 2018	-	-	(1 444)	
		Options on Futures	SEP18DTOX13302C	(162)	September 2018	-	-	(2 001)	
		Options on Futures	AUG18DTOX13857C	(114)	August 2018	-	-	(1 406)	
		Options on Futures	MAR18DTOX11971C	(153)	March 2018	-	-	(1 853)	
		Options on Futures	OCT18NPNX4152C	(11)	October 2018	-	-	(40)	
		Options on Futures	MAR18XS0610076P	153	March 2018	-	-	1 832	
		Options on Futures	MAY18XS0710317P	151	May 2018	-	-	1 808	
		Options on Futures	OCT18XS092782P	11	October 2018	-	-	38	
		Options on Futures	JUN18XS1010647P	118	June 2018	-	-	1 413	
		Options on Futures	AUG18XS1211110P	114	August 2018	-	-	1 365	
		Options on Futures	SEP18XS1310612P	162	September 2018	-	-	1 940	
		Options on Futures	R1860305189.72P	(32)	May 2018	-	-	(4)	
		2016	SAFEX Futures	Shareholder Weighted Top 40 Index	(31)	March 2017	-	-	(3 077)
			Options on Futures	DTX AUG 17 11264 C	(148)	August 2017	-	-	(1 510)
			Options on Futures	DTX JAN 17 12024 C	(144)	January 2017	-	-	(1 434)
			Options on Futures	DTX FEB 17 12108 C	(160)	February 2017	-	-	(1 604)
		Options on Futures	DTX MAR 17 11608 C	(158)	March 2017	-	-	(1 582)	
	Options on Futures	DTX 100517 11994 C	(152)	May 2017	-	-	(1 527)		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
		Options on Futures	DTOX 220617 11696 C	(144)	June 2017	-	-	(1 458)
		Options on Futures	XS7Q 020817 9016 P	148	August 2017	-	-	1 469
		Options on Futures	YMPQ JAN 17 9527 P	144	January 2017	-	-	1 429
		Options on Futures	YMRQ FEB 17 9662.7 P	160	February 2017	-	-	1 588
		Options on Futures	YNEQ MAR 17 9307 P	158	March 2017	-	-	1 568
		Options on Futures	YNHQ MAY 17 95544 P	152	May 2017	-	-	1 509
		Options on Futures	YNTQ JUN 17 9403 P	144	June 2017	-	-	1 429
Multi-Manager Inflation Plus No. 4	2017	SAFEX Futures	FTSE/JSE Top 40 Index Future	(30)	March 2018	-	-	(15 760)
	2016	SAFEX Futures	FTSE/JSE Top 40 Index Future	(32)	March 2017	-	-	(14 049)
Multi-Manager Inflation Plus No. 5	2017	SAFEX Futures	YNSQH8150318	600	March 2018	-	-	6 457
	2016	Options on Futures	YJNQ 200317 196 P	1 907	June 2017	-	-	426
Multi-Manager Inflation Plus No. 7	2017	SAFEX Futures	YNSQH8150318	76	March 2018	-	-	818
	2016	Yield X Curr Fut	ZAUSH7 130317	(450)	March 2017	-	-	(62)
Multi-Manager Satellite Equity No. 2	2017	SAFEX Futures	All Share Index	96	March 2018	-	-	50 432
		SAFEX Futures	Shareholder Weighted Top 40 Index	660	March 2018	-	-	124 170
	2016	SAFEX Futures	All Share Index	166	March 2017	-	-	72 877
		SAFEX Futures	Shareholder Weighted Top 40 Index	738	March 2017	-	-	73 261
Premium Equity	2017	SAFEX Futures	All Share Index	20	March 2018	-	-	10 507
		SAFEX Futures	FTSE/JSE Shareholder Weighted Top 40 Index	14	March 2018	-	-	2 634
		Options on Futures	Can-Do FTSE/JSE Top 40 Index	(2)	January 2018	-	-	(105)
	2016	SAFEX Futures	All Share Index	52	March 2017	-	-	22 829
		SAFEX Futures	FTSE/JSE Shareholder Weighted Top 40 Index	37	March 2017	-	-	3 673
		Options on Futures	Can-Do FTSE/JSE Top 40 Index	(50)	January 2017	-	-	(2 201)
RAFI® 40 Tracker	2017	SAFEX Futures	All Share Index	90	March 2018	-	-	16 932
	2016	SAFEX Futures	All Share Index	26	March 2017	-	-	11 415
Real Income	2017	Interest Rate Swap	3 Month JIBAR	1	March 2019	-	41	32 000
	2016	Yield X Curr Fut	GBPFTD17 181217	(3 124)	December 2017	-	-	(529)
		Yield X Curr Fut	USDFTD17 181217	(6 054)	December 2017	-	-	(828)
		Interest Rate Swap	3 Month JIBAR	1	March 2019	-	322	32 000
Stable Growth	2017	Options on Futures	ZAEU18061820.55C	(5 929)	June 2018	-	-	(90)
		Options on Futures	ZAEU17091814.25P	(23 319)	September 2018	-	-	(363)
		Options on Futures	ZAUS18061816.92C	(7 776)	June 2018	-	-	(98)
	2016	Yield X Curr Fut	GBPFTD17 181217	(2 359)	December 2017	-	-	(399)
		Yield X Curr Fut	USDFTD17 181217	(7 527)	December 2017	-	-	(1 030)
Top 40	2017	SAFEX Futures	All Share Index	30	March 2018	-	-	15 760
	2016	SAFEX Futures	All Share Index	10	March 2017	-	-	4 390
Top Companies	2017	SAFEX Futures	FTSE/JSE Top 40 Index Future	183	March 2018	-	-	34 429
		Options on Futures	MTNQ210618112.53P	(735)	June 2018	-	-	(101)
	2016	SAFEX Futures	FTSE/JSE Top 40 Index Future	269	March 2017	-	-	26 704

11. Involvement with unconsolidated structured entities

Type of structured entities	Nature and purpose	Interest held by the Fund
Unit trusts	To manage assets on behalf of third party investors and generate fees for the investment manager. These unit trusts are financed through the issue of units to investors.	Investments in units issued by the funds

During the year, the Funds did not provide financial support to unconsolidated structured entities and has no intention of providing financial support. The Funds can redeem units in the unit trusts as and when required. The maximum exposure to loss is the carrying amount of the financial assets held which is as disclosed in note 10.

12. Taxation

Income is taxed in the hands of the investor if distributed within 12 months, failing which the revenue will be deemed to be received by and accrued to the Funds and will be taxed in their hands. Capital gains and losses are disregarded within the Funds.

13. Subsequent events

No material facts or circumstances have arisen between the date of the statement of financial position and the date of this report which affect the financial position or financial performance of the Fund as reflected in the financial statements.

REPORT OF THE TRUSTEE FOR THE OLD MUTUAL UNIT FUNDS SCHEME

We, the Standard Bank of South Africa Limited, in our capacity as Trustee of the Old Mutual Unit Funds Scheme ("the Scheme") have prepared a report in terms of Section 70(1)(f) of the Collective Investment Schemes Control Act, 45 of 2002, as amended ("the Act"), for the financial year ended 31 December 2017.

In support of our report we have adopted certain processes and procedures that allow us to form a reasonable conclusion on whether the Manager has administered the Scheme in accordance with the Act and the Scheme Deed.

As Trustees of the Scheme we are also obliged to in terms of Section 70(3) of the Act to satisfy ourselves that every statement of comprehensive income, statement of financial position or other return prepared by the Manager of the Scheme as required by Section 90 of the Act fairly represents the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme.

The Manager is responsible for maintaining the accounting records and preparing the annual financial statements of the Scheme in conformity with International Financial Reporting Standards. This responsibility also includes appointing an external auditor to the Scheme to ensure that the financial statements are properly drawn up so as to fairly represent the financial position of every portfolio of its collective investment scheme are in accordance with International Financial Reporting Standards and in the manner required by the Act.

Our enquiry into the administration of the Scheme by the Manager does not cover a review of the annual financial statements and hence we do not provide an opinion thereon.

Based on our records, internal processes and procedures we report that nothing has come to our attention that causes us to believe that the accompanying financial statements do not fairly represent the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme administered by the Manager.

We confirm that according to the records available to us, no losses were suffered in the portfolios and no investor was prejudiced as a result thereof.

We conclude our report by stating that we reasonably believe that the Manager has administered the Scheme in accordance with:

- (i) the limitations imposed on the investment and borrowing powers of the manager by this Act;
- (ii) and the provisions of this Act and the deed;



Melinda Mostert

Standard Bank of South Africa Limited



Seggie Moodley

Standard Bank of South Africa Limited

20 March 2018

Old Mutual Unit Trust
Mutual Park
Jan Smuts Drive
Pinelands
Cape Town
7405

5 March 2018

Old Mutual Shari'ah Collective Investments Scheme – (the Scheme)
Year end 31 December 2017 for the following funds:

- Old Mutual Albaraka Equity Fund
- Old Mutual Albaraka Balanced Fund

We, Standard Chartered Bank, Johannesburg Branch, in our capacity as trustee of the Scheme, are required in terms of Section 70(3) of the Collective Investments Scheme Control Act, 45 of 2002, as amended (the "Act"), to satisfy ourselves that every Statement of Financial Position, Statement of Comprehensive Income and other return prepared by the manager of the Scheme in terms of Section 90 of the Act (the "Accounts") fairly represents the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme administered by the manager of the Scheme.

We note that responsibility for the Accounts rests with the manager of the scheme in terms of the Act and that they have the obligation to ensure that the Accounts have been properly drawn up in accordance with both International Financial Reporting Standards (IFRS) and the Act and that they fairly represent the financial position of each portfolio of the Scheme. Nothing in this report can be construed as us giving an accounting opinion in relation to the Accounts.

Based on our records, and the Accounts, we hereby report that nothing has come to our attention that would lead us to believe anything other than:

- (a) the fact that the Accounts fairly represent the assets and liabilities of every portfolio of the Scheme;
- (b) the fact that the Accounts fairly represent the income and distribution of income of every portfolio of the Scheme; and
- (c) the fact that the Manager has administered the scheme in accordance the provisions of the Act and the relevant deed.

Yours sincerely,


Chantell Kruger
Senior Manager, Trustee Services


Henning Bisschoff
Head of Transactional Banking

Standard Chartered Bank
Johannesburg Branch
5th Floor, 4 Sandown Valley Crescent,
Sandton 2196, Gauteng, South Africa
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OLD MUTUAL UNIT TRUST MANAGERS (RF) (Pty) Ltd

(REGISTRATION NO. 1965/008471/07)

Management company: Old Mutual Unit Trust Managers (RF) (Pty) Ltd is an ultimately wholly owned subsidiary of Old Mutual (South Africa) (Pty) Limited

Chairman: PG de Beyer BBusSc, FASSA

Managing director: E Botha BA(Law), LLB
KD Land BSc, FASSA

Directors: JR Minnaar BCom Honours (Actuarial Science)
LA Harvey BCom, CA(SA)
PJ Dempsey BA, LLB, CFP

Portfolio management: Old Mutual Unit Trust Funds: Old Mutual Investment Group Proprietary Limited

Trustees: The Standard Bank of South Africa Limited, Standard Bank Centre, Heerengracht, Cape Town

Company secretary: Old Mutual Life Assurance Company (South Africa) Limited

Address: Mutualpark, Jan Smuts Drive, Pinelands 7405, South Africa
PO Box 207, Cape Town 8000, South Africa

Telephone: (021) 509 7140 - Client Support

Client Service Centre: 0860 234 234

E-mail: QIHedgeFunds@oldmutual.com

Internet: www.oldmutual.co.za/personal/investments-and-savings/unittrusts/products/hedge-funds

Acquiring units: Units in Old Mutual's unit trusts can be bought telephonically from our head office or via the Internet.

Approved introducers: Our unit trusts are also represented by brokers, stockbrokers, banks, accountants, attorneys and Old Mutual advisers throughout South Africa.

Preparer: These financial statements were prepared by Old Mutual Investment Administrators (PTY) Ltd.

STATUTORY INFORMATION:

We aim to treat our clients fairly by giving you the information you need in as simple a way as possible to enable you to make informed decisions about your investments.

- We believe in the value of sound advice and so recommend that you consult a financial adviser before buying or selling unit trusts. You may however, buy and sell without the help of a financial adviser. If you do use a financial adviser, we remind you that they are entitled to certain negotiable adviser fees or commissions.
- You should ideally see unit trusts as a medium to long term investment. The fluctuations of particular investment strategies affect how a fund performs. Your fund value may go up or down. Therefore, we cannot guarantee the investment capital or return of your investment. How a fund has performed in the past does not necessarily indicate how it will perform in the future.
- Our cut-off time for client investment instructions (i.e. buying) is at 15:00 five (5) working days in advance of the Transaction Date, unless agreed earlier in terms of your Service Level Agreement. All documentation must be complete and the investment amount must reflect in our bank account by that date. Investment amounts (Purchase of Units) will be held in the Old Mutual Unit Trusts bank account and be invested into the QI Hedge Fund selected on the Transaction Date, the last working day of the calendar month. Transaction requests received after these times will be processed a calendar month later.
- Our cut-off time for client disinvestment instructions (i.e. selling) is at 15:00 on the first working day of the month in advance of the Transaction Date, unless agreed later in terms of your Service Level Agreement. The Transaction Date is the last working day of the calendar month. Transaction requests received after these times will be processed a calendar month later. Disinvestment forms are accessible on www.omut.co.za.
- Funds may borrow for leverage purposes and to pay client disinvestments and may engage in scrip lending. A process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed should excessive withdrawals from a fund place the fund under liquidity pressures.
- We value our funds monthly at end of day on the last working day of every month to determine ruling price and will make available the ruling price the following working day. Monthly prices are available in the media or on request.
- The monthly ruling price will be calculated in accordance with ASISA's Pricing Standard and Old Mutual Unit Trusts' Valuation and Pricing Policy. It is based on the current market value of the fund's assets plus income minus expenses (NAV of the portfolio) divided by the number of units in issue. The value of assets will be determined by one or a combination of the following valuation strategies: Mark-to-Market, Mark-to-Broker and Mark-to-Model.
- The fund fees and costs that we charge for managing your investment are accessible on the relevant fund's minimum disclosure document (MDD) or table of fees and charges both available on our public website or from our service centre.
- Additional information on this proposed investment can be obtained, free of charge, from our service team on +27 (0)21 509 7140.
- Old Mutual Unit Trusts has the right to close a portfolio to new investors in order to manage it more efficiently in accordance with its mandate.
- A portfolio may change its investment strategy or investment policy (or both) by applying to the Financial Services Board (FSB) for permission to ballot all investors. The investment policy will change with approval of the FSB and a response of at least 25% by value of investors, the majority of whom must be in favour.
- Old Mutual Unit Trust Managers (RF) (Pty) Ltd is a registered manager in terms of the Collective Investment Schemes Control Act 45 of 2002. Old Mutual is a member of the Association for Savings and Investment South Africa (ASISA).

Some funds hold assets in foreign countries and therefore may have risks regarding liquidity, the repatriation of funds, political and macro-economic situations, foreign exchange, tax, settlement, and the availability of information. Please contact us for risks specific to each country.

Annual Audited Financial Statements for the year ended 31 December 2017

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PERFORMANCE AS AT 31 DECEMBER 2017

SCHEME	1 year % return p.a.
HEDGE FUNDS	
Old Mutual Aristeia Opportunities QI Hedge Fund	7.9
Old Mutual Chronos QI Hedge Fund	1.0
Old Mutual Managed Alpha QI Hedge Fund	6.7
Old Mutual Volatility Arbitrage QI Hedge Fund	6.3

All performance figures are based on lump sum investments. Figures exclude initial charges (NAV-NAV prices) and include distributions. Performance figures disclosed for the Funds is an annualised return as the Funds have been in existence for less than one year .

For comparative purposes against benchmark performance, visit our website at www.oldmutualunitrusts.co.za.

Source - Morningstar

TOTAL EXPENSE RATIO AS AT 31 DECEMBER 2017

SCHEME	2017
Old Mutual Aristeia Opportunities QI Hedge Fund A1	0.93%
Old Mutual Aristeia Opportunities QI Hedge Fund D1	1.90%
Old Mutual Aristeia Opportunities QI Hedge Fund D3	0.52%
Old Mutual Aristeia Opportunities QI Hedge Fund D4	0.52%
Old Mutual Chronos QI Hedge Fund A1	1.45%
Old Mutual Chronos QI Hedge Fund D1	1.90%
Old Mutual Chronos QI Hedge Fund D2	1.16%
Old Mutual Chronos QI Hedge Fund D3	0.52%
Old Mutual Managed Alpha QI Hedge Fund A1	1.45%
Old Mutual Managed Alpha QI Hedge Fund D1	1.90%
Old Mutual Managed Alpha QI Hedge Fund D2	1.16%
Old Mutual Managed Alpha QI Hedge Fund D3	0.52%
Old Mutual Managed Alpha QI Hedge Fund D4	1.16%
Old Mutual Managed Alpha QI Hedge Fund D5	1.16%
Old Mutual Volatility Arbitrage QI Hedge Fund A1	0.93%
Old Mutual Volatility Arbitrage QI Hedge Fund D1	1.90%
Old Mutual Volatility Arbitrage QI Hedge Fund D3	0.52%
Old Mutual Volatility Arbitrage QI Hedge Fund D4	0.52%

The above are estimates as the Funds have been trading as Qualified Investor Hedge Funds for less than one year.

