



# Key Market Performance Drivers Monthly Charts

February 2010



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# Introduction to Key Market Performance Drivers monthly charts

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The Advantage Key Market Performance Drivers (KMPD) has proved to be an invaluable resource and is one of the publications that we are truly proud of. The generation of the content of KMPD has proven to be a formidable task and as such we have decided to amend the format of the publication slightly. Only on a quarterly basis will we distribute a comprehensive version of the KMPD, which covers an in-depth analysis of the economic indicators and performance drivers for global as well as local markets. For the two inter-quarter months, we will prepare a shortened version of the KMPD that will set out the main charts that are a common feature of our KMPD publication together with short notes on selected charts.

Herewith is the February 2010 edition of the KMPD monthly charts.

Regards  
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# Market performance concentration – three months to February 2010

The opportunity set (ALSI and SWIX) has widened again, even more so for the ALSI than the SWIX.

3 months to Feb 2010																	
1	BRN	48.3%	30	HYP	14.3%	59	KAP	8.7%	88	LBH	5.2%	117	PMM	1.2%	145	AMS	-6.2%
2	KIO	45.6%	31	AVU	13.8%	60	PAP	8.7%	89	Financial 15	5.06%	46% of total market cap		146	HPB	-6.8%	
3	GIJ	39.1%	32	ACL	13.6%	61	SNT	8.7%	90	REM	5.0%	118	SWIX Top 40	1.12%	147	OML	-7.0%
4	COM	38.1%	33	AVI	13.2%	62	AIP	8.2%	91	RMH	5.0%	119	BIL	1.1%	148	ATNP	-7.5%
5	SNU	34.3%	34	PGR	13.1%	63	NTC	7.9%	92	GRT	4.8%	120	AEG	1.1%	149	AFX	-7.6%
6	PET	27.2%	35	OCE	12.8%	64	MNP	7.8%	93	FSR	4.7%	121	DGC	1.0%	150	SFN	-7.7%
7	EXX	26.4%	36	ADR	12.5%	65	RES	7.7%	94	HDC	4.6%	122	RBW	0.9%	151	SAP	-8.4%
8	FBR	24.8%	37	CLS	12.2%	66	MND	7.3%	95	HPA	4.5%	123	CAT	0.7%	152	SAB	-8.4%
9	SPG	24.5%	38	SBK	12.2%	67	KGM	7.1%	96	APN	4.4%	124	AFE	-0.2%	153	TKG	-10.1%
10	WHL	23.8%	39	NHM	11.9%	68	SA Listed Prop	7.14%	97	DCT	4.4%	125	All Share	-0.31%	154	CRM	-10.3%
11	DRD	23.7%	40	TBS	11.8%	69	DAW	7.0%	98	ASA	4.2%	126	SUI	-0.4%	155	MML	-10.7%
12	CMH	21.4%	41	BAT	11.5%	70	FPT	7.0%	99	RLO	4.1%	127	IVT	-0.4%	156	MTA	-10.7%
13	SHP	20.9%	42	LEW	11.0%	71	SAC	6.9%	100	NPK	4.0%	128	INP	-0.4%	157	ILA	-11.0%
14	WEZ	20.6%	43	EOH	10.9%	72	ARL	6.9%	101	NPN	3.9%	129	INL	-1.0%	158	BAW	-11.8%
15	MTX	19.6%	44	ABL	10.8%	73	CFR	6.9%	102	WBO	3.7%	130	Top 40	-1.39%	159	EQS	-12.2%
16	TRU	18.8%	45	MRF	10.7%	74	PFG	6.7%	103	OMN	3.4%	131	CDZ	-1.7%	160	CBH	-12.4%
17	CMP	18.3%	46	CML	10.5%	75	HVL	6.6%	104	JSE	3.2%	132	JDG	-1.9%	161	GRF	-12.6%
18	MPC	18.3%	47	SLM	10.3%	76	NED	6.2%	105	OCT	3.2%	133	ALT	-2.0%	162	AGL	-13.3%
19	DTC	18.0%	48	SPP	10.3%	77	TON	6.1%	106	AFR	2.6%	134	ATN	-2.3%	163	BLU	-13.6%
20	MVG	17.2%	49	BVT	10.1%	78	Mid Cap	6.08%	107	SWIX	2.15%	135	LON	-2.6%	164	ANG	-14.5%
21	IPL	15.9%	50	PPC	9.6%	79	SHF	6.1%	108	EMI	2.1%	136	BDM	-2.7%	165	ART	-15.4%
22	ARI	15.8%	51	RDF	9.4%	80	Small Cap	5.96%	109	FFA	2.1%	137	SOL	-3.0%	166	HAR	-15.8%
23	MDC	15.7%	52	SYC	9.4%	81	MET	5.9%	110	PIK	2.0%	138	CLH	-3.1%	167	HLM	-17.3%
24	TRE	15.6%	53	IMP	9.4%	82	CPL	5.7%	111	Fledgling	1.91%	139	LBT	-4.3%	168	BSR	-17.3%
25	DDT	15.4%	54	BCX	9.2%	83	PAM	5.6%	112	ZED	1.6%	140	RBX	-4.4%	169	GFI	-17.4%
26	HCI	15.2%	55	ACP	9.0%	84	DSY	5.5%	113	GDF	1.5%	141	Resource 20	-4.99%	170	GND	-17.4%
27	ADH	14.6%	56	ILV	8.9%	85	REI	5.3%	114	CSB	1.4%	142	BEL	-5.5%	171	MUR	-19.3%
28	SUR	14.6%	57	MSM	8.9%	86	FWD	5.3%	115	SSK	1.4%	143	VOD	-5.7%	172	PHM	-23.9%
29	KEH	14.4%	58	FOS	8.8%	87	VKE	5.3%	116	Industrial 25	1.31%	144	MTN	-5.8%	173	SIM	-25.3%
											174	ESR	-35.7%				

\* FFA (Fortress) listed on 22/10/09

Source: Barra, Deutsche Securities and Advantage Asset Managers

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Key	
Size	Sector
Large Cap	Resources
Mid Cap	Financials
Small Cap	Industrials

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# Market performance concentration – 12 months to February 2010

