

Old Mutual Capital Growth

Fund Commentary

The quarter ending August 2011 proved to be a tremendously turbulent period for financial markets. A downgrade of the US sovereign debt rating, European countries grappling with the sovereign debt problems, and related concerns around global growth led to an equity market sell-off across the globe.

The domestic markets were not immune, with the FTSE/JSE Top40 Index down 5.0% over the quarter. Despite negative equity markets, Capital Growth protected capital over the quarter as would be expected.

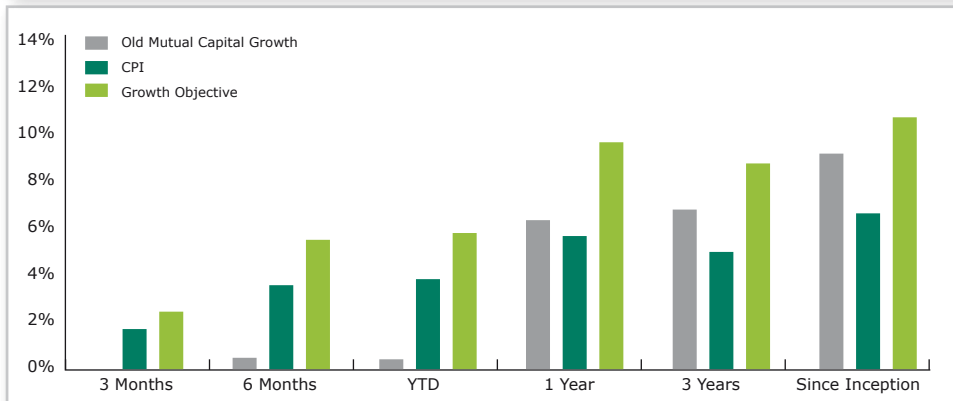
Effective equity exposure during the quarter averaged 25%. At sector level, the Resource sector was the major drag to performance with a return of -8.8% followed by the Financial sector which returned -3.5%. The Industrial sector led with a return of -1.2%.

Through its design and asset allocation, Capital Growth aims to deliver consistent stable returns by protecting capital when equity markets fall and participating in equity rallies. Looking ahead, we believe that Capital Growth remains well positioned to deliver attractive real returns over the long-term, while ensuring the protection of clients' capital.

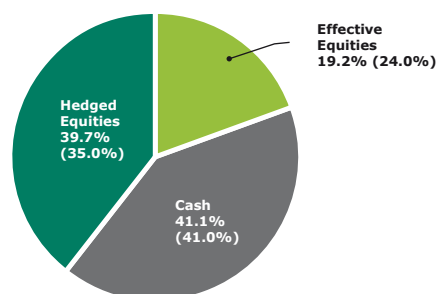
Performance

(Net of fees, gross of tax)

Periods to 31 August 2011	Old Mutual Capital Growth	CPI	Growth Objective
Jun	0.0	0.4	0.7
Jul	0.0	0.9	0.7
Aug	0.0	0.2	0.8
3 Months	0.0	1.5	2.2
YTD	0.6	4.7	5.6
1 Year	6.1	5.3	9.3
3 Year	6.9	4.5	8.5
Since Inception	9.2	6.7	10.7



Asset Allocation



Top 10 Domestic Equities

(Expressed as a percentage of the Domestic Equity portfolio)

Anglo American plc	12.61%
BHP Billiton plc	12.08%
MTN Group	11.40%
SAB Miller	8.61%
Naspers	6.74%
COMPAGNIE FIN	6.50%
Standard Bank SA	4.92%
Sanlam	4.68%
Sasol Ltd	4.58%
Implats	4.21%

Old Mutual's Capital Growth is a great choice for investors who:

- Seek a real or absolute return in excess of inflation over the medium to long-term.
- Want increasing capital guarantees that reset every 3 months (upwards only), locking in any returns.
- Want exposure to active and dynamic asset management.

Growth Objective

CPI+4% p.a. net of fees and gross of tax, over rolling 3-year periods.

Protection Objective

Daily unit price cannot fall below quarterly-reset guaranteed value.

Return Frequency

Daily unit pricing.

Management Fees

0.6% per annum, plus performance fee of 10% of net outperformance above CPI+4% (deducted quarterly). Performance fee is limited to a maximum of 0.5% per quarter.

Minimum Investment

R2 million

Asset Manager

Old Mutual Investment Group (OMIGSA)

Inception Date

December 2005

Fund Size (31 August 2011)

R 453 million

Contact Details

Old Mutual Corporate

Johannesburg 011 217 1000

Pretoria 012 360 0000

Western Cape 021 530 9600

KwaZulu-Natal 031 275 8800

Eastern Cape 041 391 6300

Website

www.oldmutual.co.za

Email

CorporateInvestments@oldmutual.com

REGULATORY INFORMATION

Old Mutual Corporate is a division of Old Mutual Life Assurance Company (South Africa) Limited, Licensed Financial Services Provider, Jan Smuts Drive, Pinelands 7405, South Africa. Company registration no: 1999/004643/06. The information contained in this document is provided as general information and does not constitute advice or an offer by Old Mutual. Every effort has been made to ensure the provision of information regarding these financial products meet the statutory and regulatory requirements. However, should you become aware of any breach of such statutory and regulatory requirements, please address the matter in writing to: The Compliance Officer, Corporate Compliance Department, Old Mutual Corporate, P.O. Box 66, Cape Town 8000, South Africa.

do great things



OLD MUTUAL
Corporate