DIRECTORS' RESPONSIBILITY STATEMENT

The directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd are responsible for the preparation and fair presentation of the annual financial statements of the Old Mutual Qualified Investor Hedge Fund Scheme which they manage. Each Funds financial statements comprise the statement of financial position at 31 December 2017, and the statement of comprehensive income, the statement of changes in net assets attributable to unit holders and the statement of cash flows for the period then ended, and the notes to the financial statements which include a summary of significant accounting policies.

The annual financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Trust Deeds and Collective Investment Schemes Control Act of South Africa. They are based on appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for maintaining adequate accounting records and an effective system of risk management.

The directors have made an assessment of each of the Funds' ability to continue as going concerns and have no reason to believe that any of the Funds will not be a going concern in the year ahead.

The auditor is responsible for reporting on whether each of the financial statements are prepared in accordance with the applicable reporting framework.

Approval of the annual financial statements

Each of the annual financial statements were approved by the directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd on 28 March 2018 and are signed on their behalf by:



PG de Beyer
Chairman



E Botha
Managing Director

INDEPENDENT AUDITOR'S REPORT

To the Directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd

Opinion

We have audited each of the financial statements of the Old Mutual Qualified Investor Hedge Fund Scheme managed by Old Mutual Unit Trust Manager (RF) (Pty) Ltd ("the Scheme") as set out on pages 203 to 227. The Scheme comprise the following portfolios (collectively referred to as "the Funds"):

Old Mutual Aristeia Opportunities QI Hedge Fund
Old Mutual Chronos QI Hedge Fund
Old Mutual Managed Alpha QI Hedge Fund
Old Mutual Volatility Arbitrage QI Hedge Fund

Each Fund's financial statements comprise the statements of financial position at 31 December 2017, and the statements of comprehensive income, statements of changes in net assets attributable to unitholders and statements of cash flows for the period then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, each Funds financial statements present fairly, in all material respects, the Fund's financial position at 31 December 2017, and its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards and in the manner required by the Trust Deed of the Scheme and the Collective Investment Schemes Control Act of South Africa.

Basis for Opinion

We conducted our audit of the Fund's financial statements in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of Each of the Schemes Financial Statements* section of our report. We are independent of the Funds in accordance with the Independent Regulatory Board for Auditors *Code of Professional Conduct for Registered Auditors (IRBA Code)* and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants *Code of Ethics for Professional Accountants* (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises all information included in the Annual Report. Other information does not include the Fund's financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for Each Fund's Financial Statements

The directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd ("the directors") are responsible for the preparation and fair presentation of each Fund's financial statements in accordance with International Financial Reporting Standards and in the manner required by the Trust Deed of the Scheme and the Collective Investment Schemes Control Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing each Fund's financial statements, the directors are responsible for assessing the ability of each Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of Each Fund's Financial Statements

Our objectives are to obtain reasonable assurance about whether each Fund's financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of each Fund's financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Fund's financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause a Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether each Fund's financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG Inc.
Registered Auditor

Per EA Belstead
Chartered Accountant (SA)
Registered Auditor
Director

1 Mediterranean Street
Foreshore
Cape Town
8001

28 March 2018

OLD MUTUAL ARISTEIA OPPORTUNITIES QI HEDGE FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
NET INVESTMENT INCOME		16 167
Dividends		377
Interest		13 435
Income adjustments on creation and cancellation of units	5	(101)
Net fair value gains on financial instruments		2 456
OPERATING EXPENSES BEFORE FINANCE COSTS		5 711
Performance fees		2 623
Bank charges		8
Dividend expense on securities held short		895
Custodian fees		17
Management company's service charge		473
Transaction costs		1 504
Stock borrowing fee		162
Trustee fees		29
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		10 456
TOTAL FINANCE COSTS		9 772
Distributions	6	9 772
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		684

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS		
Bonds		43 366
Derivative assets	10	389
Interest and dividends receivable		5 362
Trade receivables		179
Money market instruments		99 079
Collateral deposits		1 863
Cash and cash equivalents	7	47 081
TOTAL ASSETS		197 319
LIABILITIES		
Cancellation payables - capital		786
Cancellation payables - income		30
Accrued expenses		633
Distributions payable		7 335
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		8 784
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		188 535

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at inception		-	-	-
Total comprehensive income attributable to unitholders		-	684	684
Transfer of net fair value gains, net of transaction costs, not distributable		952	(952)	-
Net creation of units	5	187 851	-	187 851
Balance at 31 December 2017		188 803	(268)	188 535

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
Net cash inflow from operating activities		4 881
Net income from operations before finance costs		10 456
Adjustments for:		
Dividend income		(377)
Interest income		(13 435)
Income adjustments on creation and cancellation of units		101
Net fair value gains, net of transaction costs		(952)
Operating loss before working capital changes		(4 207)
Working capital changes		
Increase in accrued expenses		633
Cash utilised by operations		(3 574)
Interest received		8 078
Dividends received		377
Net cash outflow from investment activities		(143 929)
Net purchases of securities		(143 929)
Net cash inflow from financing activities		186 129
Creation of units		385 569
Cancellations of units		(197 003)
Cash distributed to unitholders		(2 437)
Net increase in cash and cash equivalents		47 081
Cash and cash equivalents at the end of the period	7	47 081

OLD MUTUAL CHRONOS QI HEDGE FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
NET INVESTMENT LOSS		(1 202)
Dividends		2 361
Interest		7 007
Income adjustments on creation and cancellation of units	5	(1 457)
Net fair value losses on financial instruments		(9 113)
OPERATING EXPENSES BEFORE FINANCE COSTS		2 425
Performance fees		1
Bank charges		8
Dividend expense on securities held short		579
Custodian fees		18
Management company's service charge		442
Transaction costs		1 245
Stock borrowing fee		105
Trustee fees		27
NET LOSS FROM OPERATIONS BEFORE FINANCE COSTS		(3 627)
TOTAL FINANCE COSTS		6 836
Distributions	6	6 836
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO UNITHOLDERS		(10 463)

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS		
Bonds		40 418
Local equities		30 835
Derivative assets	10	3 342
Interest and dividends receivable		1 143
Trade receivables		535
Money market instruments		28 128
Collateral deposits		5 703
Cash and cash equivalents	7	68 925
TOTAL ASSETS		179 029
LIABILITIES		
Cancellation payables - capital		47 895
Cancellation payables - income		1 397
Accrued expenses		41
Distributions payable		3 703
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		53 036
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		125 993

OLD MUTUAL CHRONOS QI HEDGE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at inception		-	-	-
Total comprehensive loss attributable to unitholders		-	(10 463)	(10 463)
Transfer of net fair value losses, net of transaction costs, not distributable		(10 358)	10 358	-
Net creation of units	5	136 456	-	136 456
Balance at 31 December 2017		126 098	(105)	125 993

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
Net cash inflow from operating activities		7 133
Net loss from operations before finance costs		(3 627)
Adjustments for:		
Dividend income		(2 361)
Interest income		(7 007)
Income adjustments on creation and cancellation of units		1 457
Net fair value losses, net of transaction costs		10 358
Operating loss before working capital changes		(1 180)
Working capital changes		
Increase in accrued expenses		41
Cash utilised by operations		(1 139)
Interest received		5 911
Dividends received		2 361
Net cash outflow from investment activities		(119 366)
Net purchases of securities		(119 366)
Net cash inflow from financing activities		181 158
Creation of units		371 495
Cancellations of units		(187 204)
Cash distributed to unitholders		(3 133)
Net increase in cash and cash equivalents		68 925
Cash and cash equivalents at the end of the period	7	68 925

OLD MUTUAL MANAGED ALPHA QI HEDGE FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
NET INVESTMENT INCOME		21 473
Dividends		2 940
Interest		16 034
Income adjustments on creation and cancellation of units	5	(19)
Net fair value gains on financial instruments		2 518
OPERATING EXPENSES BEFORE FINANCE COSTS		6 194
Performance fees		42
Bank charges		8
Dividend expense on securities held short		2 195
Custodian fees		10
Management company's service charge		2 625
Transaction costs		942
Stock borrowing fee		333
Trustee fees		39
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		15 279
TOTAL FINANCE COSTS		14 042
Distributions	6	14 042
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO UNITHOLDERS		1 237

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS		
Bonds		53 396
Derivative assets	10	4 498
Interest and dividends receivable		12 206
Money market instruments		165 182
Collateral deposits		18 576
Cash and cash equivalents	7	12 769
TOTAL ASSETS		266 627
LIABILITIES		
Cancellation payables - capital		689
Cancellation payables - income		22
Accrued expenses		270
Distributions payable		8 154
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		9 135
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		257 492

OLD MUTUAL MANAGED ALPHA QI HEDGE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at inception		-	-	-
Total comprehensive income attributable to unitholders		-	1 237	1 237
Transfer of net fair value gains, net of transaction costs, not distributable		1 576	(1 576)	-
Net creation of units	5	256 255	-	256 255
Balance at 31 December 2017		257 831	(339)	257 492

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
Net cash inflow from operating activities		1 806
Net income from operations before finance costs		15 279
Adjustments for:		
Dividend income		(2 940)
Interest income		(16 034)
Income adjustments on creation and cancellation of units		19
Net fair value gains, net of transaction costs		(1 576)
Operating loss before working capital changes		(5 252)
Working capital changes		
Increase in accrued expenses		270
Cash utilised by operations		(4 982)
Interest received		3 848
Dividends received		2 940
Net cash outflow from investment activities		(240 096)
Net purchases of securities		(240 096)
Net cash inflow from financing activities		251 059
Creation of units		507 464
Cancellations of units		(250 517)
Cash distributed to unitholders		(5 888)
Net increase in cash and cash equivalents		12 769
Cash and cash equivalents at the end of the period	7	12 769

OLD MUTUAL VOLATILITY ARBITRAGE QI HEDGE FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
NET INVESTMENT INCOME		13 996
Dividends		226
Interest		12 733
Income adjustments on creation and cancellation of units	5	(97)
Net fair value gains on financial instruments		1 134
OPERATING EXPENSES BEFORE FINANCE COSTS		4 347
Performance fees		2 537
Bank charges		8
Dividend expense on securities held short		450
Custodian fees		18
Management company's service charge		470
Transaction costs		754
Stock borrowing fee		81
Trustee fees		29
NET INCOME FROM OPERATIONS BEFORE FINANCE COSTS		9 649
TOTAL FINANCE COSTS		9 375
Distributions	6	9 375
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO UNITHOLDERS		274

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

ASSETS		
Bonds		26 223
Derivative assets	10	190
Interest and dividends receivable		5 674
Trade receivables		90
Money market instruments		130 840
Collateral deposits		935
Cash and cash equivalents	7	33 585
TOTAL ASSETS		197 537
LIABILITIES		
Cancellation payables - capital		828
Cancellation payables - income		27
Accrued expenses		1 122
Distributions payable		6 326
TOTAL LIABILITIES, EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		8 303
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		189 234

OLD MUTUAL VOLATILITY ARBITRAGE QI HEDGE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

2017	Note	Capital attributable to unitholders R000's	Income attributable to unitholders R000's	Total R000's
Balance at inception		-	-	-
Total comprehensive loss attributable to unitholders		-	274	274
Transfer of net fair value gains, net of transaction costs, not distributable		380	(380)	-
Net creation of units	5	188 960	-	188 960
Balance at 31 December 2017		189 340	(106)	189 234

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2017 SINCE INCEPTION ON 1 MARCH 2017

	Note	2017 R000's
Net cash inflow from operating activities		5 026
Net income from operations before finance costs		9 649
Adjustments for:		
Dividend income		(226)
Interest income		(12 733)
Income adjustments on creation and cancellation of units		97
Net fair value gains, net of transaction costs		(380)
Operating loss before working capital changes		(3 593)
Working capital changes		
Increase in accrued expenses		1 122
Cash utilised by operations		(2 471)
Interest received		7 271
Dividends received		226
Net cash outflow from investment activities		(158 110)
Net purchases of securities		(158 110)
Net cash inflow from financing activities		186 669
Creation of units		572 761
Cancellations of units		(383 043)
Cash distributed to unitholders		(3 049)
Net increase in cash and cash equivalents		33 585
Cash and cash equivalents at the end of the period	7	33 585

1. Significant accounting policies

The Old Mutual Qualified Investor Hedge Fund Scheme (the "Scheme") is an open-ended investment scheme incorporated as a trust in South Africa under the Collective Investment Schemes Control Act ("CISCA"). The Scheme is managed by Management Company (RF) (Pty) Ltd (the Management Company).

These financial statements consist of the following Funds under the Scheme:

- Old Mutual Aristeia Opportunities QI Hedge Fund
 - Old Mutual Chronos QI Hedge Fund
 - Old Mutual Managed Alpha QI Hedge Fund
 - Old Mutual Volatility Arbitrage QI Hedge Fund
- (Individually and collectively hereafter referred to as "the Funds")

The Funds' objectives are detailed as part of the financial risk disclosure below. The Funds' investments are managed by Old Mutual Investment Group Proprietary Limited.

a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), and in accordance with the trusts deeds of the Scheme and the Collective Investment Schemes Control Act of South Africa.

b) Basis of preparation

The financial statements are presented in Rands, being the functional currency. They are prepared on a fair value basis for financial assets and financial liabilities designated as at fair value through profit or loss and derivative instruments. Other non financial assets and liabilities are stated at amortised cost or redemption amount (redeemable units). The accounting policies have been applied consistently by the Funds. The Funds operate as individual entities whose participatory interests are marketed in South Africa. The primary economic trading environment is deemed to be in South Africa. Each Fund is organised and operated as one segment and consequently no segmental reporting is provided in the Funds' financial statements.

c) Future amendment not early adopted in the 2017 financial statements

At the date of authorisation of these financial statements the following standards, amendments to standards, and interpretations, which are relevant to the Funds, have been issued by the International Accounting Standards Board, although the EU has not yet endorsed all of them.

- IFRS 9 Financial Instruments (effective 1 January 2018) - IFRS 9 contains three principal classification categories for financial assets, ie measured at amortised cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL). The existing IAS 39 categories of held-to-maturity, loans and receivables and available-for-sale are removed.

IFRS 9 retains almost all of the existing requirements from IAS 39 for financial liabilities. However any gain or loss on a financial liability designated at FVTPL attributable to changes in own credit risk is generally presented in OCI with remaining change in fair value presented in profit or loss.

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) approach for debt instruments measured at amortised cost or FVOCI.

The new impairment model will apply to financial assets measured at amortised cost or FVOCI, except for investments in equity instruments.

Under IFRS 9, loss allowances will be measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; and
- lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

Based on the Funds' assessment, changes to the impairment model are not expected to have a material impact on the financial assets of the Fund. This is because:

- the majority of the financial assets are measured at FVTPL and the impairment requirements do not apply to such instruments; and
- the financial assets at amortised cost are short-term (i.e. no longer than 12 months), of high credit quality and/or highly collateralised. Accordingly, the ECLs on such assets are expected to be small.

Transition

Changes in accounting policies resulting from the adoption of IFRS 9 will generally be applied retrospectively, except as described below.

- The Fund will take advantage of the exemption allowing it not to restate comparative information for prior periods with respect to classification and measurement (including impairment) changes. Differences in the carrying amounts of financial assets and financial liabilities resulting from the adoption of IFRS 9 will be recognised in retained earnings and reserves as at 1 January 2018.
- The following assessments have to be made by the Fund on the basis of the facts and circumstances that exist at the date of initial application.
 - The determination of the business model within which a financial asset is held.
 - The designation and revocation of previous designations of certain financial assets and financial liabilities as measured at FVTPL.

IFRS 9 will align hedge accounting more closely with risk management of an entity. In terms of IFRS 9 additional exposures may be hedged items.

IFRS 9 will be adopted for the first time for the year ending 31 December 2018.

