



Dear Private Equity Investor,

4 June 2010

Please find attached our Q1 2010 Quarterly Report for the Old Mutual Multi-Manager Private Equity Funds 1 & 2 and the Old Mutual Private Equity Secondary Fund.

A few highlights in this report include:

Our most mature fund, Old Mutual Private Equity Multi-Manager Fund 1, has delivered exceptional long-term returns of 28.6% per year since inception. Investments made at inception are now - less than four years later - worth 2.7 times their original value.

Old Mutual Private Equity Multi-Manager Fund 2 continues to show evidence of turning through the private equity "J-curve" to regain losses made during the first half of 2009. The fund was strongly positive during the quarter and has increased by 12.6% since the middle of 2009. We remain positive about the managers' ability to deliver their long-term targets.

Our latest fund, Old Mutual Private Equity Secondary Fund, has delivered steady returns and is up 8.8% since launching 6 months ago. We are seeing a continued growth in investors' appreciation of the merits of private equity, with good flows into this fund since quarter-end. The unique benefit of this secondary private equity offering is that the portfolio of investments is fully invested, allowing the investor to take an investment view based on the actual portfolio of assets. This fund is available for institutional investors as well as retail investors via Old Mutual's Investment Frontiers product range.

We have recently revamped our website and have added more detail on our funds and the underlying companies our investors are exposed to. Take a look at www.omigsa.com/privateequity. We'd welcome any feedback you may have.

Sincerely,

Mark Gevers
Head, OMIGSA Private Equity

These funds are sold through an insurance policy underwritten by Old Mutual Life Assurance Company South Africa Ltd, which is a licensed financial services provider in terms of the Financial Advisory and Intermediary Services Act. The rights and obligations of the investor are set out in the relevant policy. These are high risk investments, and there are no guarantees on the investment capital. The value of the investment may fluctuate as the value of the underlying investments change. Past performance is not necessarily a guide to future investment performance. Old Mutual Investment Group (South Africa) (Pty) Limited is a licensed financial services provider, FSP 604, approved by the Registrar of Financial Services Providers (www.fsb.co.za) to provide intermediary services and advice in terms of the FAIS Act 37 of 2002. Old Mutual Investment Group is a wholly owned subsidiary of Old Mutual (South Africa) Limited. Reg No1993/003023/07. Source of data: OMIGSA