12 months to February 2010																	
1	GIJ	276.3%	30	INL	85.9%	59	SFN	59.6%	87	TBS	45.2%	116	MTN	32.4%	145	RES	19.1%
2	DTC	161.7%	31	INP	85.8%	60	RMH	59.1%	88	CAT	44.8%	117	CPL	32.1%	146	AFX	18.2%
3	MRF	154.4%	32	AMS	85.2%	61	FSR	57.1%	89	SPP	44.2%	118	ARL	32.0%	147	LBH	17.8%
4	KIO	153.1%	33	WHL	83.9%	62	ASA	57.1%	90	CRM	43.5%	119	RBX	31.5%	148	GRT	17.5%
5	BRN	151.9%	34	HCI	82.0%	63	ABL	56.7%	91	ADR	43.1%	120	WBO	31.1%	149	PPC	16.3%
6	MNP	143.1%	35	FBR	81.4%	64	ALT	56.7%	92	Small Cap	43.1%	121	PMM	31.1%	150	SOL	15.3%
7	SPG	140.8%	36	CMP	81.3%	65	AFR	56.2%	93	ATN	42.2%	122	FPT	30.8%	151	DAW	14.7%
8	PGR	130.2%	37	EXX	77.2%	66	LON	55.9%	94	DSY	42.1%	123	CLH	30.8%	152	AVI	14.6%
9	MTX	128.8%	38	TRE	77.2%	67	RLO	55.5%	95	PAP	41.9%	124	NPK	30.6%	153	OCT	14.6%
10	PAM	127.4%	39	ADH	76.7%	50% of total market cap		96	Resource 2l	41.4%	125	ACP	30.3%	154	TKG	12.4%	
11	WEZ	122.2%	40	SHF	76.1%	68	SHP	55.4%	97	Fledgling	41.2%	126	REI	28.8%	155	RBW	9.8%
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20	MVG	97.6%	49	NED	68.1%	77	BIL	50.1%	106	IVT	38.2%	135	SYC	25.1%	164	DGC	-5.6%
21	AGL	95.7%	50	TRU	66.3%	78	VKE	49.3%	107	PET	37.7%	136	MML	24.7%	165	ANG	-6.6%
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26	CFR	92.0%	55	HDC	62.4%	83	AIP	46.9%	112	SNT	35.3%	141	RDF	21.7%	170	HPB	-26.7%
27	BAT	91.8%	56	LEW	61.8%	84	OMN	46.6%	113	MSM	33.3%	142	GRF	21.7%	171	SIM	-38.3%
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29	NPN	88.5%	58	IMP	61.4%	86	JDG	46.2%	115	TON	32.5%	144	GND	20.4%	173	KEH	-42.8%
														174	HAR	-43.4%	

\* Returns for Fortress and Vodacom are partial returns, (from 22/10/09 and 18/5/09 to end February respectively)

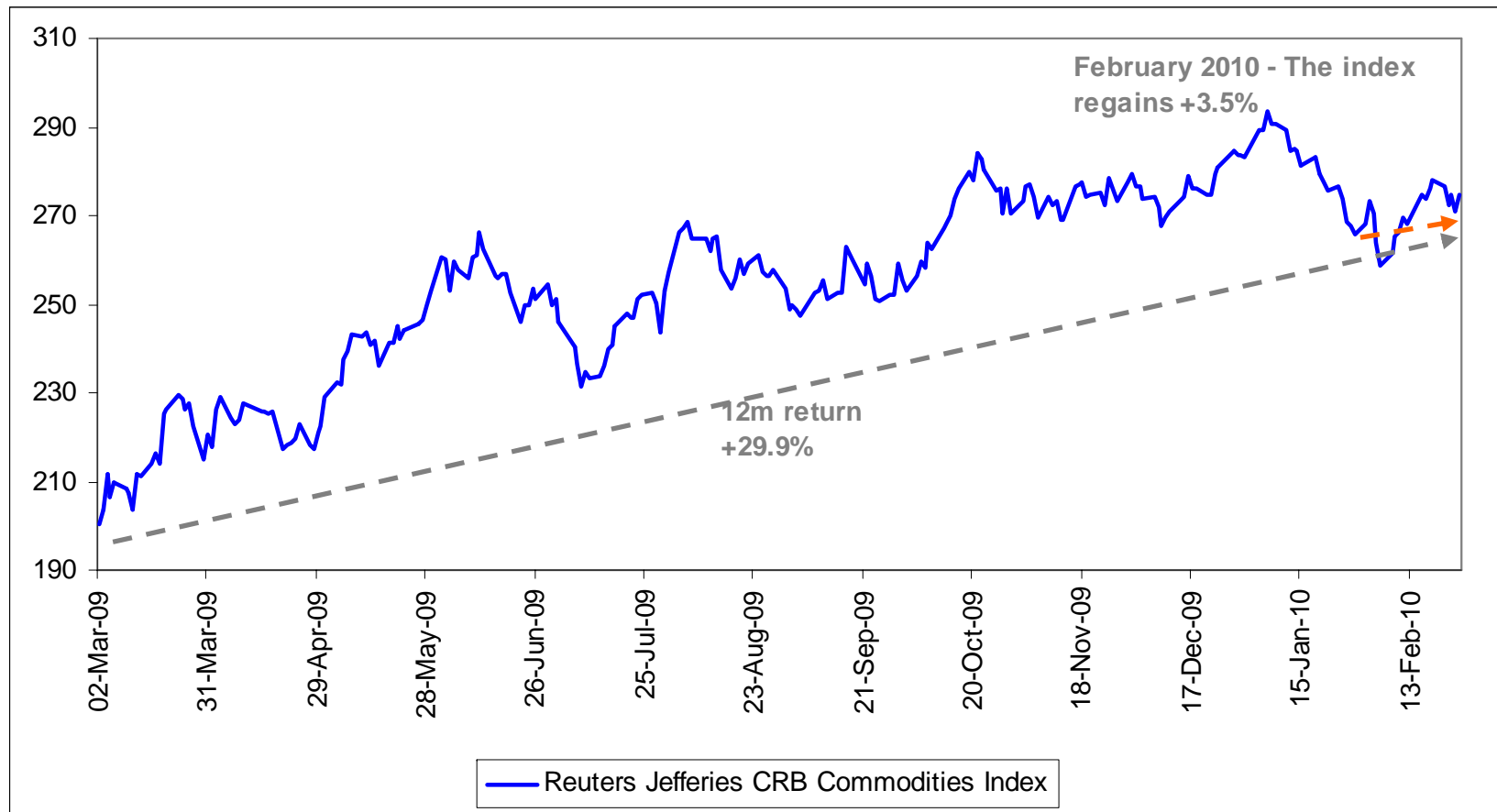
Key	
Size	Sector
Large Cap	Resources
Mid Cap	Financials
Small Cap	Industrials

Source: Barra, Deutsche Securities and Advantage Asset Managers

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# Reuters Jefferies CRB Commodities index

While January saw a distinct downturn, February saw the index regaining some ground. Overall, the 12 month period sees almost 30% growth in the index