Based on the Funds' assessment, this standard is not expected to have a material impact on the classification of financial assets and financial liabilities of the Funds. This is because:

- the financial instruments classified as held-for-trading under IAS 39 (derivatives) will continue to be classified as such under IFRS 9;
- financial instruments currently measured at FVTPL under IAS 39 are designated into this category because they are managed on a fair value basis in accordance with a documented investment strategy. Accordingly, these financial instruments will be mandatorily measured at FVTPL under IFRS 9; and
- financial instruments currently measured at amortised cost are: cash balances and receivables from reverse sale and repurchase agreements. These instruments meet the solely payments of principal and interest (SPPI) criterion and are held in a held-to-collect business model. Accordingly, they will continue to be measured at amortised cost under IFRS 9.

1. Significant accounting policies (CONTINUED)

d) Foreign currency translation

Transactions in foreign currencies are translated at the foreign currency exchange rate ruling at the date of the transaction.

e) Financial instruments

Monetary assets and liabilities denominated in foreign currency are translated to Rands at the foreign currency closing exchange rate ruling at the statement of financial position date. Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in the statement of comprehensive income. Foreign currency exchange differences relating to cash and cash equivalents, investments at fair value through profit and loss and derivative instruments are included in fair value gains and losses on financial instruments.

Non-monetary assets and liabilities denominated in foreign currency that are measured at fair value are translated to Rands at the foreign currency exchange rates ruling at the dates that the values were determined.

All other foreign currency exchange differences relating to monetary items are presented separately in the statement of comprehensive income.

i. Classification

The Schemes designate all investment-related financial instruments and liabilities upon initial recognition at fair value through profit or loss as the Funds' portfolios are managed and performance is evaluated on a fair value basis.

The categories of financial assets and financial liabilities at fair value through profit and loss comprise:

- Financial instruments held for trading which are those that the Funds acquired or incurred principally for the purpose of selling or repurchasing in the near term; or are part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking.
- Derivative instruments are classified as financial assets at fair value through profit or loss. Derivative instruments, including options and futures are used to hedge against market and currency movements in the value of assets and liabilities. Hedge accounting is not applied.
- Financial instruments designated as at fair value through profit or loss. These include debt securities, money market, equity instruments and unlisted open-ended investment funds.
- Financial instruments held for trading. These include derivative instruments and securities sold short.

Financial assets that are classified as loans and receivables comprise other receivables (comprising accrued income and sales transactions awaiting settlement), receivables arising on the creation of units, receivables from reverse sale and repurchase agreements, cash and cash equivalents and collateral deposits.

Financial liabilities that are not at fair value through profit or loss include other payables (comprising accrued expenses and purchase transactions awaiting settlement), payables arising on the cancellation of units, distributions payable, payables under sale and repurchase agreements and net assets attributable to unit holders.

ii. Recognition and derecognition of financial instruments

Financial instruments are recognised when, and only when, the Fund becomes a party to the contractual provisions of the particular instrument.

The Fund derecognises a financial asset when and only when:

- The contractual rights to the cash flows arising from the financial asset have expired or been forfeited by the Fund; or
- It transfers the financial asset including substantially all the risks and rewards of ownership of the asset; or
- It transfers the financial asset, neither retaining nor transferring substantially all the risks and rewards of ownership of the asset, but no longer retains control of the asset.

A financial liability is derecognised when and only when the liability is extinguished, that is, when the obligation specified in the contract is discharged, cancelled or has expired.

The difference between the carrying amount of a financial liability (or part thereof) extinguished or transferred to another party and consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the statement of comprehensive income.

All purchases and sales of financial assets carried at fair value through profit or loss that require delivery within the time frame established by regulation or market convention ("regular way" purchases and sales) are recognised at trade date, which is the date that the Fund commits to purchase or sell the asset. Otherwise such transactions are treated as derivatives until settlement occurs.

iii. Measurement

Financial instruments are initially recognised at fair value. Transaction costs on financial assets and financial liabilities at fair value through profit and loss are expensed immediately.

Subsequent to initial recognition, all financial instruments, designated at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the statement of comprehensive income.

The Funds use the weighted average method to determine realised gains and losses on derecognition.

Fair value gains and losses are taken to the statement of comprehensive income but are not distributed to unitholders. Fair value gains and losses that do not qualify for distribution, together with the related transaction costs, are transferred from undistributed income to the unitholders capital account in the statement of changes in net assets attributable to unitholders.

Financial assets categorised as loans and receivables are carried at amortised cost using the effective interest method less impairment losses, if any.

Financial liabilities arising from the redeemable units issued by the Funds, are carried at the redemption amount representing the unitholders' right to a residual interest in the Funds' net assets.

1. Significant accounting policies (CONTINUED)

e) Financial instruments (continued)

Financial liabilities, other than those designated as at fair value through profit or loss, or arising from the redeemable units issued by the Funds are measured at amortised cost using the effective interest method.

iv. Fair value hierarchy

Fair values are determined according to the following hierarchy based on the requirements in IFRS 7 'Financial Instruments: Disclosures'

- Level 1 – quoted market prices: financial assets and liabilities with quoted prices for identical instruments in active markets. The following financial instrument classifications, as reflected on the statement of financial position, are included in this category: Local equities and bonds.

- Level 2 – valuation techniques using observable inputs: quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial assets and liabilities valued using models where all significant inputs are observable. The following financial instrument classifications, as reflected on the statement of financial position, are included in this category: Money market instruments.

- Level 3 – valuation techniques using significant unobservable inputs: financial assets and liabilities valued using valuation techniques where one or more significant inputs are unobservable. The best evidence of fair value is a quoted price in an active market. In the event that the market for a financial asset or liability is not active, a valuation technique is used (Derivatives).

v. Fair value measurement principles

The fair value of quoted financial instruments is based on their quoted market prices at the reporting date without any deduction for estimated future selling costs.

If a quoted market price is not available on a recognised stock exchange or from a broker/dealer for non-exchange-traded financial instruments, the fair value of the instrument is estimated using valuation techniques, including the use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow analyses, or other valuation techniques that provide a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow analyses are used, estimated future cash flows are based on the management company's best estimates and the discount rate that reflects market rates at the reporting date for an instrument with a similar term and condition.

Investments in other open-ended collective investment schemes are recorded at the quoted net asset value per unit as reported by the managers of such schemes.

vi. Cash and cash equivalents

Cash and cash equivalents are short-term highly liquid instruments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and that are not held for investing purposes. For the majority of the Funds, this comprises margin deposits and call and current deposits with banks, net of bank overdrafts. Cash and cash equivalents are measured at amortised cost which approximates fair value, due to the short term nature of these instruments.

Cash collateral includes collateral and margin deposits transferred against securities sold and open futures respectively. The Funds use brokers to transact derivative transactions, including those with central counterparties. Cash collateral is measured at amortised cost which approximates their fair value.

vii. Securities lent and borrowed

Securities borrowed by the Funds are not recognised in the statement of financial position. If the Funds subsequently sells the borrowed securities, the arrangement is accounted for as a short sold position, recognised in the statement of financial position as financial liabilities at fair value through profit or loss.

viii. Receivables and payables under sale and repurchase agreements

When a Fund purchases a financial asset and simultaneously enters into an agreement to resell the same or a substantially similar asset at a fixed price on a future date (reverse sale and repurchase agreement), the arrangement is accounted for as a loan and receivable, and recognised in the statement of financial position as a receivable from a reverse sale and repurchase agreement, and the underlying asset is not recognised in the Fund's financial statements.

When the Fund sells a financial asset and simultaneously enters into an agreement to repurchase the same or a similar asset at a fixed price on a future date (sale and repurchase agreement), the arrangement is accounted for as a borrowing. It is recognised in the statement of financial position as a payable under a sale and repurchase agreement, and the underlying asset is considered to be a pledged financial assets at fair value through profit or loss.

Receivables from reverse sale and repurchase agreements and payables under sale and repurchase agreements are subsequently measured at amortised cost.

vii. Offsetting

Financial assets and liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to set off and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

viii. Impairment of financial assets

The Funds assess at each reporting date whether there is any objective evidence that a financial asset carried at amortised cost or a group of financial assets, excluding financial assets at fair value through profit or loss, is impaired.

1. Significant accounting policies (CONTINUED)

e) Financial instruments (continued)

ix. Assets carried at amortised cost

If there is objective evidence that an impairment loss on loans or receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced either directly or through use of an allowance account. The impairment loss is recognised in profit or loss.

The Funds first assess whether objective evidence of impairments exist individually for financial assets that are individually significant, and individually or collectively for financial assets that are not individually significant. If it is determined that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, the asset is included in a group of financial assets with similar credit risk characteristics and that group is collectively assessed for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment of impairment.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed. Any subsequent reversal of an impairment loss is recognised in the statement of comprehensive income, to the extent that the carrying value of the asset does not exceed its amortised cost at the reversal date.

f) Dividend income

Dividend income comprises dividends received from and accrued on investments for which the right to receive payment falls within the accounting period. Right to receive payment is established on the ex-dividend date. This includes capitalisation issues with a cash dividend option, dividends on preference shares, convertible debentures and exchange traded funds.

The Funds incur expenses on short positions in equity securities equal to the dividends due on these securities. Such dividend expense is recognised in profit or loss as an operating expense when the shareholders right to receive payment is established.

g) Interest income

Interest income and expense, including interest income from non-derivative financial assets at fair value through profit or loss, are recognised in profit or loss, using the effective interest method. The effective interest rate is the rate that exactly discounts the estimated future cash payments and receipts through the expected life of the financial instrument (or, when appropriate, a shorter period) to the carrying amount of the financial instrument. Interest received or receivable and interest paid or payable is recognised in profit or loss as interest income and interest expense, respectively.

h) Redeemable units

All redeemable units issued by the Funds provide investors with the right to redemption for cash at the value proportionate to the investors share in the Funds' net assets at redemption date. In accordance with IAS 32 such instruments give rise to a financial liability for the present value of the redemption amount. In accordance with the Trust Deed the Scheme are contractually obliged to distribute all distributable income.

i) Finance costs

Distributions

In accordance with the Scheme Trust Deed, the Funds' distributes its distributable income and any other amounts determined by the Management Company, to investors registered in the register as at the commencement of business on the immediately preceding distribution date, pro rata to the number of participatory interests then held by such investors in the Funds. Distributions on redeemable units are recognised in the statement of comprehensive income as finance costs.

Taxation

Dividends received by the scheme are subject to withholdings tax imposed in accordance with the South African Income Tax Act and by foreign jurisdictions. Income that is subject to such tax is recognised gross of the taxes which are in turn included as part of distributions payable.

Under the current system of taxation in South Africa the Funds are exempt from paying taxes on income or capital gains. Both income and capital gains are taxed in the hands of the unitholders.

Dividend and interest income received by the Funds may be subject to withholding tax imposed in the country of origin. Investment income is recorded gross of such taxes.

2. Amortisation

There are no investments that require amortisation included in the Funds at 31 December 2017.

3. Critical accounting estimates and judgements

Critical accounting estimates are those which involve the most complex or subjective judgements or assessments. The area of the Funds' business that typically require such estimates is determination of the fair value for financial assets and liabilities.

The fair values of financial assets and liabilities are classified and accounted for in accordance with the policies set out in section 1. (e) above. They are valued on the basis of listed market prices in so far as this is possible. If prices are not readily determinable, fair value is based either on internal valuation models or management estimates of amounts that could be realised under current market conditions. Fair values of certain financial instruments including derivative instruments are determined using pricing models that consider, among other factors, contractual and market prices, correlations, yield curves, credit spreads, and volatility factors.

For more complex instruments, the Funds use proprietary valuation models, which are usually developed from recognised valuation models. Some or all of the significant inputs into these models may not be observable in the market, and are derived from market prices or rates or are estimated based on assumptions. Valuation models that employ significant unobservable inputs require a higher degree of management judgement and estimation in the determination of fair value. Management judgement and estimation are usually required for the selection of the appropriate valuation model to be used, determination of expected future cash flows on the financial instrument being valued, determination of the probability of counterparty default and prepayments and selection of appropriate discount rates.

4. Related parties

Management Company

The Scheme has appointed Old Mutual Unit Trust Managers (RF) (Pty) Ltd to implement the investment strategy as specified in the Trust Deed and to provide administrative services.

In terms of the Investment Management Agreement, the Management Company receives a management fee, monthly in arrears, based on daily assets under management.

The Management Company has appointed Old Mutual Investment Group Proprietary Limited and Old Mutual Asset Managers (UK) Limited as the Funds' primary investment managers.

The unitholder administration of the Scheme has been outsourced to Old Mutual Investment Administrators Proprietary Limited.

The fund administration of the Scheme has been outsourced to Curo Fund Services Proprietary Limited.

Management fees paid to the Management Company are disclosed in the statement of comprehensive income of each Fund and the balance outstanding as part of the accrued expenses line item in the statements of financial position of the Funds. The Management Company has seed capital invested in the Funds.

5. Creation and cancellation of units

FUND	Rand movement	Unit movement	Units in issue
	2017 R000's	2017 R000's	2017 R000's
Aristeia Opportunities QI Hedge Fund A1	250	125	125
Aristeia Opportunities QI Hedge Fund D1	184 829	92 521	92 521
Aristeia Opportunities QI Hedge Fund D3	2 421	1 212	1 212
Aristeia Opportunities QI Hedge Fund D4	250	125	125
Chronos QI Hedge Fund A1	250	125	125
Chronos QI Hedge Fund D1	132 644	65 585	65 585
Chronos QI Hedge Fund D2	250	125	125
Chronos QI Hedge Fund D3	1 855	919	919
Managed Alpha QI Hedge Fund A1	200	100	100
Managed Alpha QI Hedge Fund D1	200	100	100
Managed Alpha QI Hedge Fund D2	179 067	89 519	89 519
Managed Alpha QI Hedge Fund D3	2 340	1 170	1 170
Managed Alpha QI Hedge Fund D4	74 419	37 198	37 198
Managed Alpha QI Hedge Fund D5	10	5	5
Volatility Arbitrage QI Hedge Fund A1	250	125	125
Volatility Arbitrage QI Hedge Fund D1	185 918	93 019	93 019
Volatility Arbitrage QI Hedge Fund D3	2 445	1 224	1 224
Volatility Arbitrage QI Hedge Fund D4	250	125	125

6. Distributions

Income distributions to unitholders (cents per unit)

FUND	30 June	31 December
	2017	2017
Aristeia Opportunities QI Hedge Fund A1	2.23	7.42
Aristeia Opportunities QI Hedge Fund D1	2.61	7.81
Aristeia Opportunities QI Hedge Fund D3	2.74	7.67
Aristeia Opportunities QI Hedge Fund D4	4.49	8.12
Chronos QI Hedge Fund A1	3.20	4.15
Chronos QI Hedge Fund D1	3.46	5.56
Chronos QI Hedge Fund D2	3.05	4.42
Chronos QI Hedge Fund D3	3.33	5.27
Managed Alpha QI Hedge Fund A1	4.04	6.06
Managed Alpha QI Hedge Fund D1	3.97	6.06
Managed Alpha QI Hedge Fund D2	4.70	6.37
Managed Alpha QI Hedge Fund D3	3.53	6.02
Managed Alpha QI Hedge Fund D4	4.70	6.37
Managed Alpha QI Hedge Fund D5	1.09	6.06
Volatility Arbitrage QI Hedge Fund A1	2.92	6.37
Volatility Arbitrage QI Hedge Fund D1	3.26	6.70
Volatility Arbitrage QI Hedge Fund D3	3.36	6.59
Volatility Arbitrage QI Hedge Fund D4	4.57	7.59

7. Cash and cash equivalents

FUND	Current accounts	Call accounts	Total
	2017 R000's	2017 R000's	2017 R000's
Aristeia Opportunities QI Hedge Fund	1 425	45 656	47 081
Chronos QI Hedge Fund	13 850	55 075	68 925
Managed Alpha QI Hedge Fund	1 769	11 000	12 769
Volatility Arbitrage QI Hedge Fund	1 494	32 091	33 585

8. Recovery of expenses from capital

Where the expenses of a Fund exceed the income for a particular class of units, in the event that the Management Company considers it unlikely that the expenses will be recovered from future income earned, the shortfall is funded from the capital account, as provided for in the Trust Deed.

9. Unit prices

The value of units is based on closing market prices of the underlying securities and will fluctuate in accordance with any changes in those prices.