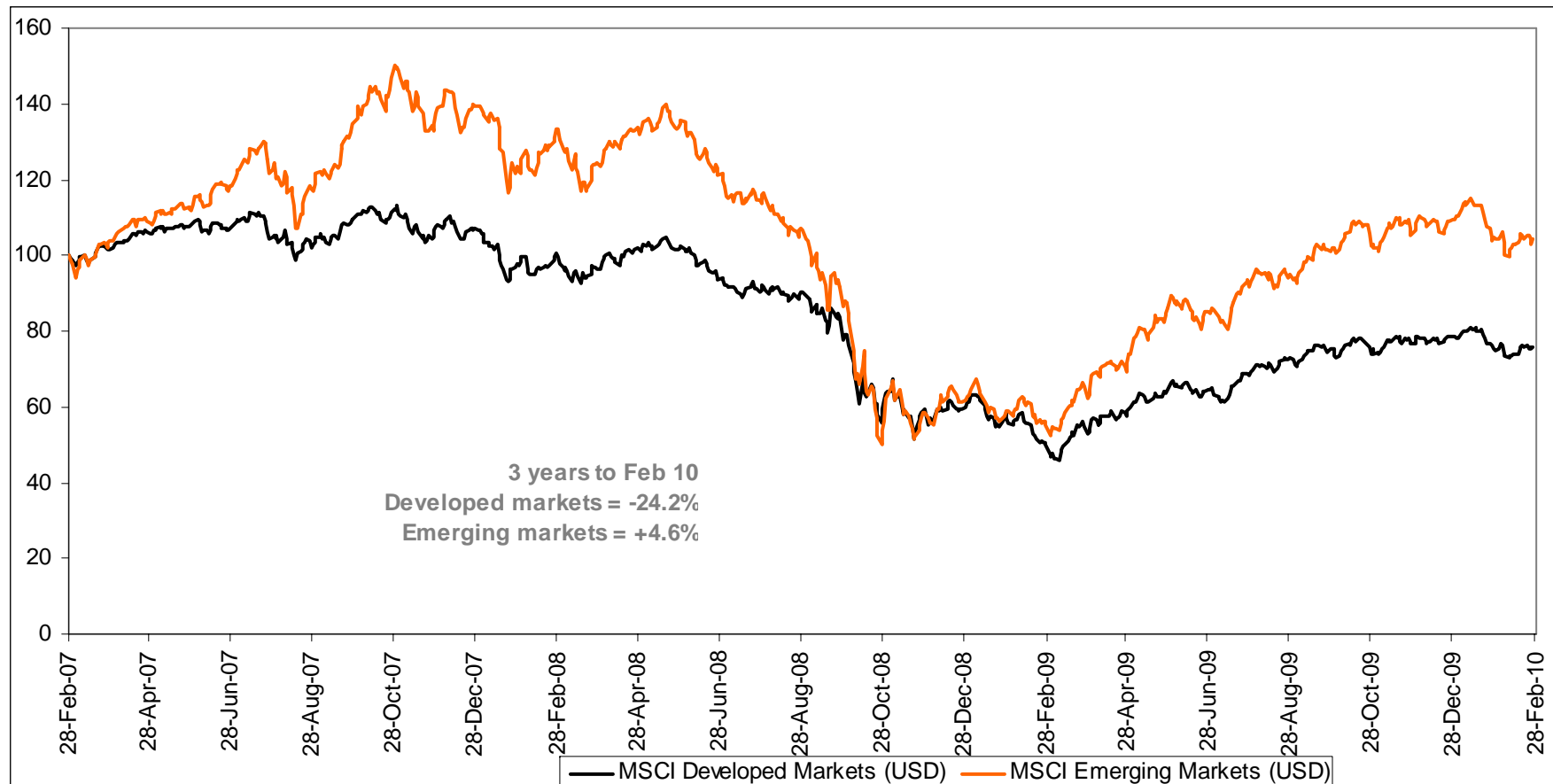


Source: Inet and Advantage Asset Managers

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# MSCI developed and emerging markets – 36 months to February 2010

While emerging markets remain far ahead of developed markets over the three years to end February, their cumulative return over the period is nevertheless only 4.6%