The fluctuations in the prices of the Funds and the repurchase prices at reporting date were as follows:

FUND	Repurchase price (cents)		
	2017 Minimum	2017 Maximum	2017 Last price
Old Mutual Aristeia Opportunities QI Hedge Fund A1	199.16	211.49	208.09
Old Mutual Aristeia Opportunities QI Hedge Fund D1	198.51	210.47	208.43
Old Mutual Aristeia Opportunities QI Hedge Fund D3	198.45	210.40	208.29
Old Mutual Aristeia Opportunities QI Hedge Fund D4	199.28	211.71	208.79
Old Mutual Chronos QI Hedge Fund A1	184.92	211.11	192.83
Old Mutual Chronos QI Hedge Fund D1	186.01	209.19	194.25
Old Mutual Chronos QI Hedge Fund D2	185.12	210.90	193.11
Old Mutual Chronos QI Hedge Fund D3	185.85	209.17	194.02
Old Mutual Managed Alpha QI Hedge Fund A1	200.00	207.40	207.03
Old Mutual Managed Alpha QI Hedge Fund D1	200.00	207.33	207.03
Old Mutual Managed Alpha QI Hedge Fund D2	200.00	208.00	207.33
Old Mutual Managed Alpha QI Hedge Fund D3	200.00	206.98	206.98
Old Mutual Managed Alpha QI Hedge Fund D4	200.00	208.00	207.33
Old Mutual Managed Alpha QI Hedge Fund D5	196.86	207.02	207.02
Old Mutual Volatility Arbitrage QI Hedge Fund A1	200.00	207.51	206.60
Old Mutual Volatility Arbitrage QI Hedge Fund D1	200.00	206.90	206.90
Old Mutual Volatility Arbitrage QI Hedge Fund D3	200.00	206.79	206.79
Old Mutual Volatility Arbitrage QI Hedge Fund D4	200.00	207.81	207.81

10. Financial instruments - associated risks and risk management

Risks and risk management

The Funds invest in financial assets. Each Fund is exposed to a mix of financial risks resulting predominantly from the instruments in which it invests.

Financial risk is limited firstly by the regulatory environment. The Collective Investment Schemes Control Act has strict and specific regulations as to what instruments may and may not be held.

Each Fund is also governed by a Trust Deed, which commits it to a specific investment objective. The Trust Deed's investment objective is further refined into an investment mandate which requires the investment manager to manage the Fund in accordance with the specified mandate. As far as possible, compliance limits are built into the daily pricing systems and processes of investment managers and are checked and reported on daily.

The Financial Services Board gives initial approval for each Fund and reviews compliance of the Management Company at least annually. Daily checks are performed by the independent trustee/custodian as well as the compliance functions of the Management Company and each appointed investment manager to ensure compliance with investment mandates and limitations specified in the respective Trust Deeds and the regulations determined under the Collective Investments Scheme Control Act.

The nature of a Fund is determined by the Fund's objective and investment mandate, both of which dictate the nature of the underlying investments the Fund holds and the risk profile of the scheme.

Nature of Funds

The nature of the Funds are determined by the trust deed. Funds are firstly classified in terms of their geographic location and secondly, by their underlying investments. Geographically, Funds are classified as follows:

South African Portfolios: These are Funds that invest at least 70% of their assets in South African investment markets. These Funds may invest a maximum of 25% of their assets outside of South Africa, plus an additional 5% in Africa excluding South Africa.

Strategy

Long/short equity

An equity long-short strategy is an investing strategy, used primarily by hedge funds, that involves taking long positions in stocks that are expected to increase in value and short positions in stocks that are expected to decrease in value.

Investment Managers maintain long and short positions in equity and equity derivative securities. Investment Managers employ a wide variety of techniques to arrive at an investment decision, including both quantitative and fundamental analysis. Strategies can be broadly diversified or narrowly focused on specific sectors and can range in terms of levels of net exposure, leverage employed, holding period, concentrations of market capitalisations and valuation ranges of typical portfolios. Funds could be aggressively managed with assets being shifted between the various markets and asset classes to reflect changing economic and market conditions to maximise total as well as capital returns over the longer term.

Market Neutral

A market-neutral strategy is a type of investment strategy where the investment manager seeks to profit from both increasing and decreasing prices in one or more markets, while attempting to completely avoid some specific form of market risk. Market-neutral strategies are often attained by taking matching long and short positions in different stocks to increase the return from making good stock selections and decreasing the return from broad market movements. Market-neutral Funds emphasise constructing portfolios to mitigate market risk. The Funds have complete or stipulated limited flexibility in their asset allocation both between and within asset classes.

There are two main market-neutral strategies that fund managers employ: fundamental arbitrage and statistical arbitrage. Fundamental market-neutral investors use fundamental analysis, rather than quantitative algorithms, to project fundamentals and trades based on predicted stock price convergences. Statistical arbitrage marketneutral funds use algorithms and quantitative methods to uncover price discrepancies in stocks based on historical data.

Multi Asset Portfolios

Multi Asset portfolios are Funds that invest a wide spread of investments in the equity, bond, money and property markets to maximise total returns (comprising capital and income growth) over the long term.

Multi Asset – High Equity portfolios – These Funds invest in a spectrum of investments in the equity, bond, money, or property markets. These Funds tend to have an increased probability of short term volatility aim to maximise long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 75% and a maximum effective property exposure (including international property) of up to 25% of the market value of the portfolio. The underlying risk and return objectives of individual portfolios may vary as dictated by each portfolios mandate and stated investment objective and strategy.

Multi Asset – Medium Equity portfolios – These Funds invest in a spectrum of investments in the equity, bond, money, or property markets. These Funds tend to display average volatility, aim for medium to long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 60% and a maximum effective property exposure (including international property) of up to 25% of the market value of the portfolio. The underlying risk and return objectives of individual Funds may vary as dictated by each portfolios mandate and stated investment objective and strategy.

Multi Asset – Low Equity portfolios – These Funds invest in a spectrum of investments in the equity, bond, money, or property markets. These Funds tend to display reduced short term volatility, aim for long term capital growth and can have a maximum effective equity exposure (including international equity) of up to 40% and a maximum effective property exposure (including international property) of up to 25% of the market value of the portfolio. The underlying risk and return objectives of individual portfolios may vary as dictated by each Funds mandate and stated investment objective and strategy.

10. Financial instruments - associated risks and risk management (CONTINUED)

Financial risk management strategy

The Funds are categorised as follows:

FUND	Geographic classification	Sector	Asset allocation classification
Old Mutual Aristeia Opportunities QI Hedge Fund	South African	Qualified Investor Hedge Fund	Market Neutral
Old Mutual Chronos QI Hedge Fund	South African	Qualified Investor Hedge Fund	Long/Short
Old Mutual Managed Alpha QI Hedge Fund	South African	Qualified Investor Hedge Fund	Market Neutral
Old Mutual Volatility Arbitrage QI Hedge Fund	South African	Qualified Investor Hedge Fund	Market Neutral

The Funds are exposed to financial risk through their financial assets and financial liabilities. In particular the key financial risk is that the proceeds from financial assets are not sufficient to fund the obligations arising from the redemption of units. The most significant components of financial risk are interest rate risk, liquidity risk, market risk and currency risk.

The main financial risks in the Old Mutual Qualified Investor Hedge Funds:

MARKET RISK

Market risk is the potential for both loss and gain to the investor resulting from decreases and increases in the unit price of each fund. The main causes of unit price changes are the result of price changes in the underlying instruments caused by movements in securities prices, changes in credit rating of instrument issuers, changes in the prevailing level of interest rates and currency movement relative to the Rand.

Return is the desired reward for assuming market risk. Market risk is managed daily by the Investment Manager with reference to the Fund's investment mandate. The objective being to produce the highest possible return for a given level of risk.

PRICE RISK

Price risk is the risk that the value of the Fund fluctuates as a result of changes in market prices of instruments held, whether caused by factors specific to the underlying investments of the scheme, its issuer or all factors affecting all instruments traded in the market.

Price risk is mitigated primarily by diversification. Diversification being achieved through asset allocation, sector diversification and market diversification. Funds that invest primarily in a specific industry will have an increased exposure to market risk factors specific to that industry sector.

The majority of the Funds are simultaneously invested in various sectors of the market as well as various shares within each sector. As a sensitivity analysis on the assumption that all shares perform in line with sector movements will not represent a realistic and meaningful analysis, no sensitivity analysis has been performed.

The exposure to price fluctuations are governed by the investment mandate of each Fund and investors are able to assess the sensitivity and exposure to the relevant sector and share movements by referring to the investment mandate of each Fund and the portfolio composition of the Fund at any point in time.

The table below illustrates the effect of possible changes in the fair value of investments for price risks on profit or loss for the year. The sensitivity analysis is prepared with all other variables held constant, and is based on the balances at year end taking into account the reasonable possible changes in the next 12 months. It follows that the actual results may differ from the sensitivity analysis below and the difference could be material.

The disclosure provides information on the risk to which unit holders are exposed and it is not indicative of future performance.

The movement in risk has been disclosed for a 10% increase and decrease in the value of the Funds' equities and unit trusts.

Management considered this to be a reasonable change in the market based on the current economic environment.

The following price risk table only includes Funds where the Funds have direct exposure to price risk. Indirect exposure is shown in the Derivatives note.

FUND	2017 R000's	
	10% increase in equity or unit trust	10% decrease in equity or unit trust
Old Mutual Aristeia Opportunities QI Hedge Fund	-	-
Old Mutual Chronos QI Hedge Fund	3 084	(3 084)
Old Mutual Managed Alpha QI Hedge Fund	-	-
Old Mutual Volatility Arbitrage QI Hedge Fund	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2017 (CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

PRICE RISK (CONTINUED)

The analysis inserted below sets out the asset allocation of the Funds and equity exposure by market sector:

FUND	YEAR	As a % of the total portfolio										
		EQUITIES AND SPECIALIST SECURITIES							Derivatives****	Bonds***	Cash*	Total
		Financials	Resources	Industrials	Property	Information technology	International equities	Specialist securities**				
Old Mutual Aristeia Opportunities QI Hedge Fund	2017	-	-	-	-	-	-	-	0.20	22.62	77.18	100.00
Old Mutual Chronos QI Hedge Fund	2017	1.40	0.28	15.70	-	-	-	-	1.88	22.80	57.94	100.00
Old Mutual Managed Alpha QI Hedge Fund	2017	-	-	-	-	-	-	-	1.77	20.99	77.24	100.00
Old Mutual Volatility Arbitrage QI Hedge Fund	2017	-	-	-	-	-	-	-	0.10	13.67	86.23	100.00

* Cash includes cash, call, collateral, money market instruments and net receivables or payables.

** Specialist securities include preference shares, convertible debentures and exchange traded funds.

*** Bonds include floating rate notes and debentures.

**** Derivatives include options on futures and CFD's.

Shari'ah compliant instruments have been classified as money market instruments under cash.

CURRENCY RISK

Certain Funds' mandates permit or require investment in financial instruments denominated in currencies other than Rand. As the Funds' net asset values are reported in Rands, movements in the foreign exchange rates in relation to the Rand would cause volatility in the Funds' Rand unit prices.

As at 31 December 2017 the Funds were not exposed to any foreign currencies.

INTEREST RATE RISK

Certain Funds' mandates permit or require investment in interest-bearing financial instruments. The fair values of fixed rate interest instruments are susceptible to changes in the prevailing level of interest rates. Funds with significant investments in interest-bearing financial instruments are exposed to interest rate risk. The impact of interest rate changes on the fair values of fixed rate interest instruments is more significant, the longer the term of the instrument. For interest rate risk, a change in the prevailing level of interest rates in effect at 31 December 2017 for fixed rate instruments will impact the fair value of these instruments. For cash flow interest rate risk, a change in the prevailing level of interest rates in effect at 31 December 2017 for variable rate instruments will impact the future cash flows associated with such instruments and thereby the yield of the Fund.

The table below illustrates the effect of possible changes in prevailing interest rates on profit or loss for the year. The sensitivity analysis is prepared with all other variables held constant, and is based on the balances at year end taking into account the reasonable possible changes in the next 12 months. The actual results may differ from the sensitivity analysis and the difference could be material.

The disclosure provides information on the risks to which unit holders are exposed and is not indicative of future performance.

The movement has been disclosed for a 1% increase and decrease in interest rate risk. Management considered this to be a reasonable change in the market based on the current economic environment.

FUND	2017 R000's	
	1% Increase in market interest rates	1% Decrease in market interest rates
Aristeia Opportunities QI Hedge Fund	(376)	383
Chronos QI Hedge Fund	(35)	56
Managed Alpha QI Hedge Fund	(461)	466
Volatility Arbitrage QI Hedge Fund	(657)	666

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

INTEREST RATE RISK (CONTINUED)

The following table provides an analysis of interest bearing instruments by Fund, together with the split of instruments between fixed rate and variable rate instruments.

At 31 December 2017, the interest rate profile of the Funds' interest bearing financial assets was:

FUND	Cash and call %	Collateral Deposits %	Money market instruments %	Variable rate instruments %	FIXED RATE INSTRUMENTS								Total %
					CORPORATE BONDS				GOVERNMENT BONDS				
					2018 < 1 year %	2019-2020 1-3 years %	2021-2024 3-7 years %	2024 > 7 years %	2018 < 1 year %	2019-2020 1-3 years %	2021-2024 3-7 years %	2024 > 7 years %	
					Aristeia Opportunities QI Hedge Fund	24.55	0.97	51.66	17.31	-	0.53	4.78	
Chronos QI Hedge Fund	38.86	3.22	15.86	11.67	-	4.97	6.16	-	-	-	-	-	80.74
Managed Alpha QI Hedge Fund	5.02	7.30	64.92	18.36	-	2.63	-	-	-	-	-	-	98.23
Volatility Arbitrage QI Hedge Fund	17.51	0.49	68.23	10.76	-	0.53	2.38	-	-	-	-	-	99.90

CREDIT RISK - EXPOSURE TO CREDIT RISK

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Scheme.

The Collective Investment Schemes Control Act (CISCA) has strict guidelines ensuring that a high proportion of instruments held are of high credit quality. Any unrated instruments held must be issued by a listed issuer who guarantees liquidity. CISCA assigns a maximum exposure per issuer and per rating band with stricter requirements for foreign issuers.

The Investment Managers employed in the management of the investments of the Funds all have credit policies in place, which are at least as stringent as the CISCA requirements, and the exposure to credit risk is monitored on an ongoing basis. Credit risk arising on debt instruments is mitigated by investing in rated instruments or instruments issued by rated counterparties.

Credit risk arising on non-rated investments is monitored through regular analysis of financial statements of their respective issuers.

The credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the fact that the majority of financial instrument transactions are exchange traded, with settlement guaranteed by the exchanges.

The Funds' maximum credit risk exposure at the reporting date is represented by the respective carrying amounts of the relevant financial assets in the statement of financial position. The risk of some of these exposures is mitigated by collateral held where applicable. There were no significant concentrations of credit risk to any individual issuer or group of issuers at 31 December 2017 nor were any financial assets carried at amortised cost past due or impaired. The Funds' activities may give rise to risk at the time of settlement of transactions which exposes it to the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed. For the majority of transactions the Funds mitigates this risk by conducting settlements through a broker.

The table below analyses the credit rating (Standard & Poors or equivalent) by national investment grade of financial assets bearing credit risk and by type of instrument. All cash and collateral deposits are held with banks with a minimum credit rating of A at period end.

FUND	YEAR	Cash and instruments call R000's	Money market instruments AAA-A R000's	Variable rate instruments			Fixed rate instruments					
				Variable rate instruments			Corporate bonds			Government bonds		
				AAA-A	BBB-B	Non- rated	AAA-A	BBB-B	Non- rated	AAA-A	BBB-B	Non- rated
				R000's	R000's	R000's	R000's	R000's	R000's	R000's	R000's	R000's
Old Mutual Aristeia Opportunities QI Hedge Fund	2017	47 081	99 079	22 019	11 154	-	1 017	-	9 176	-	-	-
Old Mutual Chronos QI Hedge Fund	2017	68 925	28 128	18 894	1 781	-	1 017	-	18 726	-	-	-
Old Mutual Managed Alpha QI Hedge Fund	2017	12 769	165 182	44 415	2 285	-	6 696	-	-	-	-	-
Old Mutual Volatility Arbitrage QI Hedge Fund	2017	33 585	130 840	18 080	2 570	-	1 017	-	4 556	-	-	-

10. Financial instruments - associated risks and risk management (CONTINUED)

LIQUIDITY RISK

The Funds' Trust Deeds provide for the daily creation and cancellation of units and the Funds are therefore exposed to the liquidity risk of meeting unitholders' redemptions at any time.

Liquidity risk is the risk that the Fund may not be able to liquidate investments quickly enough at an amount close to its fair value in order to meet its liquidity requirements, or to respond to specific events such as deterioration in the creditworthiness of any particular issuer.

The Funds' listed securities are considered to be readily realisable as they are listed on reputable local and major foreign stock exchanges. Investments in over the counter (OTC) derivative contracts are permitted.

Liquidity risk can also occur if an institutional investor redeems a significant proportion of a fund. This risk is mitigated by service level agreements with large investors requiring notice periods for large redemptions and regulatory safeguards as incorporated into the CISCA.

The use of derivatives

Derivative instruments are used by the Investment Managers for the purpose of reducing investment risk enabling diversification of asset allocations and interest rate exposures without having to divest from the instruments in the Fund.

Derivatives used can generally be classified as futures, forward contracts, options and CFDs.

FUTURES AND FORWARD CONTRACTS

Futures and forward contracts are contracts giving the holder or issuer the obligation to either purchase or sell a designated financial instrument, currency, commodity or an index at a specified future date for a specified price and may be settled in cash or another financial asset. Futures are standardised exchange-traded contracts whereas forwards are individually traded over-the-counter contracts. Forward contracts are subject to liquidity risk as the individually traded contracts may not be easily traded in an active market. Futures trading may also be illiquid. Certain futures exchanges do not permit trading in particular futures contracts at prices that represent a fluctuation in price during a single day's trading beyond certain set limits. If prices fluctuate during a single day's trading beyond those limits, the Fund could be prevented from promptly liquidating unfavourable positions and thus could be subject to substantial losses.

DERIVATIVES

A Fund may enter into exchange-traded or OTC derivatives. Credit risk arising from exchange-traded derivatives is mitigated by margin requirements. Derivative financial instruments are transacted with reputable counterparties, and with whom the Funds have a signed master netting agreement. Master netting agreements provide for the net settlement of contracts with the same counterparty in the event of default. The net exposure to credit risk mitigated to master netting arrangements may change significantly within a short period of time due to the volatile nature of the fair value of the derivatives.

The following table sets out the notional exposure of derivative assets and liabilities held by the Funds as at the reporting date:

CONTRACT FOR DIFFERENCE

A contract for difference (CFD) trading enables speculation on the rising or falling prices of fast-moving financial markets (or instruments) such as shares, indices, commodities, currencies and treasuries.

Some of the benefits of CFD trading are that you can trade on margin, and you can go short (sell) if you think prices will go down or go long (buy) if you think prices will rise and can also use CFD trades to hedge an existing physical portfolio.

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
Old Mutual Aristeia QI Hedge Fund	2017	Options on Futures	AGLS 210618 262.98 C	683	June 2018	-	-	176
		Options on Futures	BATS 150318 48.00 C	4 588	March 2018	-	-	194
		Options on Futures	BATX 070218 47.31 C	(4 588)	February 2018	-	-	(193)
		Options on Futures	BGAS 210618 156.53 C	104	June 2018	-	-	19
		Options on Futures	BIDS 210618 342.47 C	49	June 2018	-	-	15
		Options on Futures	BILS 210618 277.03 C	60	June 2018	-	-	15
		Options on Futures	BTIS 210618 966.70 C	28	June 2018	-	-	24
		Options on Futures	CFRS 210618 136.90 C	178	June 2018	-	-	21
		Options on Futures	FSRS 210618 57.53 C	283	June 2018	-	-	19
		Options on Futures	FSRS 150318 50.38 P	7 590	March 2018	-	-	517
		Options on Futures	FSRX 150218 57.60 C	(7 590)	February 2018	-	-	(515)
		Options on Futures	IMPS 210618 39.64 C	463	June 2018	-	-	16

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
Old Mutual Chronos QI Hedge Fund	2017	Options on Futures	MTNS 210618 138.59 C	213	June 2018	-	-	29
		Options on Futures	NPNS 210618 3709.2 C	9	June 2018	-	-	32
		Options on Futures	NRPS 210618 215.00 C	76	June 2018	-	-	17
		Options on Futures	NEDS 210618 234.12 C	83	June 2018	-	-	21
		Options on Futures	OMLS 210618 38.63 C	423	June 2018	-	-	16
		Options on Futures	OMLS 150318 38.81 C	7 900	March 2018	-	-	305
		Options on Futures	OMLX 190218 38.40 C	(7 900)	February 2018	-	-	(303)
		Options on Futures	REMS 210618 236.30 C	68	June 2018	-	-	16
		Options on Futures	SHPS 210618 237.39 C	95	June 2018	-	-	22
		Options on Futures	SNHS 210618 68.68 C	377	June 2018	-	-	2
		Contract for Difference	AGLCFD	(32 051)	Not applicable	64	-	(8 193)
		Contract for Difference	IMPCFD	(59 190)	Not applicable	349	-	(1 920)
		Contract for Difference	RBPCFD	(60 386)	Not applicable	296	-	(1 691)
		Contract for Difference	BGACFD	(8 800)	Not applicable	-	87	(1 602)
		Contract for Difference	FSRCFD	(23 400)	Not applicable	-	178	(1 574)
		Contract for Difference	NEDCFD	(5 200)	Not applicable	-	80	(1 332)
		Contract for Difference	OMLCFD	(24 100)	Not applicable	7	-	(916)
		Contract for Difference	NRPCFD	(4 800)	Not applicable	18	-	(1 025)
		SAFEX Futures	ALSI FUTURE 201218	14	December 2018	-	-	7 355
		SAFEX Futures	ALSJ18 210618	14	June 2018	-	-	7 355
		SAFEX Futures	ALSIM18 150318	(123)	March 2018	-	-	(64 616)
		SAFEX Futures	ALSI18 200918	85	September 2018	-	-	44 653
		Options on Futures	AGLS 210618 262.98 C	683	June 2018	-	-	176
		Options on Futures	ALSI 200918 51500 P	180	September 2018	-	-	9 755
		Options on Futures	ALSX 150118 52179 C	(30)	January 2018	-	-	(1 580)
		Options on Futures	BATS 150318 48.00 C	4 588	March 2018	-	-	194
		Options on Futures	BATX 070218 47.31 C	(4 588)	February 2018	-	-	(193)
		Options on Futures	BGAS 210618 156.53 C	104	June 2018	-	-	19
		Options on Futures	BIDS 210618 342.47 C	49	June 2018	-	-	15
		Options on Futures	BILS 210618 277.03 C	60	June 2018	-	-	15
		Options on Futures	BTIS 210618 966.70 C	28	June 2018	-	-	24
		Options on Futures	CFRS 210618 136.90 C	178	June 2018	-	-	21
		Options on Futures	FSRS 210618 57.53 C	283	June 2018	-	-	19
		Options on Futures	FSRS 150318 50.38 P	7 590	March 2018	-	-	517
		Options on Futures	FSRX 150218 57.60 C	(7 590)	February 2018	-	-	(515)
		Options on Futures	IMPS 210618 39.64 C	463	June 2018	-	-	16
		Options on Futures	MTNS 210618 138.59 C	213	June 2018	-	-	29
		Options on Futures	NPNS 210618 3709.2 C	9	June 2018	-	-	32
		Options on Futures	NRPS 210618 215.00 C	76	June 2018	-	-	17
		Options on Futures	NEDS 210618 234.12 C	83	June 2018	-	-	21
Options on Futures	OMLS 210618 38.63 C	423	June 2018	-	-	16		
Options on Futures	OMLS 150318 38.81 C	7 900	March 2018	-	-	305		

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
		Options on Futures	OMLX 190218 38.40 C	(7 900)	February 2018	-	-	(303)
		Options on Futures	REMS 210618 236.30 C	68	June 2018	-	-	16
		Options on Futures	SHPS 210618 237.39 C	95	June 2018	-	-	22
		Options on Futures	SNHS 210618 68.68 C	377	June 2018	-	-	2
		Contract for Difference	MNDCFD	917	Not applicable	17	-	293
		Contract for Difference	MNPCFD	2 994	Not applicable	-	56	956
		Contract for Difference	SAPCFD	10 510	Not applicable	-	2	941
		Contract for Difference	AGLCFD	(15 341)	Not applicable	48	-	(3 921)
		Contract for Difference	BILCFD	27 365	Not applicable	1 139	-	6 856
		Contract for Difference	ANGCFD	8 510	Not applicable	-	145	1 095
		Contract for Difference	IMPCFD	(43 989)	Not applicable	183	-	(1 427)
		Contract for Difference	INPCFD	1 565	Not applicable	-	4	140
		Contract for Difference	RBPCFD	(58 598)	Not applicable	290	-	(1 641)
		Contract for Difference	TBSCFD	2 558	Not applicable	107	-	1 177
		Contract for Difference	CFRCFD	96 142	Not applicable	387	-	10 744
		Contract for Difference	SNHCFD	12 640	Not applicable	-	545	59
		Contract for Difference	BTICFD	4 585	Not applicable	-	231	3 803
		Contract for Difference	NPNCFD	2 001	Not applicable	-	40	6 905
		Contract for Difference	SHPCFD	6 740	Not applicable	215	-	1 491
		Contract for Difference	MTNCFD	13 596	Not applicable	145	-	1 857
		Contract for Difference	VODCFD	5 396	Not applicable	-	14	786
		Contract for Difference	FSRCFD	23 493	Not applicable	308	-	1 580
		Contract for Difference	RMHCFD	5 141	Not applicable	81	-	407
		Contract for Difference	SBKCFD	16 076	Not applicable	583	-	3 145
		Contract for Difference	DSYCFD	1 239	Not applicable	78	-	230
		Contract for Difference	OMLCFD	7 326	Not applicable	26	-	278
		Contract for Difference	SLMCFD	18 721	Not applicable	353	-	1 629
		Contract for Difference	REMCFD	10 136	Not applicable	129	-	2 392
		Contract for Difference	FFACFD	2 816	Not applicable	3	-	52
		Contract for Difference	FFBCFD	2 402	Not applicable	18	-	101
		Contract for Difference	GRTCFD	2 622	Not applicable	3	-	73
		Contract for Difference	ITUCFD	7 266	Not applicable	-	33	305
		Contract for Difference	RDFCFD	34 429	Not applicable	-	6	368
		Contract for Difference	RNICFD	1 138	Not applicable	-	8	312
		Contract for Difference	MEICFD	2 370	Not applicable	-	33	252
		Contract for Difference	NTCCFD	11 270	Not applicable	-	75	283
		Contract for Difference	AEGCFD	(279 698)	Not applicable	187	-	(559)
		Contract for Difference	BIDCFD	3 000	Not applicable	114	-	903
		Contract for Difference	BVTCFD	747	Not applicable	47	-	163
		Contract for Difference	SOLCFD	4 281	Not applicable	73	-	1 833
Old Mutual Managed Alpha QI Hedge Fund	2017	Contract for Difference	MNDCFD	24 699	Not applicable	-	1 237	7 886
		Contract for Difference	SAPCFD	(2 740)	Not applicable	12	-	(245)
		Contract for Difference	AGLCFD	1 065	Not applicable	-	28	272
		Contract for Difference	ARICFD	2 351	Not applicable	43	-	316

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
		Contract for Difference	BILCFD	31 263	Not applicable	-	103	7 833
		Contract for Difference	EXXCFD	1 823	Not applicable	21	-	296
		Contract for Difference	GLNCFD	108 172	Not applicable	-	49	6 962
		Contract for Difference	KIOCFD	762	Not applicable	138	-	289
		Contract for Difference	ANGCFD	(2 613)	Not applicable	4	-	(336)
		Contract for Difference	SGLCFD	(11 975)	Not applicable	11	-	(189)
		Contract for Difference	AMSCFD	2 167	Not applicable	-	45	766
		Contract for Difference	INPCFD	(86 620)	Not applicable	-	372	(7 775)
		Contract for Difference	NHMCFD	(70 047)	Not applicable	-	471	(3 661)
		Contract for Difference	DSTCFD	(2 110)	Not applicable	-	32	(299)
		Contract for Difference	PFGCFD	(2 077)	Not applicable	-	22	(285)
		Contract for Difference	TONCFD	(2 528)	Not applicable	7	-	(290)
		Contract for Difference	CFRCFD	(2 212)	Not applicable	16	-	(247)
		Contract for Difference	BTICFD	7 112	Not applicable	-	537	5 899
		Contract for Difference	NPNCFD	2 167	Not applicable	-	368	7 478
		Contract for Difference	SPPCFD	(1 361)	Not applicable	-	17	(277)
		Contract for Difference	CLSCFD	35 342	Not applicable	253	-	6 401
		Contract for Difference	TFGCFD	(1 646)	Not applicable	-	84	(325)
		Contract for Difference	TSHCFD	(356 828)	Not applicable	-	1 028	(8 692)
		Contract for Difference	TKGCFD	(155 515)	Not applicable	18	-	(7 483)
		Contract for Difference	MTNCFD	18 253	Not applicable	154	-	2 493
		Contract for Difference	CPICFD	8 043	Not applicable	1 743	-	8 831
		Contract for Difference	FSRCFD	133 167	Not applicable	1 582	-	8 955
		Contract for Difference	RMHCFD	113 416	Not applicable	1 658	-	8 979
		Contract for Difference	SBKCFD	1 470	Not applicable	44	-	288
		Contract for Difference	LBHCFD	2 281	Not applicable	27	-	284
		Contract for Difference	DSYCFD	47 748	Not applicable	1 428	-	8 881
		Contract for Difference	MMICFD	(387 292)	Not applicable	-	294	(8 133)
		Contract for Difference	BATCFD	(190 756)	Not applicable	2 047	-	(7 947)
		Contract for Difference	CMLCFD	34 912	Not applicable	175	-	2 580
		Contract for Difference	INLCFD	(86 784)	Not applicable	-	411	(7 786)
		Contract for Difference	JSECFD	(1 919)	Not applicable	-	51	(295)
		Contract for Difference	PSGCFD	28 187	Not applicable	637	-	7 610
		Contract for Difference	REMCFD	(26 550)	Not applicable	-	654	(6 266)
		Contract for Difference	RMICFD	6 325	Not applicable	33	-	290
		Contract for Difference	ATTCFD	(78 705)	Not applicable	-	108	(1 566)
		Contract for Difference	ITUCFD	(6 243)	Not applicable	-	8	(262)
		Contract for Difference	SACCFD	(57 969)	Not applicable	-	2	(279)
		Contract for Difference	RNICFD	(14 191)	Not applicable	152	-	(3 888)
		Contract for Difference	LHCCFD	(293 004)	Not applicable	-	743	(8 131)
		Contract for Difference	NTCCFD	(244 055)	Not applicable	-	511	(6 138)
		Contract for Difference	APNCFD	(9 464)	Not applicable	185	-	(2 626)
		Contract for Difference	PPCCFD	(39 426)	Not applicable	-	16	(275)
		Contract for Difference	RLOCFD	(3 784)	Not applicable	-	16	(273)

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2017

(CONTINUED)

10. Financial instruments - associated risks and risk management (CONTINUED)

DERIVATIVES (CONTINUED)

FUND	YEAR	DERIVATIVE TYPES	UNDERLYING SECURITY	NUMBER OF CONTRACTS	MATURITY DATE	FAIR VALUE		NOMINAL EFFECTIVE EXPOSURE R'000
						ASSETS R'000	LIABILITIES R'000	
Old Mutual Volatility Arbitrage QI Hedge Fund	2017	Contract for Difference	BAWCFD	(1 772)	Not applicable	-	21	(283)
		Contract for Difference	KAPCFD	(32 888)	Not applicable	14	-	(261)
		Contract for Difference	BVTCFD	38 854	Not applicable	966	-	8 474
		Contract for Difference	SOLCFD	18 193	Not applicable	326	-	7 790
		Contract for Difference	DTCCFD	12 720	Not applicable	26	-	727
		Options on Futures	AGLS 210618 262.98 C	342	June 2018	-	-	88
		Options on Futures	BATS 150318 48.00 C	2 292	March 2018	-	-	97
		Options on Futures	BATX 070218 47.31 C	(2 292)	February 2018	-	-	(96)
		Options on Futures	BGAS 210618 156.53 C	53	June 2018	-	-	10
		Options on Futures	BIDS 210618 342.47 C	24	June 2018	-	-	7
		Options on Futures	BILS 210618 277.03 C	30	June 2018	-	-	8
		Options on Futures	BTIS 210618 966.70 C	15	June 2018	-	-	13
		Options on Futures	CFRS 210618 136.90 C	90	June 2018	-	-	10
		Options on Futures	FSRS 210618 57.53 C	142	June 2018	-	-	10
		Options on Futures	FSRS 150318 50.38 P	3 796	March 2018	-	-	259
		Options on Futures	FSRX 150218 57.60 C	(3 796)	February 2018	-	-	(258)
		Options on Futures	IMPS 210618 39.64 C	231	June 2018	-	-	8
		Options on Futures	MTNS 210618 138.59 C	106	June 2018	-	-	15
		Options on Futures	NPNS 210618 3709.2 C	5	June 2018	-	-	18
		Options on Futures	NRPS 210618 215.00 C	39	June 2018	-	-	9
		Options on Futures	NEDS 210618 234.12 C	41	June 2018	-	-	11
		Options on Futures	OMLS 210618 38.63 C	212	June 2018	-	-	8
		Options on Futures	OMLS 150318 38.81 C	3 950	March 2018	-	-	152
		Options on Futures	OMLX 190218 38.40 C	(3 950)	February 2018	-	-	(152)
		Options on Futures	REMS 210618 236.30 C	35	June 2018	-	-	8
		Options on Futures	SHPS 210618 237.39 C	47	June 2018	-	-	11
		Options on Futures	SNHS 210618 68.68 C	188	June 2018	-	-	1
		Contract for Difference	AGLCFD	(16 049)	Not applicable	31	-	(4 102)
		Contract for Difference	IMPCFD	(29 378)	Not applicable	174	-	(953)
		Contract for Difference	RBPCFD	(30 063)	Not applicable	148	-	(842)
		Contract for Difference	BGACFD	(4 500)	Not applicable	-	45	(819)
		Contract for Difference	FSRCFD	(11 700)	Not applicable	-	90	(787)
		Contract for Difference	NEDCFD	(2 600)	Not applicable	-	40	(666)
Contract for Difference	OMLCFD	(12 100)	Not applicable	3	-	(460)		
Contract for Difference	NRPCFD	(2 500)	Not applicable	9	-	(534)		

VAR AND COMMITMENT APPROACH LEVELS

The table below sets out the VAR and Commitment Approach levels of the Funds at 31 December 2017.