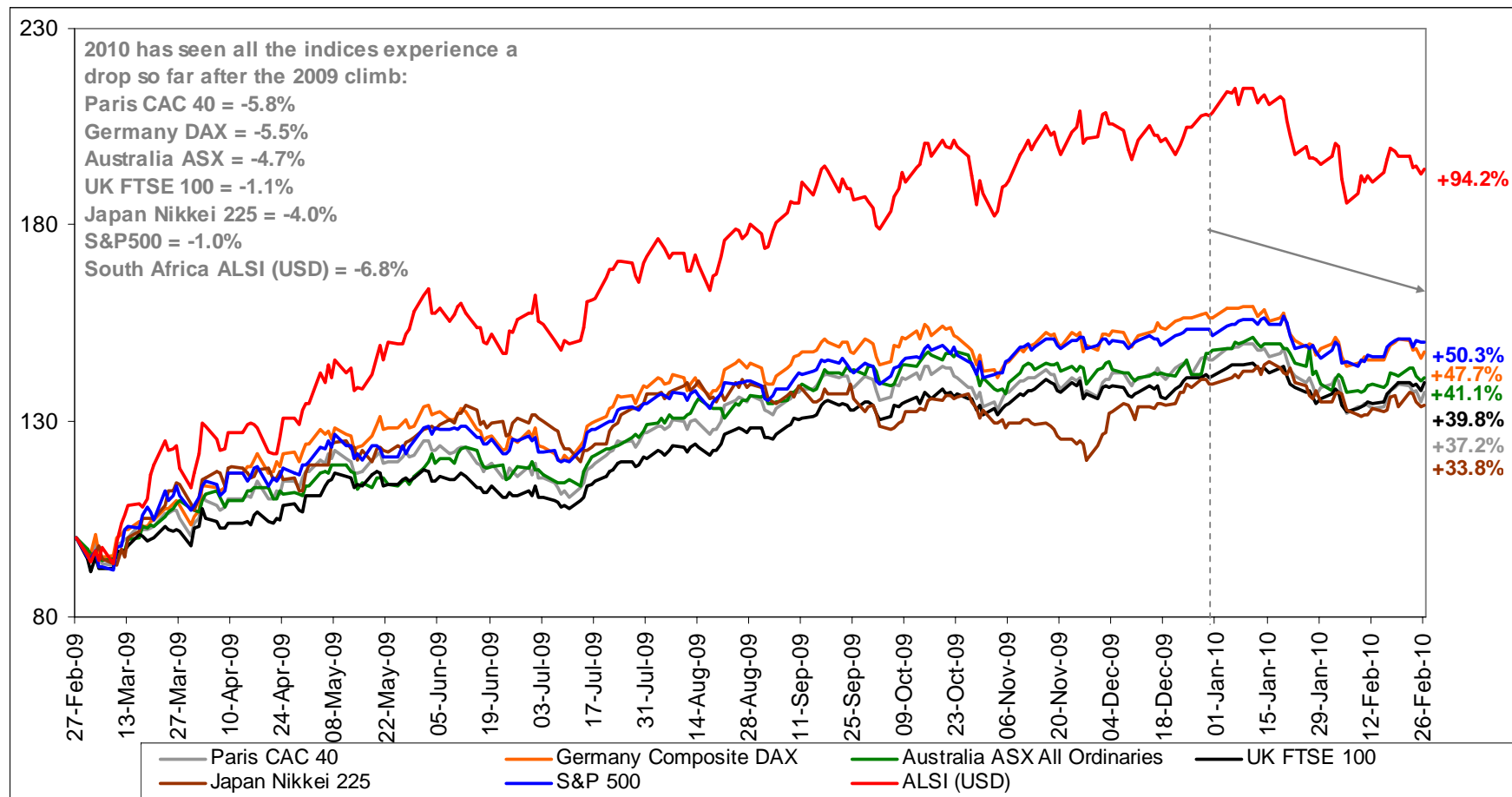


Source: MSCI Barra and Advantage Asset Managers

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# Developed Equity – 12 months to February 2010

All indices have seen a drop in 2010 to date off end 2009 levels. Overall for the 12 month period to end February, returns still remain high though

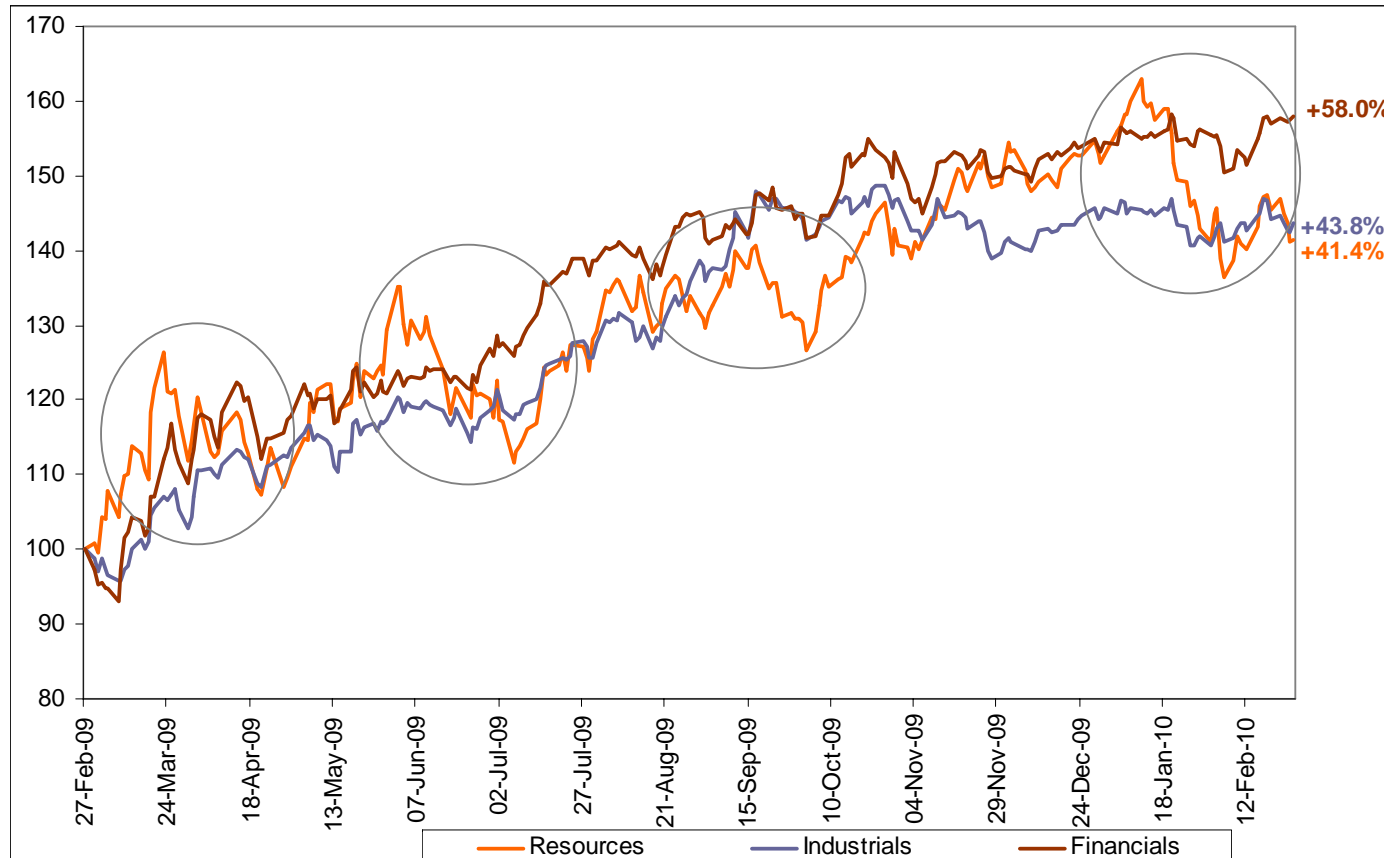


Source: Inet and Advantage Asset Managers

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# Sectors – 12 months to February 2010

Several large dips over the year have hurt resources, and it currently lags financials and industrials over the year to end Feb 10. Harmony, Keaton, DRD Gold, Simmers were the poorest performers over the 12 months, all being resource shares