FUND	VAR/Commitment Approach	Limit	Level at 31 December 2017	99% confidence level
Old Mutual Aristeia Opportunities QI Hedge Fund	Commitment Approach	300%	24%	Not Applicable*
Old Mutual Chronos QI Hedge Fund	Commitment Approach	200%	70%	Not Applicable*
Old Mutual Managed Alpha QI Hedge Fund	Commitment Approach	200%	12%	Not Applicable*
Old Mutual Volatility Arbitrage QI Hedge Fund	Commitment Approach	200%	73%	Not Applicable*

* We calculate VAR based on a 95% confidence level.

11. Taxation

Income is taxed in the hands of the investor if distributed within 12 months, failing which the revenue will be deemed to be received by and accrued to the Funds and will be taxed in their hands. Capital gains and losses are disregarded within the Funds.

12. Subsequent events

No material facts or circumstances have arisen between the date of the statement of financial position and the date of this report which affect the financial position or financial performance of the Funds as reflected in the financial statements.

REPORT OF THE CUSTODIAN FOR THE OLD MUTUAL UNIT TRUST MANAGERS (RF) (PTY) LIMITED QUALIFIED INVESTOR HEDGE FUND SCHEME

We, the Standard Bank of South Africa Limited, in our capacity as Custodian of the Old Mutual Unit Trust Managers (RF) (PTY) Limited Qualified Investor Hedge Fund Scheme (“the Scheme”) have prepared a report in terms of Section 70(1)(f) of the Collective Investment Schemes Control Act, 45 of 2002, as amended (“the Act”), for the financial year ended 31 December 2017.

In support of our report we have adopted certain processes and procedures that allow us to form a reasonable conclusion on whether the Manager has administered the Scheme in accordance with the Act and the Scheme Deed.

As Custodian’s of the Scheme we are also obliged to in terms of Section 70(3) of the Act to satisfy ourselves that every statement of comprehensive income, statement of financial position or other return prepared by the Manager of the Scheme as required by Section 90 of the Act fairly represents the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme.

The Manager is responsible for maintaining the accounting records and preparing the annual financial statements of the Scheme in conformity with International Financial Reporting Standards. This responsibility also includes appointing an external auditor to the Scheme to ensure that the financial statements are properly drawn up so as to fairly represent the financial position of every portfolio of its collective investment scheme are in accordance with International Financial Reporting Standards and in the manner required by the Act.

Our enquiry into the administration of the Scheme by the Manager does not cover a review of the annual financial statements and hence we do not provide an opinion thereon.

Based on our records, internal processes and procedures we report that nothing has come to our attention that causes us to believe that the accompanying financial statements do not fairly represent the assets and liabilities, as well as the income and distribution of income, of every portfolio of the Scheme administered by the Manager.

We confirm that according to the records available to us, no losses were suffered in the portfolios and no investor was prejudiced as a result thereof.

We conclude our report by stating that we reasonably believe that the Manager has administered the Scheme in accordance with:

- (i) the limitations imposed on the investment and borrowing powers of the manager by this Act;
- (ii) and the provisions of this Act and the deed;



Melinda Mostert

Standard Bank of South Africa Limited



Seggie Moodley

Standard Bank of South Africa Limited

19 March 2018

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Management company annual financial statements

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STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for the preparation and fair presentation of the annual financial statements of Old Mutual Unit Trust Managers (RF) (Pty) Ltd, comprising the statement of financial position at 31 December 2017, and the statements of comprehensive income, changes in equity and cash flows for the year then ended, and the notes to the financial statements which include a summary of significant accounting policies and other explanatory notes, in accordance with International Financial Reporting Standards (IFRS) and Interpretations of IFRS standards, as issued by the International Accounting Standards Board, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by Financial Reporting Standards Council and the requirements of the Companies Act of South Africa, and the director's report.

The annual financial statements are prepared in accordance with IFRS as issued by the International Accounting Standards Board and applicable legislation and incorporate disclosure in line with the accounting policies of the Company. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the Company and supported by reasonable and prudent judgements and estimates. The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the Company and place considerable importance on maintaining a strong control environment.

The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and for maintaining adequate accounting records and an effective system of risk management.

The directors have made an assessment of the ability of the company to continue as a going concern and have no reason to believe that the business will not be a going concern in the year ahead.

The auditor is responsible for reporting on whether the financial statements are fairly presented in accordance with the applicable financial reporting framework.

Approval of the annual financial statements

The annual financial statements of Old Mutual Unit Trust Managers (RF) (Pty) Ltd, as defined in the first paragraph, were approved by the board of directors on 28 March 2018 and signed by:



PG de Beyer

Chairman



E Botha

Managing Director

DIRECTORS' REPORT

The directors of Old Mutual Unit Trust Managers (RF) (Pty) Ltd have pleasure in submitting their report on the financial statements for the year ended 31 December 2017.

Business activities

The company markets and administers a range of collective investment schemes in accordance with the provisions of the Collective Investment Schemes Control Act of South Africa. There has been no change in the nature of the business of the Company during the year under review.

Results of operations

The operating results and financial position of the Company are set out in the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows and accompanying notes.

Profit before tax for the year was R477 260 794 (2016: R510 994 388) , after taxation R340 601 362 (2016: R 370 254 180).

Holding company

The Company is a wholly owned subsidiary of Old Mutual Wealth (Pty) Ltd. The ultimate holding company is Old Mutual plc, which is incorporated in the United Kingdom and listed on the London, Johannesburg, Malawi, Namibia and Zimbabwe stock exchanges.

Share capital

There was no change in the authorised or issued ordinary or preference share capital of the Company in the current or prior period.

Dividends

Ordinary shares

Dividends on ordinary shares amounting to R350 000 000 (2016: R400 000 000) were declared during the year.

Preference shares

Dividends on preference shares amounting to R100 (2016: R100) were declared during the year.

Public interest score

The Company's public interest score, as determined in accordance with the relevant provisions of the Companies Act, is 1 359 (2016:1 311).

Assets under Management

As at 31 December 2017, the Company managed R190bn (2016: R175bn) on behalf of its clients.

Events after the reporting period

There were no events that occurred subsequent to the reporting date.

Directors

The directors currently holding office are:

Independent non-executive directors

PG De Beyer (Chairman)

LA Harvey

PJ Dempsey

Executive directors

E Botha

KD Land

Non-executive directors

JR Minnaar

Company Secretary

Old Mutual Life Assurance Company (South Africa) Limited is the Company Secretary.

Business address: Mutualpark
Jan Smuts Drive
Pinelands
7405

Postal address: PO Box 207
Cape Town
8000

Corporate Governance Report

The Old Mutual Group (the Group) has an overarching governance structure (Group Operating Model), incorporating principles of governance to facilitate effective and dynamic management and oversight of a Group containing several regulated entities, in different jurisdictions. These overarching governance structures are set out in the Group Operating Manual (the Manual) which contains the internal operating framework and governance structure for the Group. The company has resolved to adhere to the manual, noting that it is a governance framework for the promotion of efficiency and mitigation of risks, both in the interests of the company and the Group, whilst maintaining the primacy of the fiduciary duties of the Board.

Going Concern

The Board has satisfied itself that the Company has adequate resources to continue in operation for the foreseeable future. The Company's financial statements have accordingly been prepared on a going concern basis.

Corporate Citizenship and Non-financial Reporting

The broader Old Mutual Group in South Africa publishes a separate annual corporate citizenship report on its social, transformation, ethical, safety, health and environmental policies and practices.

This report also covers the financial benefits delivered to customers, employees, government and shareholders. The Old Mutual Group subscribes to a code of ethics which is available to all staff.

INDEPENDENT AUDITOR'S REPORT

To the shareholder of Old Mutual Unit Trust Managers (RF) (Pty) Ltd

Opinion

We have audited the financial statements of Old Mutual Unit Trust Managers (RF) (Pty) Ltd set out on pages 235 to 252, which comprise the statement of financial position as at 31 December 2017, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Old Mutual Unit Trust Managers (RF) (Pty) Ltd as at 31 December 2017, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies Act of South Africa.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the Directors' Report and Directors' Responsibility Statement as required by the Companies Act of South Africa. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Auditor's Responsibilities for the Audit of the Financial Statements continued

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG Inc.
Registered Auditor

Per EA Belstead
Chartered Accountant (SA)
Registered Auditor
Director

1 Mediterranean Street
Foreshore
Cape Town
8001

28 March 2018

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Revenue			
Initial fees	4	28 237	31 750
Service fees		1 264 986	1 205 988
Trading profit		3 658	7 488
Investment income	5	22 813	40 666
Total Revenue		1 319 694	1 285 892
Expenses			
Operating and administration expenses	6	842 277	774 324
Finance cost		157	574
Total expenses		842 434	774 898
Profit before tax		477 260	510 994
Income tax expense	7	136 659	140 740
Comprehensive income for the financial year		340 601	370 254

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Assets			
Investments and securities	8	133 043	130 488
Trade and other receivables		133 002	121 160
Cash and cash equivalents		51 470	42 463
Total assets		317 515	294 111
Liabilities			
Deferred revenue on investments	9	1 508	1 652
Deferred tax liability	10	842	190
Amounts due to group companies	11	64 683	42 786
Current tax payable		3 874	700
Trade and other payables		39 087	31 863
Total liabilities		109 994	77 191
Net assets		207 521	216 920
Shareholders' equity			
Share capital and premium	12	13 600	13 600
Retained earnings		193 921	203 320
Total equity		207 521	216 920

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2017

	Share capital and premiums R000's	Retained earnings R000's	Total R000's
2017			
Shareholders' equity at beginning of year	13 600	203 320	216 920
Comprehensive income for the financial year	-	340 601	340 601
Ordinary dividends	-	(350 000)	(350 000)
Preference dividends	-	-	-
Shareholders' equity at end of year	13 600	193 921	207 521
2016			
Shareholders' equity at beginning of year	13 600	233 066	246 666
Comprehensive income for the financial year	-	370 254	370 254
Ordinary dividends	-	(400 000)	(400 000)
Preference dividends	-	-	-
Shareholder's equity at end of year	13 600	203 320	216 920

Dividends on preference shares amounting to R100 (2016: R100) were declared during the year.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 R000's	2016 R000's
Cash flows from operating activities			
Profit before tax		477 260	510 994
Non-cash movements and adjustments to profit before tax	15.1	(22 801)	(40 240)
Changes in working capital	15.2	17 279	(12 218)
Interest received		31 760	32 186
Interest paid		(157)	(574)
Dividends received		372	535
Taxation paid	15.3	(132 830)	(148 012)
Net cash from/(used in) operating activities		370 883	342 671
Cash flows from/(used in) investing activities			
Net cash generated from acquisition/disposals of financial assets		(11 876)	2 687
Net cash used in other investing activities		(11 876)	(20 929)
Cash flows from financing activities			
Dividends paid to shareholder		(350 000)	(400 000)
Net cash used in financing activities		(350 000)	(400 000)
Net increase/(decrease) cash and cash equivalents		9 007	(54 642)
Cash and cash equivalents at beginning of year		42 463	97 105
Cash and cash equivalents at end of year		51 470	42 463

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2017

1. General information

Old Mutual Unit Trust Managers (RF) (Pty) Ltd markets and administers a range of collective investment schemes in accordance with the provisions of the Collective Investment Schemes Control Act of South Africa. There has been no change in the nature of the business of the Company during the period under review.

2. Accounting policies

2.1 Statement of compliance

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standards Board (IASB), and in accordance with the requirements of the Companies Act of South Africa.

2.2 Basis of preparation

The financial statements provide information about the financial position, results of operations and changes in financial position of the Company. They have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss. The accounting policies applied have been consistently applied to all periods presented. There were no new applicable accounting amendments in the current year.

The Company's functional and presentation currency is South African Rands.

2.3 New standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2017 reporting periods and have not been early adopted by the Company. The Company's assessment of the impact of these new standards and interpretations is set out as follows:

- IFRS 15 'Revenue from Contracts with Customers'

IFRS 15 replaces all existing revenue requirements in IFRS and applies to all revenue arising from contracts with customers, unless the contracts are in the scope of the standards on leases, insurance contracts and financial instruments.

The core principle of the standard is that revenue recognised reflects the consideration to which the company expects to be entitled in exchange for the transfer of promised goods or services to the customer. The standard incorporates a five-step analysis to determine the amount and timing of revenue recognition.

The standard is effective for the Company for the financial year commencing 1 January 2018. The Company plans to adopt the fully retrospective approach, with the use of certain practical expedients, to the adoption of IFRS 15.

During the year, the Company performed a high level assessment to determine the potential impact of the new standard on the Company's statement of financial position and performance. Based on this assessment, nothing has come to the attention of the Company that would indicate that the impact of the new standard would be significant. Based on this assessment, the Company estimates that the net impact on initial fees will be R0.4m.

Key matters arising from the assessment relate to the determination of when performance obligations are satisfied.

- IFRS 9 Financial Instruments

IFRS 9: Financial Instruments (IFRS 9) was issued in July 2014 and will replace IAS 39: Financial Instruments: Recognition and Measurement. The standard is effective for financial years commencing on or after 1 January 2018. The final version of this standard incorporates amendments to the classification and measurement, hedge accounting guidance, as well as the accounting requirements for the impairment of financial assets measured at amortised cost and fair value through other comprehensive income (FVTOCI). These elements of the final standard, and a description of the expected impact on the Company's statement of financial position and performance, are discussed in detail below:

The Company will implement IFRS 9 with effect from 1 January 2018, with the impact of the cumulative adjustment reflected as an adjustment to opening retained income.

Classification and measurement

All financial assets under IFRS 9 are to be initially recognised at fair value, including directly attributable transactions costs (for financial assets not measured at fair value through profit or loss).

Financial assets are to be classified based on (i) the business model within which the financial assets are managed and (ii) the contractual cash flow characteristics of the financial assets (whether the cash flows represent 'solely payment of principal and interest'). Financial assets are measured at amortised cost if they are held within a business model whose objective is to hold those assets for the purpose of collecting contractual cashflows and those cashflows comprise solely payments of principal and interest ('hold to collect'). Financial assets are measured at fair value through other comprehensive income if they are held within a business model whose objective is achieved by both collecting contractual cashflows and selling financial assets, and those contractual cashflows comprise solely payments of principal and interest ('hold to collect and sell'). Movements in the carrying amount of these financial assets should be taken through OCI, except for impairment gains or losses, interest revenue and foreign exchange gains or losses, which are recognised in profit or loss. Where the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss.

Other financial assets are measured at FVTPL. All derivative instruments that are either financial assets or financial liabilities will be classified as held for trading and measured at fair value through profit and loss.

The accounting for financial liabilities is largely unchanged, except for financial liabilities designated at FVTPL. Changes in the fair value of these financial liabilities that are attributable to the group's own credit risk are recognised in OCI. Where the financial liability is derecognised, the cumulative gain or loss previously recognised in OCI is not reclassified from equity to profit or loss. However, it may be reclassified within equity.

For equity investments that are neither held for trading nor contingent consideration, the Company may irrevocably elect to present subsequent changes in fair value of these equity investments in either (i) profit or loss (FVTPL); or (ii) other comprehensive income (FVOCI). Where the equity investment is

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

2. Accounting policies (continued)

2.3 New standards and interpretations not yet adopted (continued)

derecognised, the cumulative gain or loss previously recognised in OCI is not reclassified from equity to profit or loss. However, it may be reclassified within equity.

Based on the assessment of financial assets at 31 December 2016, the Company does not expect the impact of the changes to classification and measurement of financial assets to be significant to the Company's statement of financial position and performance.

Impairments

Impairments in terms of IFRS 9 will be determined based on an expected credit loss (ECL) model rather than the current incurred loss model required by IAS 39. The group will be required to recognise an allowance for either 12-month or lifetime ECLs, depending on whether there has been a significant increase in credit risk since initial recognition.