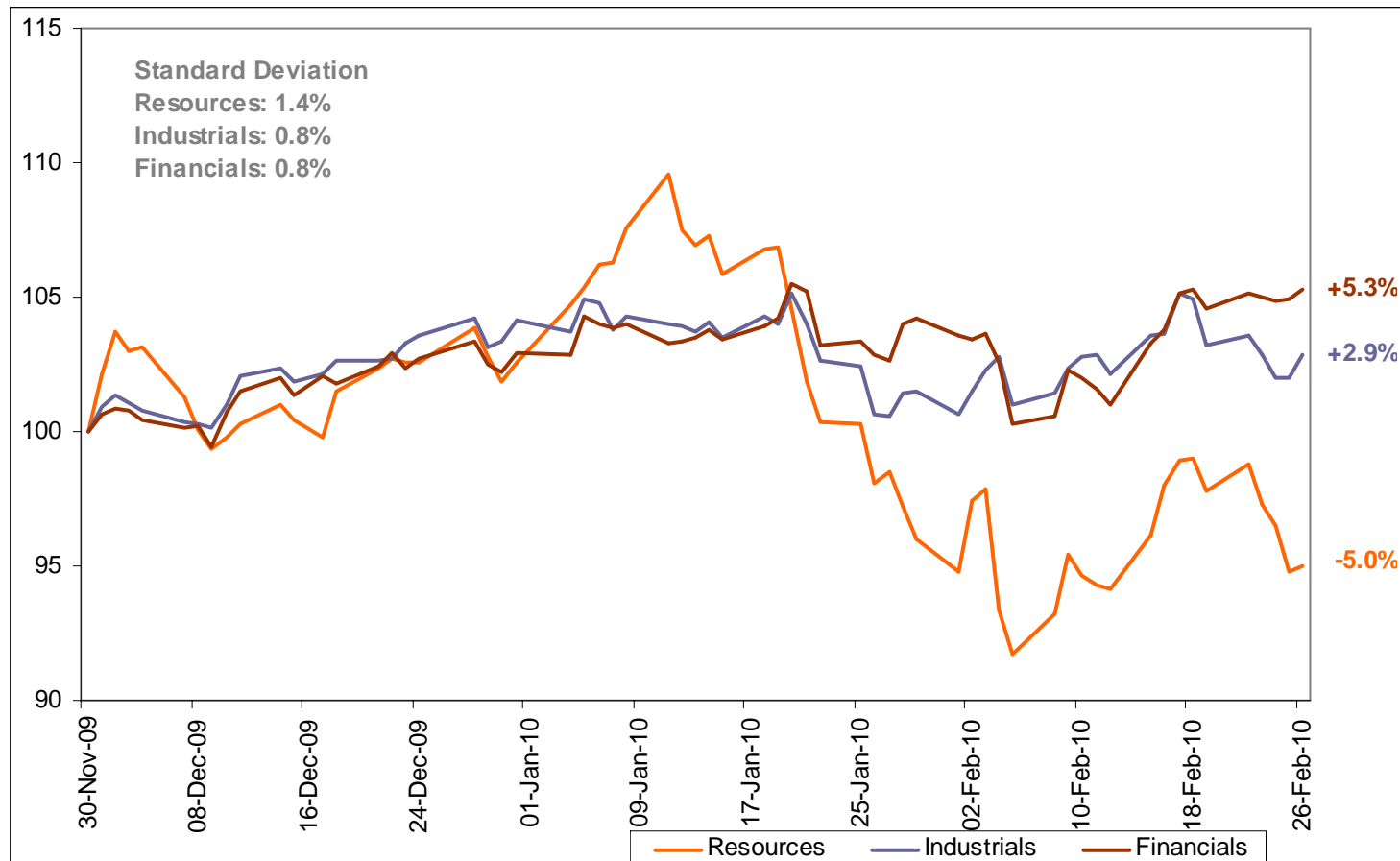


Source: Inet and Advantage Asset Managers

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# Sectors – three months to February 2010

The fall in resources that began on 11 Jan continued until end Feb, with a loss of 13.3% experienced over this period. Struggling counters included Simmers, Goldfields, Harmony AngloGold and Anglos

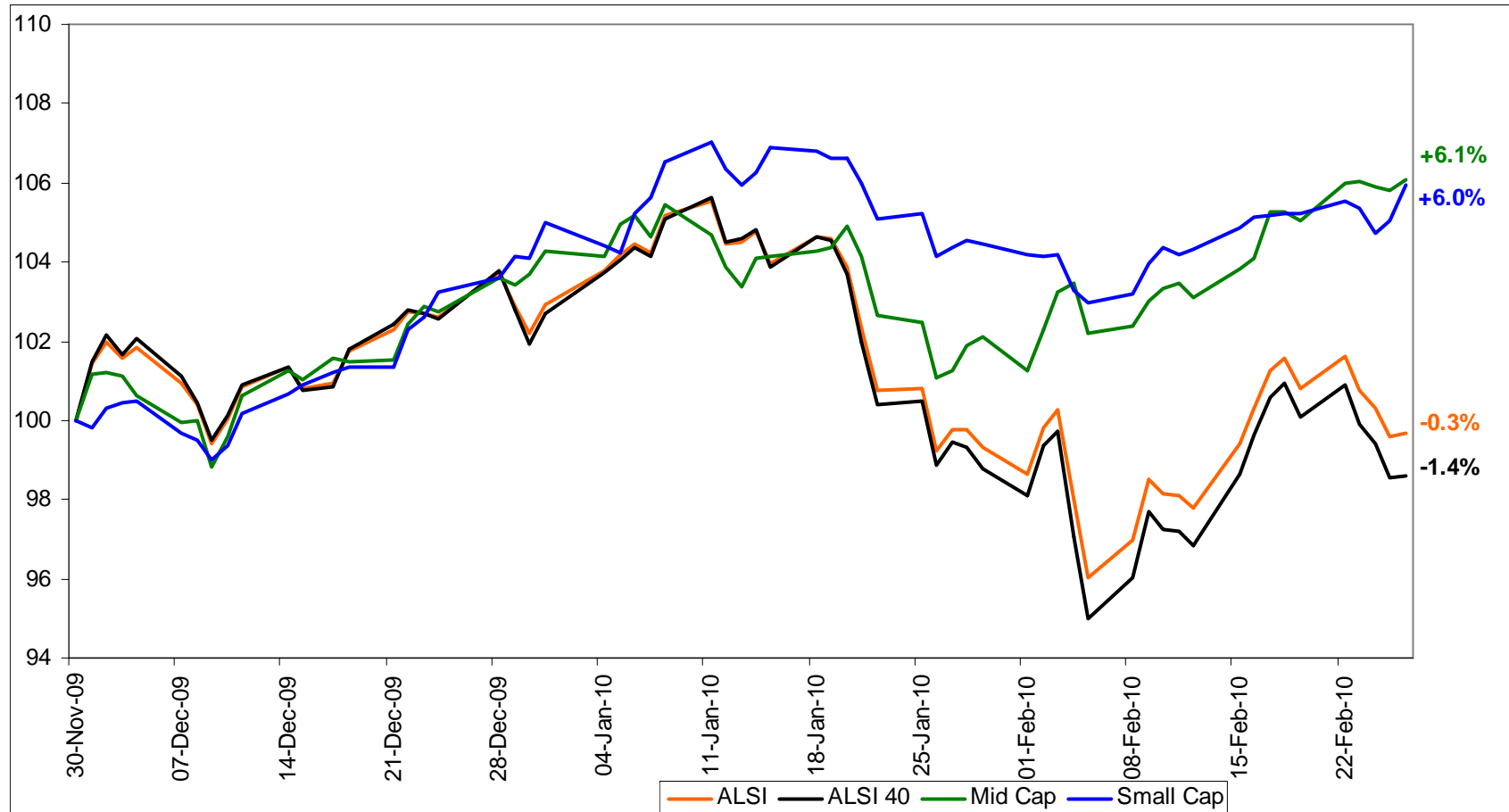


Source: Inet and Advantage Asset Managers

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# Size – three months to February 2010

A sizeable gap exists in the market, with the mid and small caps lucrative over three months, and large caps struggling