The measurement of ECLs reflects a probability-weighted outcome, the time value of money and the entity's best available forward-looking information. The aforementioned probability-weighted outcome must consider the possibility that a credit loss occurs and the possibility that no credit loss occurs, even if the possibility of a credit loss occurring is low.

The ECL model applies to financial assets measured at amortised cost and FVTOCI, lease receivables and certain loan commitments as well as financial guarantee contracts. The Company has estimated that the impact of adopting IFRS 9's ECL model is a transitional impact on the group's opening retained income at 1 January 2018 and does not expect the impact to be significant.

2.4 Revenue

Revenue comprises initial charges on the sale of units in collective investment schemes, service and performance fees based on the daily market value of the respective collective investment scheme portfolios, trading surplus and investment income.

Revenue is accounted for in accordance with the particular accounting policies as set out below.

2.4.1 Revenue on investment management service contracts

Fees charged for investment management services provided and initial charges on capital transactions, in conjunction with an investment contract are recognised as revenue in the statement of comprehensive income as the services are provided. Initial fees, which exceed the level of recurring fees and relate to the future provision of services are deferred and amortised over a period of three to four years for institutional and retail investors respectively.

2.4.2 Trading surplus

The trading surplus on the sale of dealing stock is recognised on the transaction date.

2.4.3 Distribution income

Income from collective investment schemes is recognised on the date of distribution receipt.

2.4.4 Interest income and expense

Interest income and expense is recognised in the statement of comprehensive income using the effective interest method taking into account the expected timing and amount of cash flows. Interest income and expense includes the amortisation of any discount or premium or other differences between the initial carrying amount of an interest-bearing instrument and its amount at maturity calculated on an effective interest basis.

2.5 Foreign currency translation

Foreign currency transactions

Foreign currency transactions are measured using the Company's functional currency, on initial recognition by applying the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of assets and liabilities denominated in foreign currencies, whether monetary or non-monetary, are recognised in the statement of comprehensive income as part of investment income.

2.6 Taxation

Income tax charge for the year comprises current and deferred tax. Included within the tax charge are charges relating to normal income tax and capital gains tax on companies. Income tax is recognised in profit/loss except to the extent that it relates to items recognised directly in other comprehensive income, in which case it is recognised in other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax base. The amount of deferred taxation provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities using tax rates enacted or substantively enacted at the reporting date. Deferred taxation is charged to the statement of comprehensive income except to the extent that it relates to a transaction that is recognised directly in equity. The effect on deferred taxation of any changes in tax rates is recognised in the statement of comprehensive income, except to the extent that it relates to items previously charged or credited directly to equity.

Deferred tax is not recognised on temporary differences that arise from:

- the initial recognition of goodwill;
- initial recognition of an asset or liability in a transaction that is not a business combination which, at the time of transaction, affects neither the accounting nor taxable profit or loss; and
- temporary differences associated with investments in subsidiaries, associates and joint ventures where the timing of the reversal of the temporary differences can be controlled by the Company and it is probable that the temporary differences will not reverse in the foreseeable future.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

2. Accounting policies (continued)

2.6 Taxation (continued)

A deferred tax asset is recognised to the extent that it is probable that future taxable income will be available, against which the unutilised tax losses and deductible temporary differences can be used. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefits will be realised.

Additional income taxes that arise from the distribution of dividends are recognised at the same time as the liability to pay the related dividend and are included in the tax charge.

2.7 Financial instruments

Financial instruments comprise investments and securities, loans and advances, including amounts due to group companies and cash and cash equivalents.

Recognition and de-recognition of financial instruments

Financial instruments are recognised when, and only when, the Company becomes a party to the contractual provisions of the particular instrument.

The Company de-recognises a financial asset when and only when:

- the contractual rights to the cash flows arising from the financial assets have expired or been forfeited by the Company; or
- It transfers the financial asset including substantially all the risks and rewards of ownership of the asset; or
- It transfers the financial asset, neither retaining nor transferring substantially all the risks and rewards of ownership of the asset, but no longer retains control of the asset.

A financial liability is de-recognised when and only when the liability is extinguished, that is, when the obligation specified in the contract is discharged, cancelled or has expired.

The difference between the carrying amount of a financial liability (or part thereof) extinguished or transferred to another party and consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the statement of comprehensive income.

All purchases and sales of financial assets carried at fair value through profit or loss that require delivery within the time frame established by regulation or market convention ('regular way' purchases and sales) are recognised at trade date, which is the date that the Company commits to purchase or sell the asset. otherwise such transactions are treated as derivatives until settlement occurs.

Financial assets carried at fair value through profit or loss

Financial assets carried at fair value through profit or loss include seed capital and unit dealing stock holdings and comprise financial assets classified as held-for-trading and those that the Company has elected to designate at fair value through profit or loss.

Financial assets at fair value through profit or loss are initially recognised at fair value excluding transaction costs directly attributable to their acquisition which are recognised immediately in the statement of comprehensive income. After initial recognition financial assets at fair value through profit or loss are measured at fair value with resulting fair value gains or losses being recognised directly in the statement of comprehensive income.

Fair value gains and losses are included in investment income or for gains and losses on unit dealing stock, trading loss or surplus. Interest earned whilst holding financial assets at fair value through profit or loss is reported as interest income. Dividends received are included in dividend income.

Investment policy in respect of seed capital

The Company is required to provide seed capital of R1 million per fund until such time as a fund's assets from third party investors exceed R50 million at which point the seed capital may be divested, provided that at all times sufficient assets are maintained in a fund or a specific class of a fund in order to price and pay the expenses in the fund or specific class of a fund. A fund is only launched if it promises to be viable in the short term in which case it can be expected that third party investments into a new fund would exceed R50 million in a period significantly shorter than twelve months. The Company's policy in respect of seed capital is to manage these investments (the participatory interest in the fund) in order to realise the assets, as soon as possible after the seeding requirement is extinguished, at a market value in excess of the initial amount. The seed capital is designated at fair value through profit or loss.

Fair value measurement considerations

The fair values of investments in collective investment schemes are based on quoted repurchase prices.

Loans and receivables

Loans and receivables including amounts due from group companies are non-derivative financial assets that are not quoted in an active market, other than those classified as at fair value through profit or loss or available-for-sale. Subsequent to initial measurement, loans and receivables including those made to fellow group undertakings, are measured at amortised cost using the effective interest method less any impairment losses. Interest received is recognised as part of investment income. All loans and receivables are recognised when cash is advanced to borrowers.

Financial liabilities

All financial liabilities including amounts due to group companies are initially recognised at fair value less directly attributable transaction costs. After initial recognition, loans and borrowings are subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process, i.e. interest expense.

Cash and cash equivalents

Cash and cash equivalents comprises balances with banks and are carried at amortised cost which approximates fair value.

For the purposes of the statement of cash flows, cash and cash equivalents comprise balances with less than 90 days maturity from the date of acquisition including cash and balances with banks but excluding cash and cash equivalent instruments held for investing purposes.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

2. Accounting policies (continued)

2.7 Financial instruments (continued)

Offsetting

Financial assets and liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to set off and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Income and expense items are offset only to the extent that their related instruments have been offset in the statement of financial position.

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or group of financial assets, excluding financial assets at fair value through profit or loss, is impaired.

Assets carried at amortised cost

If there is objective evidence that an impairment loss on loans or receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced either directly or through use of an allowance account. The impairment loss is recognised in profit or loss.

The Company first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, and individually or collectively for financial assets that are not individually significant. If it is determined that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, the asset is included in a group of financial assets with similar credit risk characteristics and that group is collectively assessed for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment of impairment.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed. Any subsequent reversal of an impairment loss is recognised in profit or loss, to the extent that the carrying value of the asset does not exceed its amortised cost at the reversal date.

2.8 Provisions

Provisions are recognised when the Company 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 occur, and where a reliable estimate can be made of the amount of the obligation. Where the Company expects some or all of a provision to be reimbursed, for example under the Company's insurance arrangements, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of comprehensive income net of any reimbursement. If the effect of discounting is material, provisions are discounted. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

No provision is made for future operating costs or losses.

2.9 Impairment of non-financial assets

The carrying amounts of the Company's assets, other than financial assets and deferred tax assets, are reviewed at each statement of financial position date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

The recoverable amount is the greater of the fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and of the risks specific to the asset. For an asset that does not generate largely independent cash flows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

An impairment loss is recognised whenever the carrying amount of the asset exceeds its recoverable amount. Impairment losses are recognised in profit or loss for the period. An impairment loss is reversed to profit or loss if there has been a change in the estimates used to determine the recoverable amount. The increased carrying amount of an asset attributable to a reversal of an impairment loss will not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

2.10 Dividends

Dividends payable to holders of equity instruments or preference share equity instruments are recognised in the period in which the dividend distribution is authorised and approved by the Company's shareholder.

2.11 Maturity of assets and liabilities

The Company's statement of financial position is presented in order of liquidity as is permitted by IAS 1. In order to satisfy the requirements of IAS 1, the following additional analyses are given to describe how statement of financial position lines are categorised between current and non-current balances, applying the principles laid out in IAS 1.

The following statement of financial position captions are generally classified as current: cash and cash equivalents, investments and securities, trade receivables, trade payables, current tax payable and provisions. The following balances are generally classified as non-current: computer and other equipment and deferred tax assets.

The following balances include both current and non-current portions: amounts due to group companies and deferred revenue on investment contracts. The terms and conditions attached to intercompany amounts are disclosed in note 11.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

2. Accounting policies (continued)

2.12 Share capital

Ordinary and preference share capital is classified as equity if they are non-redeemable by the holder, and if dividends are discretionary. Coupon payments on preference share equity instruments are recognised as distributions within equity.

Preference share capital is classified as a liability if it is redeemable on a specific date or at the option of the holder or if dividend payments are not discretionary. Coupon payments thereon are recognised in the statement of comprehensive income as an interest expense.

2.13 Involvement with unconsolidated structured entities

The Company has concluded that unlisted open-ended investment funds in which it invests, but that it does not consolidate, meet the definition of structured entities because the voting rights in the funds are not dominant rights in deciding who controls them because they relate to administrative tasks only; each fund's activities are restricted by its prospectus; and the funds have narrow and well-defined objectives to provide investment opportunities to investors.

2.14 Critical accounting estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Critical accounting estimates are those which involve the most complex or subjective judgements or assessments. The areas of the Company's business that typically require such estimates are provisions, determination of the fair value for financial assets and liabilities and impairment charges.

The underlying assumptions used to determine the term of recognition with respect to deferred revenue liability is based on past investment history experienced by the Company.

The nature and the key assumptions made in determining the deferral provision are disclosed in note 2.3.1. These are based on a period of 3 years for institutional clients and 4 years for retail clients. Management has determined these periods to represent the average contractual duration over which investors will have monies invested in the scheme.

Assets are subject to regular impairment reviews as required. Impairments are measured and accounted for as described in note 2.8.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

3. Company statement of financial position

The Company is exposed to financial risk through its financial assets (investments and loans) and financial liabilities (borrowings). The key focus of financial risk management for the Company is ensuring that the proceeds from its financial assets are sufficient to fund the obligations arising from its operations. The most important components of financial risk are credit risk, market risk (arising from changes in equity, and bond prices, interest and foreign exchange rates), and liquidity risk. Market risk arises from open positions in interest rate, currency and equity products, all of which are exposed to general and specific market movements and/or conditions.

3.1 Categories of financial instruments

The analysis of assets and liabilities into their categories is set out in the following table. For completeness, assets and liabilities of a non-financial nature, or financial assets and liabilities that are specifically excluded from the scope of IAS 39, are reflected in the non-financial assets and liabilities category.

	At fair value through profit or loss					Total R'000
	Held for Trading R'000	Designated R'000	Loans and receivables R'000	Financial liabilities at amortised cost R'000	Non-financial assets and liabilities R'000	
At 31 December 2017						
Assets						
Investments and securities	37 896	95 147	-	-	-	133 043
Trade and other receivables	-	-	133 002	-	-	133 002
Cash and cash equivalents	-	-	51 470	-	-	51 470
Total assets	37 896	95 147	184 472	-	-	317 515
Liabilities						
Deferred revenue on investments	-	-	-	-	1 508	1 508
Deferred tax liability	-	-	-	-	842	842
Amounts due to group companies	-	-	-	64 683	-	64 683
Current tax payable	-	-	-	-	3 874	3 874
Trade and other payables	-	-	-	39 087	-	39 087
Total liabilities	-	-	-	103 770	6 224	109 994

	At fair value through profit or loss					Total
	Held for Trading	Designated	Loans and receivables	Financial liabilities at amortised cost	Non-financial assets and liabilities R'000	
At 31 December 2016						
Assets						
Investments and securities	42 160	88 328	-	-	-	130 488
Trade and other receivables	-	-	121 160	-	-	121 160
Cash and cash equivalents	-	-	42 463	-	-	42 463
Total assets	42 160	88 328	163 623	-	-	294 111
Liabilities						
Deferred revenue on investments	-	-	-	-	1 652	1 652
Deferred tax liability	-	-	-	-	190	190
Amounts due to group companies	-	-	-	42 786	-	42 786
Current tax payable	-	-	-	-	700	700
Trade and other payables	-	-	-	31 863	-	31 863
Total liabilities	-	-	-	74 649	2 542	77 191

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

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3. Company statement of financial position (continued)

3.2 Fair values of financial assets and liabilities

Determination of fair value

All financial instruments are initially recorded at fair value. The fair value of a financial instrument on initial recognition is normally the transaction price, that is, the fair value of the consideration given or received. In certain circumstances, however, the initial fair value may be based on other observable current market transactions in the same instrument, without modification or repackaging, or on a valuation technique whose variables include only observable data.

Subsequent to initial recognition, the fair values of financial instruments measured at fair value that are quoted in active markets are based on bid prices for assets, which in certain circumstances includes using quotations from independent third parties such as brokers and pricing services, and offer prices for liabilities. When quoted prices are not available, fair values are determined by using valuation techniques that refer as far as possible to observable market data. These include comparison with similar instruments where market observable prices exist, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants. A number of factors such as bid-offer spread, credit profile, servicing costs and model uncertainty are taken into account, as appropriate, when values are calculated using a valuation technique. Changes in the assumptions used in such valuations could impact the reported value of such instruments.

In general none of the carrying amounts of financial assets and liabilities carried at amortised cost have a fair value significantly different to their carrying amounts. Such assets and liabilities are primarily comprised of variable-rate financial assets and liabilities that reprice as interest rates change, short-term deposits or current assets.

Investments and securities

The fair values of collective investment schemes are based on the quoted repurchase price. For unlisted investments and securities, fair values are determined using valuation techniques that refer as far as possible to observable market data (see above).

Borrowed funds

The fair values of amounts included in borrowed funds are based on quoted market prices at the statement of financial position date where applicable, or by reference to quoted prices of similar instruments.

Other financial assets and liabilities

The fair values of other financial assets and liabilities are reasonably approximated by the carrying amounts reflected in the statement of financial position.

Fair value hierarchy

Fair values are determined according to the following hierarchy based on the requirements in IFRS 7 'Financial Instruments: Disclosures'

- Level 1 – quoted market prices: financial assets and liabilities with quoted prices for identical instruments in active markets.
- Level 2 – valuation techniques using observable inputs: quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial assets and liabilities valued using models where all significant inputs are observable.
- Level 3 – valuation techniques using significant unobservable inputs: financial assets and liabilities valued using valuation techniques where one or more significant inputs are unobservable.

The best evidence of fair value is a quoted price in an active market. In the event that the market for a financial asset or liability is not active, a valuation technique is used.

The judgement as to whether a market is active may include, for example, consideration of factors such as the magnitude and frequency of trading activity, the availability of prices and the size of bid/offer spreads. In inactive markets, obtaining assurance that the transaction price provides evidence of fair value or determining the adjustments to transaction prices that are necessary to measure the fair value of the asset or liability requires additional work during the valuation process.

The majority of valuation techniques employ only observable market data, and so the reliability of the fair value measurement is high. However, certain financial assets and liabilities are valued on the basis of valuation techniques that feature one or more significant market inputs that are unobservable and, for them, the derivation of fair value is more judgemental. A financial asset or liability in its entirety is classified as valued using significant unobservable inputs if a significant proportion of that asset or liability's carrying amount is driven by unobservable inputs. In this context, 'unobservable' means that there is little or no current market data available for which to determine the price at which an arm's length transaction would likely occur. It generally does not mean that there is no market data available at all upon which to base a determination of fair value. Furthermore, in some cases the majority of the fair value derived from a valuation technique with significant unobservable inputs may be attributable to observable inputs.