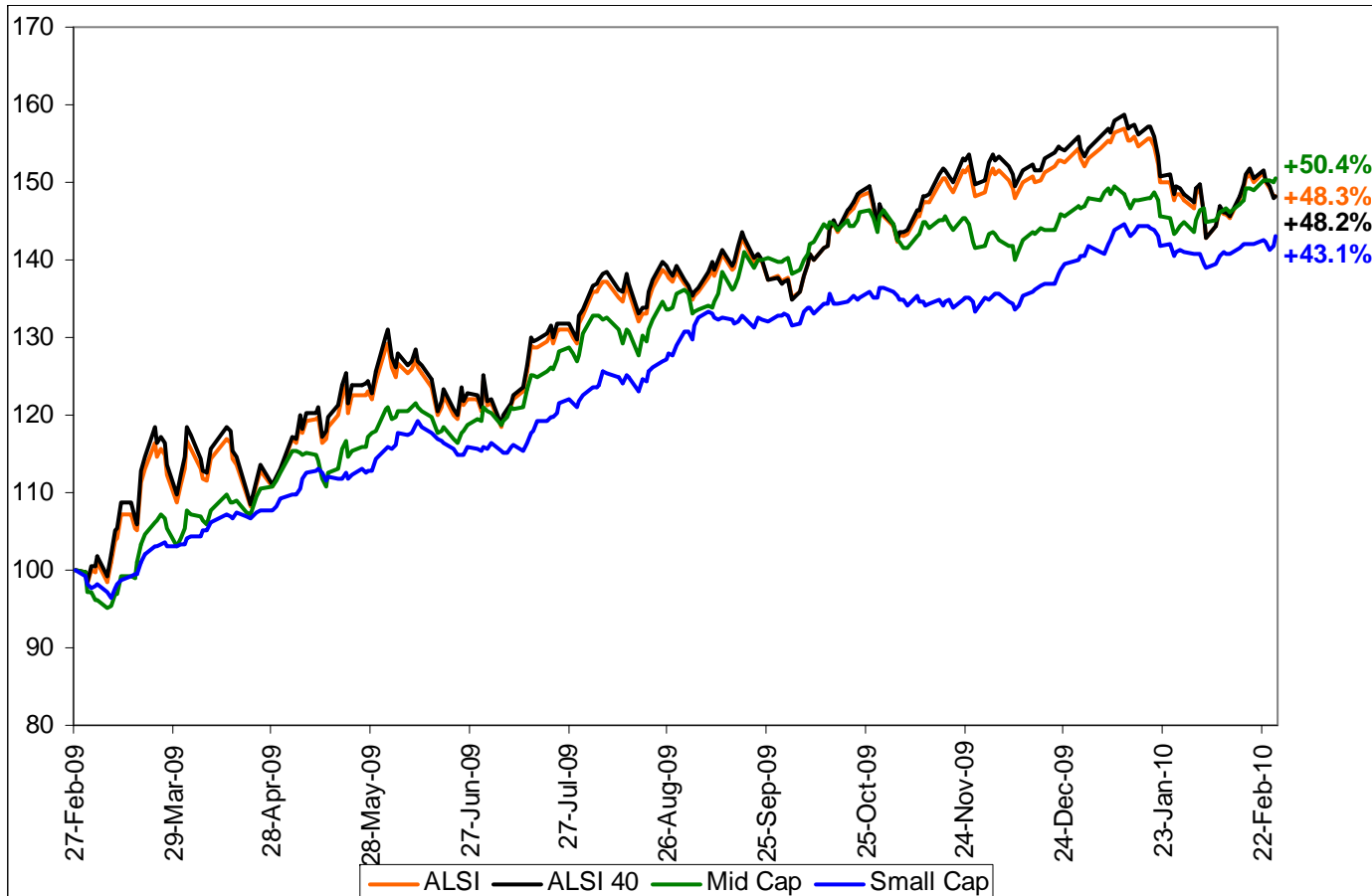


Source: Inet and Advantage Asset Managers

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# Size – 12 months to February 2010

Small caps continue to lag, while mid caps end in the lead

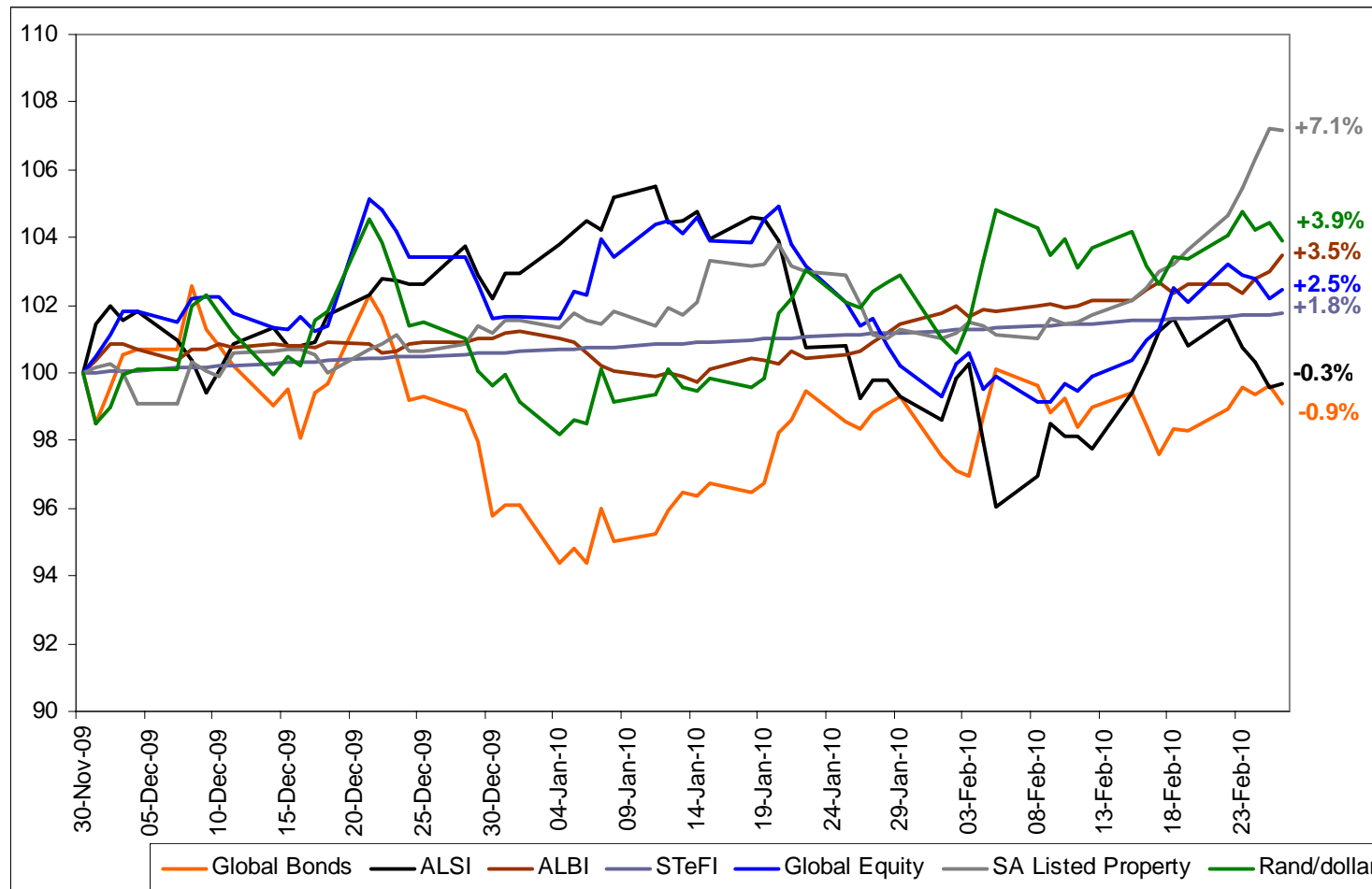


Source: Inet and Advantage Asset Managers

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# Asset classes – three months to February 2010

SA listed property experiences a good run during February, while the ALSI's return has slumped again, ending second last of the depicted asset classes

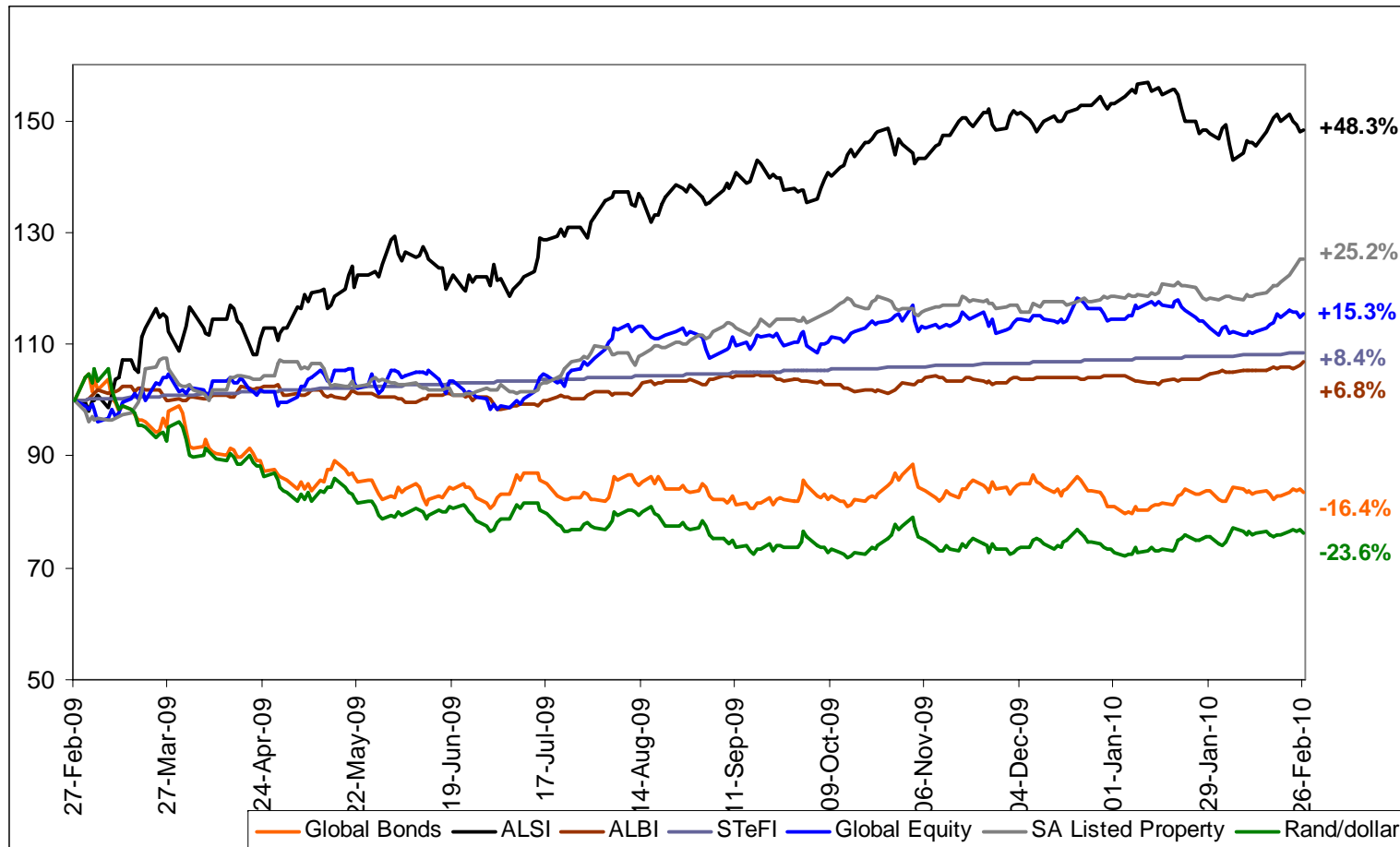


Source: Inet and Advantage Asset Managers

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# Asset classes – 12 months to February 2010

Over the 12 months the ALSI is still ahead. The uptick in listed property towards the end of the period is clearly visible.