Consequently, the effect of uncertainty in determining unobservable inputs will generally be restricted to uncertainty about the overall fair value of the asset or liability being measured.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

R'000

3. Company statement of financial position (continued)

3.2 Fair values of financial assets and liabilities (continued)

At 31 December 2017

Financial assets measured at fair value

Held for trading

Investment and securities

Level 1	Level 2	Level 3	Total
37 896	-	-	37 896

Designated at fair value

Investment and securities

95 147	-	-	95 147
--------	---	---	---------------

Total financial assets measured at fair value

133 043	-	-	133 043
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At 31 December 2016

Financial assets measured at fair value

Held for trading

Investment and securities

42 161	-	-	42 161
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Designated (fair value through profit and loss)

Investment and securities

88 328	-	-	88 328
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Total financial assets measured at fair value

125 228	-	-	125 228
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4. Initial fees

Initial fees charged

2017	2016
28 092	31 603

Change in deferred revenue

145	148
-----	-----

28 237	31 750
--------	--------

5. Investment income

Dividend income

Investments and securities

372	535
-----	-----

Interest income

Investments and securities

31 759	32 186
--------	--------

Cash and cash equivalents

841	1 719
-----	-------

30 918	30 467
--------	--------

Net fair value (losses)/gains

Investments and securities

(9 318)	7 945
---------	-------

Total investment income

22 813	40 666
--------	--------

6. Operating and administration expenses

Auditors' remuneration

Statutory audit services

2017	2016
538	512

538	512
-----	-----

Other

Sponsored audit fees and other assurance work

490	603
-----	-----

Marketing, distribution, administration and management fees paid to group companies

316 025	298 610
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Rebate fees

109 037	100 356
---------	---------

Portfolio management fees

413 992	365 826
---------	---------

Technical and professional fees

2 195	1 854
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Total

842 277	767 761
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The permanent staff engaged in the operations of the Company are employed by OMLAC(SA). Employment related expenses are charged to the Company in the form of a overhead allocation fee.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

R'000

7. Income tax expense

South African taxation

Normal income tax	- current year	135 999	140 779
	- prior year	-	1
Capital gains tax	- current year	5	365
Deferred taxation	- current year	655	(405)
		136 659	140 740

Reconciliation of taxation rate on profit before tax

		%	%
Standard rate of taxation		28	28
Adjusted for:			
Prior year adjustment		0.00	0.01
Capital gains tax - rate difference		0.68	(0.43)
Exempt income		(0.02)	(0.03)
Disallowed expense		(0.03)	(0.01)
Effective tax rate		28.63	27.54

8. Investments and securities

Collective investment schemes - at fair value through profit or loss

	2017	2016
Money market fund	95 147	88 328
Seed capital	37 896	30 512
Unit dealing stock	-	11 649
	133 043	130 488

At year end, the company is invested in unconsolidated structured entities, as defined, comprising of unit pooled portfolios in the Old Mutual Unit Trust collective investment scheme. The company can redeem units in the respective unit portfolio as and when required. Refer to note 13.1 for a summary of investments in unconsolidated structured entities.

9. Deferred revenue on investment contracts

	2017	2016
Balance at beginning of year	1 652	1 800
Initial charges deferred	757	786
Amortisation	(901)	(934)
Balance at end of year	1 508	1 652

10. Deferred tax liability

	At beginning 2017	Statement of comprehensive income (charge)/credit	At end 2017
Deferred revenue	460	(37)	423
Unrealised fair value gains/losses	(1 050)	(517)	(1 567)
Provisions	400	(98)	302
	(190)	(652)	(842)

	At beginning 2016	Statement of comprehensive income (charge)/credit	At end 2016
Deferred revenue	505	(45)	460
Unrealised fair value gains/losses	(1 560)	510	(1 050)
Provisions	463	(63)	400
	(592)	402	(190)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

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11. Amounts due to group companies

	2017	2016
Old Mutual Life Assurance Company (South Africa) Limited	17 214	12 895
Old Mutual Investment Administrators (Pty) Limited	8 089	9 416
Old Mutual Investment Group (South Africa) (Pty) Limited	22 118	13 125
Old Mutual Investment Services (Pty) Limited	15 409	5 671
Old Mutual Unit Trust Management Company (Namibia) Limited	10	6
Acsis (Pty) Ltd	1 843	1 673
	64 683	42 786

Amounts due to group companies are unsecured, interest free and are settled on a monthly basis.

12. Share capital and premium

Authorised share capital

3 000 000 Ordinary shares at no par value

10 Redeemable preference shares

Issued share capital

Share capital and premium at no par value

	2017	2016
	6 000	6 000
	-	-
	13 600	13 600
	13 600	13 600

The preference shares may be redeemed by the Company by giving thirty days written notice to the holder. The preference shareholder has the right to receive a dividend of R100 per share or an additional amount at the discretion of the Company's directors. The preference shareholder has full voting rights.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

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13. Related parties

Holding Company

The Company's immediate holding company is Old Mutual Wealth (Pty) Limited, incorporated in South Africa, which holds 100% of the Company's ordinary shares. The ultimate holding company is Old Mutual plc, incorporated in the United Kingdom. Other group companies consist of fellow subsidiaries and associates.

Transactions with Group companies

Group companies:

Old Mutual Unit Trust Management Company (Namibia) Ltd

Nature of transactions

Fees incurred for distribution services

88

72

Old Mutual Life Assurance Company (South Africa) Ltd

Nature of transactions

Overhead allocation expenses

92 031

87 435

Commission trail expenses

38 081

43 864

Rebate fee expenses

85 187

75 455

Old Mutual Investment Administrators (Pty) Ltd

Nature of transactions

Administration services

80 889

85 977

Old Mutual Investment Group (Pty) Ltd

Nature of transactions

Portfolio management services

241 044

221 043

Old Mutual Investment Services (Pty) Ltd

Nature of transactions

Platform fees

65 001

61 642

Old Mutual Wealth (Pty) Ltd

Nature of transactions

Dividend

350 000

400 000

Acsis (Pty) Ltd

Nature of transactions

Fees incurred for Portfolio management services

21 620

20 604

Old Mutual Unit Trust Collective Investment Schemes

Nature of transactions

Service fees

1 256 877

1 191 462

Service fees of R126 397 811 (2016: R115 121 842) are outstanding at year end

Amounts due by or to holding company and other group companies

Amounts due by or to other group companies are disclosed in note 11.

Key management personnel

The Company's key management personnel are the directors as listed in the Directors' report.

There were no material transactions with key management personnel or their families during the current or previous year, other than normal remuneration for employee services.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

R'000

13. Related parties

13.1 Involvement with unconsolidated structured entities

The table below describes the types of structured entities that the Company does not consolidate but in which it holds an interest.

Type of structured entity	Nature and purpose	Interest held by the Company
Investment funds – Collective Investment Scheme portfolios	To manage assets on behalf of third party investors and generate fees for the investment manager. These vehicles are financed through the issue of units to investors.	Investments in units issued by the funds

The table below sets out interests held by the Company in unconsolidated structured entities. The maximum exposure to loss is the carrying amount of the financial assets held.

2017 Investment in unlisted open-ended investment funds	Number of funds	Percentage interest	Total net assets
Old Mutual Unit Trust Manager Collective Investment Scheme	65	0.018%	189 716 658 897
Old Mutual Qualified Investor Hedge Fund Scheme	4	0.504%	786 918 273

2016 Investment in unlisted open-ended investment funds

Old Mutual Unit Trust Manager Collective Investment Scheme	58	0.085%	175 217 235 224
------------------------------------------------------------	----	--------	-----------------

During the current and prior year, the Company did not provide financial support to the unconsolidated structured entity and has no intention of providing financial or other support.

14. Financial risk management

Effective risk management is integral to the Company's objective of consistently adding value to the business. The focus of risk management is on identifying, assessing, managing and monitoring risk. Exposure to interest rate, market and credit risk arises in the normal course of the Company's business.

The Company is exposed to financial risk through its financial assets and financial liabilities. The most significant component of financial risk to the statement of financial position is price risk in respect of the Company's investment holdings and credit risk on trade receivables and cash and cash equivalents. The most significant component of financial risk to the operations of the business results from the fluctuation in the value of assets managed on behalf of unitholders.

Capital management policies

Capital is actively managed to ensure that the Company is properly capitalised and funded at all times, having regard to its regulatory needs, prudent management and the needs of all stakeholders.

The Company has a business planning process that runs on an annual cycle with regular updates to projections. It is through this process, which includes risk and sensitivity analyses of forecasts, and the operations of the Capital Management Committee (CMC) of the Company's holding company, Old Mutual (South Africa) Limited, that the Company's capital is managed.

The CMC is a sub-committee of the Executive Committee of Old Mutual (South Africa) Limited, established to set an appropriate framework and guidelines to ensure the appropriate management of capital, to allocate capital to the various businesses, and to monitor return on allocated capital for each business relative to the agreed hurdle. The CMC comprises the executive directors together with certain executives and senior managers. Meetings are held as regularly as circumstances require and in any event not less than half-yearly and to approve requests for capital that are outside the business plans.

Specifically, the Company has adopted the following capital management policies:

- Maintenance, as a minimum, of capital sufficient to meet the statutory requirements and such additional capital as management believes is necessary to ensure that obligations to unitholders of its collective investment schemes can be met on a timely basis.
- Maintenance of an appropriate level of liquidity at all times. The Company further ensures that it can continue to meet its expected capital and financing needs, having regard to the business plans, forecasts and any strategic initiatives.

The Company has sufficient capital available to enable it to meet its statutory capital requirements of R36.9 million at 31 December 2017 (2016: R32.3 million).

The Company's statutory capital requirements are calculated in terms of Notice 2072 of 2003 of the Collective Investment Schemes Control Act of 2002.

Credit risk

Credit risk is the risk that an asset, in the form of a monetary claim against a counterparty, may not result in a cash receipt (or equivalent) in accordance with the terms of a contract.

Financial assets, which may potentially subject the Company to concentrations of credit risk, consist principally of cash and cash equivalents, loans and receivables, and money market unit trust.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

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14. Financial risk management (continued)

The Company's cash resources are only placed with reputable financial institutions. Credit risk with respect to accounts receivable is limited as it relates primarily to service charges payable by the Old Mutual Collective Investment Schemes.

Risk profile of cash and cash equivalents

The table below analyses the values of cash and cash equivalents according to their credit rating by investment grade:

At 31 December 2017	Credit Rating	Short-term Funds and Securities	Total
Standard Bank of South Africa	AA	4 806	4 806
Old Mutual Wealth Trust Company (Pty) Ltd	BB	46 664	46 664
		51 470	51 470

At 31 December 2016	Credit Rating	Short-term Funds and Securities	Total
Standard Bank of South Africa	AA	42 463	42 463
		42 463	42 463

* Credit rating agency SOP used in the above table.

Trade receivable

The table below provides an age analysis of the gross statement of financial position value of debt instruments and similar securities:

	2017	2016
Neither past due nor impaired	132 880	119 839
Past due but not impaired		
- Past due but less than 1 month	-	1 199
- Past due, greater than 1 month but less than 3 months	-	-
- Past due, greater than 3 months but less than 6 months	-	-
- Past due, greater than 6 months but less than 1 year	-	-
- Past due more than 1 year	122	122
Total trade receivables	133 002	121 160

The Company's total exposure to credit risk is R317 million (2016: R294 million).

Market risk

Market risk is the potential impact on earnings of unfavourable changes in foreign exchange rates, interest rates and prices.

Price risk

Price risk arises from changes in the fair value of investments in Old Mutual Collective Investment Schemes.

In addition, a large portion of the Company's income is derived from service charges levied on the market value of the collective investment schemes it administers. As the service charges are dependent on the daily market value of these collective investment schemes, any market movements affect the Company accordingly. To the extent the Company is directly invested in units in its collective investment schemes, movements in the repurchase prices of these investments affect the Company accordingly.

Market risk is mitigated through the diversification of investment mandates such that revenue is not overly exposed to any single sector of the investment market. Investment management capacity is monitored to ensure that the performance of specific funds are not unduly compromised through excessive scale.

A 10% downturn in the value of the assets that the Company manages on behalf of clients would reduce the Company's revenue and profits before taxation by approximately R123 million (2016: R68 million).

A 10% downturn in the value of the Company's investments in collective investment schemes excluding money market funds, would reduce the Company's revenue and profits before taxation by approximately R0.7 million (2016: R2.7 million).

Currency risk

The Company has limited exposure to the effects of fluctuations in the prevailing foreign currency exchange rates on its financial position and cash flows. The Company incurs currency risk as a result of expenses incurred and income earned in foreign currencies which are not material during the current and prior period.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

R'000

14. Financial risk management (continued)

Interest rate risk

Interest rate risk is the risk that fluctuating interest rates will unfavourably affect the Company's earnings and the value of its assets, liabilities and capital.

The tables below summarise the statement of financial position amounts and the effective average interest rate earned on all interest-bearing financial instruments:

At 31 December 2017

Interest bearing financial assets

Cash and cash equivalents	51 470
Investments and securities - money market fund	95 147
	<u>146 617</u>

At 31 December 2016

Interest bearing financial assets

Cash and cash equivalents	42 463
Investments and securities - money market fund	88 328
	<u>130 791</u>

Without any action by the Company to alter the resulting interest rate risk exposure, a 1% decrease in interest rates would reduce the Company's revenue and profits before taxation by approximately R1.47 million (2016: R1.3 million). A 1% increase in interest rates would increase the Company's revenue and profits before taxation by an equal but opposite amount.

The Company's exposure to interest rate risk is limited to interest earned on cash and cash equivalents and money market investments which is earned at variable rates. The average effective interest rate earned during the year amounted to 5.63 percent (2016: 4.54 percent).

Liquidity risk

Liquidity risk is the risk that cash may not be available to pay obligations when due at a reasonable cost.

Cash flow is tightly managed to control liquidity risk to which the Company is exposed and the Company has adequate cash resources at year-end to meet commitments as and when they fall due.

In addition to the capital adequacy policies above, an Old Mutual (South Africa) Limited policy statement that governs liquidity risk has been adopted by the Company. High level principles, roles and responsibilities and reporting requirements are set out in the policy statement document.

The table below analyses assets and liabilities into current and non-current categories based on the remaining period at reporting date to settlement date.

At 31 December 2017	Current assets	Non-current assets	Total
Assets			
Investment and securities	133 043	-	133 043
Trade and other receivables	133 002	-	133 002
Cash and cash equivalents	51 470	-	51 470
Total assets	<u>317 515</u>	<u>-</u>	<u>317 515</u>
At 31 December 2017	Current liabilities	Non-current liabilities	Total
Liabilities			
Deferred revenue on investment contracts	1 209	299	1 508
Deferred tax liability	-	842	842
Amounts due to group companies	64 683	-	64 683
Current tax payable	3 874	-	3 874
Trade and other payables	39 087	-	39 087
Total liabilities	<u>108 853</u>	<u>1 141</u>	<u>109 994</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

R'000

14. Financial risk management (continued)

Liquidity risk continued

At 31 December 2016	Current assets	Non-current assets	Total
Assets			
Investment and securities	130 488	-	130 488
Trade and other receivables	121 160	-	121 160
Cash and cash equivalents	42 463	-	42 463
Total assets	294 111	-	294 111
At 31 December 2016			
	Current liabilities	Non-current liabilities	Total
Liabilities			
Deferred revenue on investments	1 014	638	1 652
Deferred tax liability	-	190	190
Amounts due to group companies	42 786	-	42 786
Current tax payable	700	-	700
Trade and other payables	31 863	-	31 863
Total liabilities	76 363	828	77 191

Financial instruments designated at fair value through profit or loss

The carrying amounts of all financial assets and financial liabilities approximate fair value.

The fair values of financial assets at fair value through profit or loss is determined in accordance with the accounting policy detailed in note 2.6. The fair values of other financial assets and financial liabilities equal their carrying amounts as the impact of discounting is not significant.

15. Notes to the statement of cash flows

	2017	2016
15.1 Non-cash movements and adjustments to profit before tax consist of:		
Finance costs	157	574
Investment income	(22 813)	(40 666)
Movement in deferred revenue on investment contracts	(145)	(148)
	(22 801)	(40 240)
15.2 Changes in working capital comprises:		
(Increase)/decrease in trade receivables	(11 842)	19 359
Increase/(decrease) in trade payables	7 224	(23 502)
Increase/(decrease) in amounts due to group companies	21 897	(8 075)
	17 279	(12 218)
15.3 Taxation paid:		
Taxation payable at start of year	(700)	(7 567)
Taxation as per statement of comprehensive income	(136 004)	(141 145)
Taxation payable at end of year	3 874	700
	(132 830)	(148 012)

16. Going Concern

The Board has satisfied itself that the Company has adequate resources to continue in operation for the foreseeable future. The Company's financial statements have accordingly been prepared on a going concern basis.

17. Subsequent events

There were no events that occurred subsequent to the reporting date.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2017

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18. Directors Emoluments