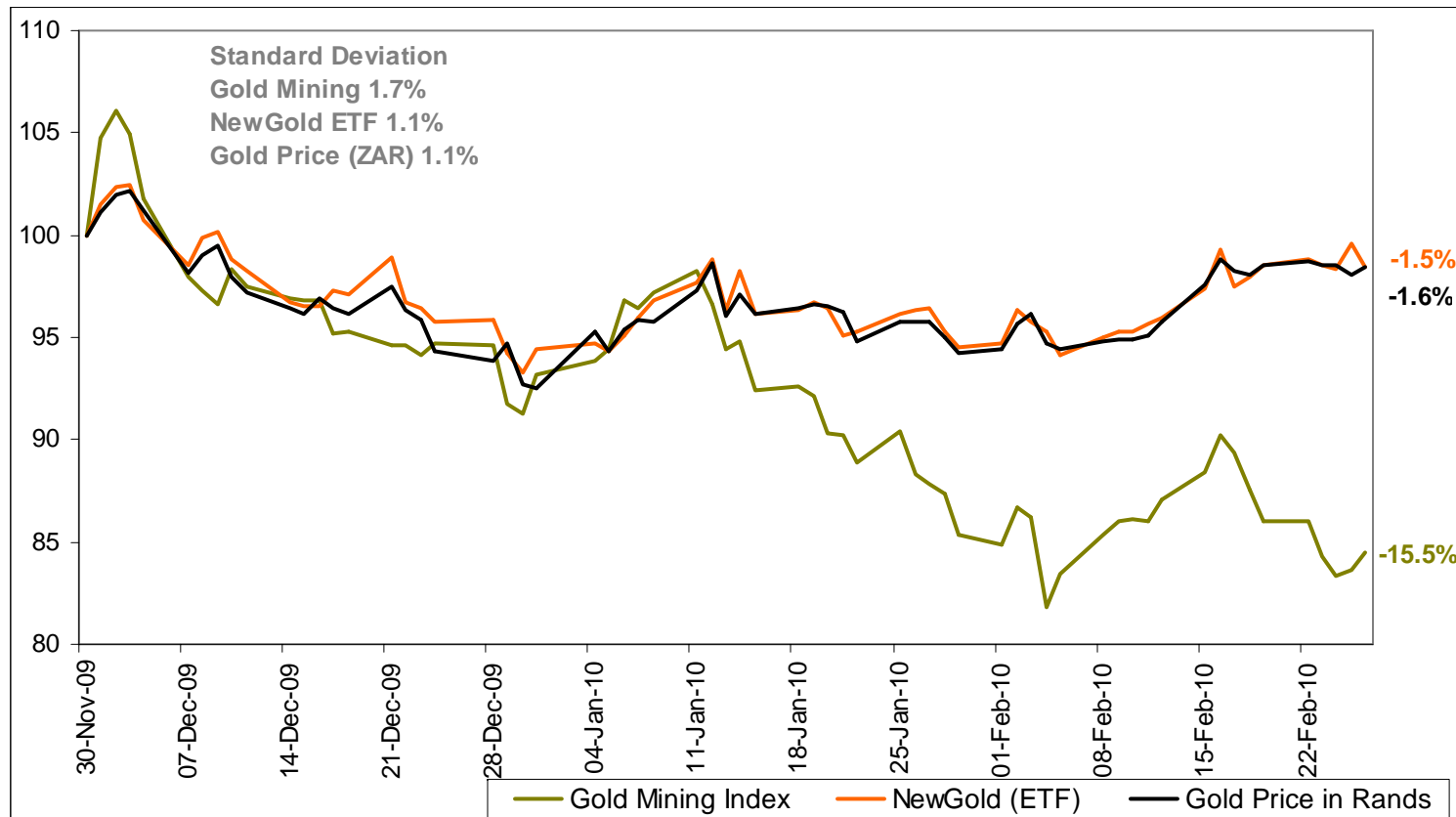


Source: Inet and Advantage Asset Managers

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# Gold – three months to February 2010

## Gold miners still struggle

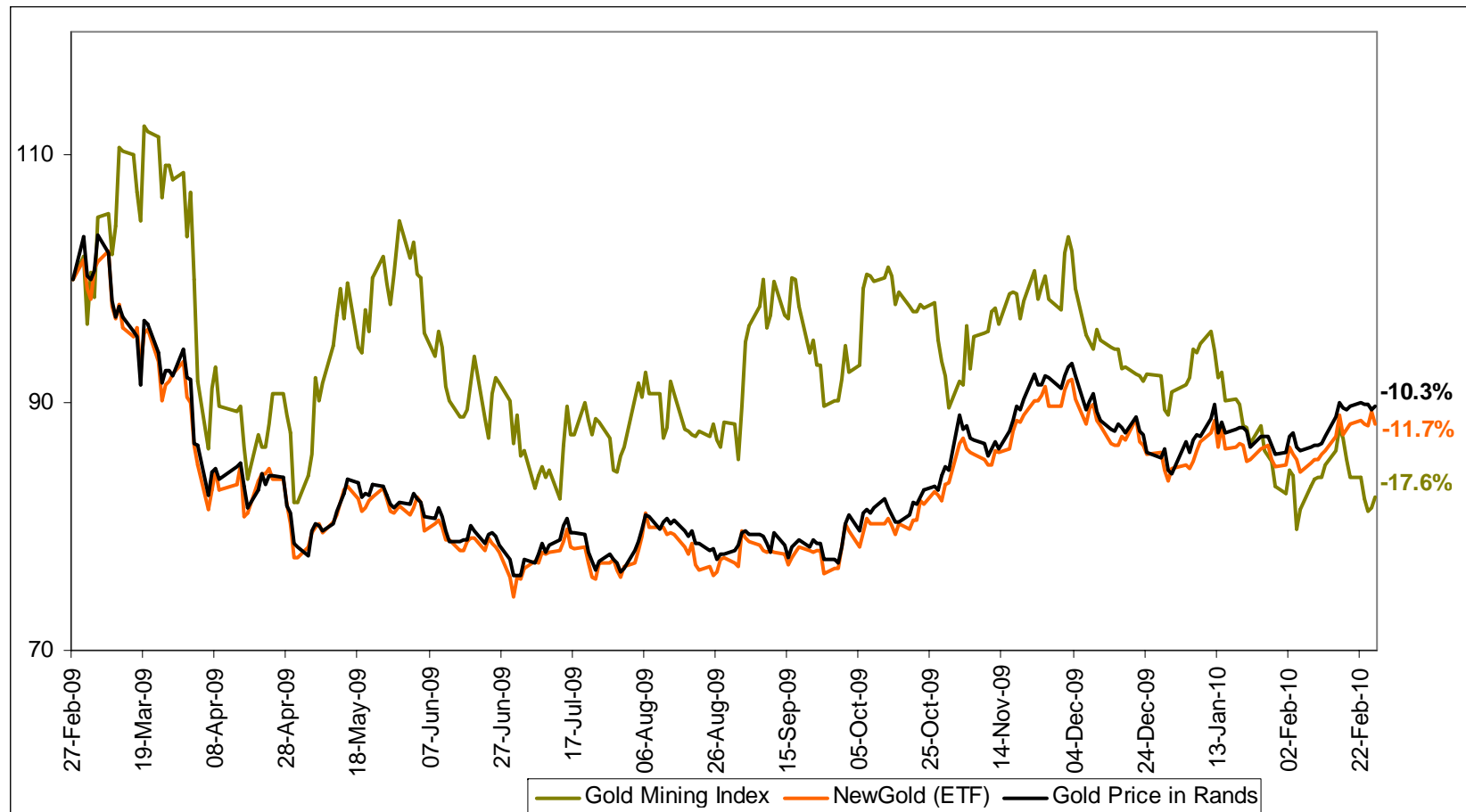


Source: Inet and Advantage Asset Managers

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# Gold – 12 months to February 2010

Harmony, DRD Gold, Simmers and Goldfields, all gold mining companies, were among the worst performing shares over the 12 months to February 10

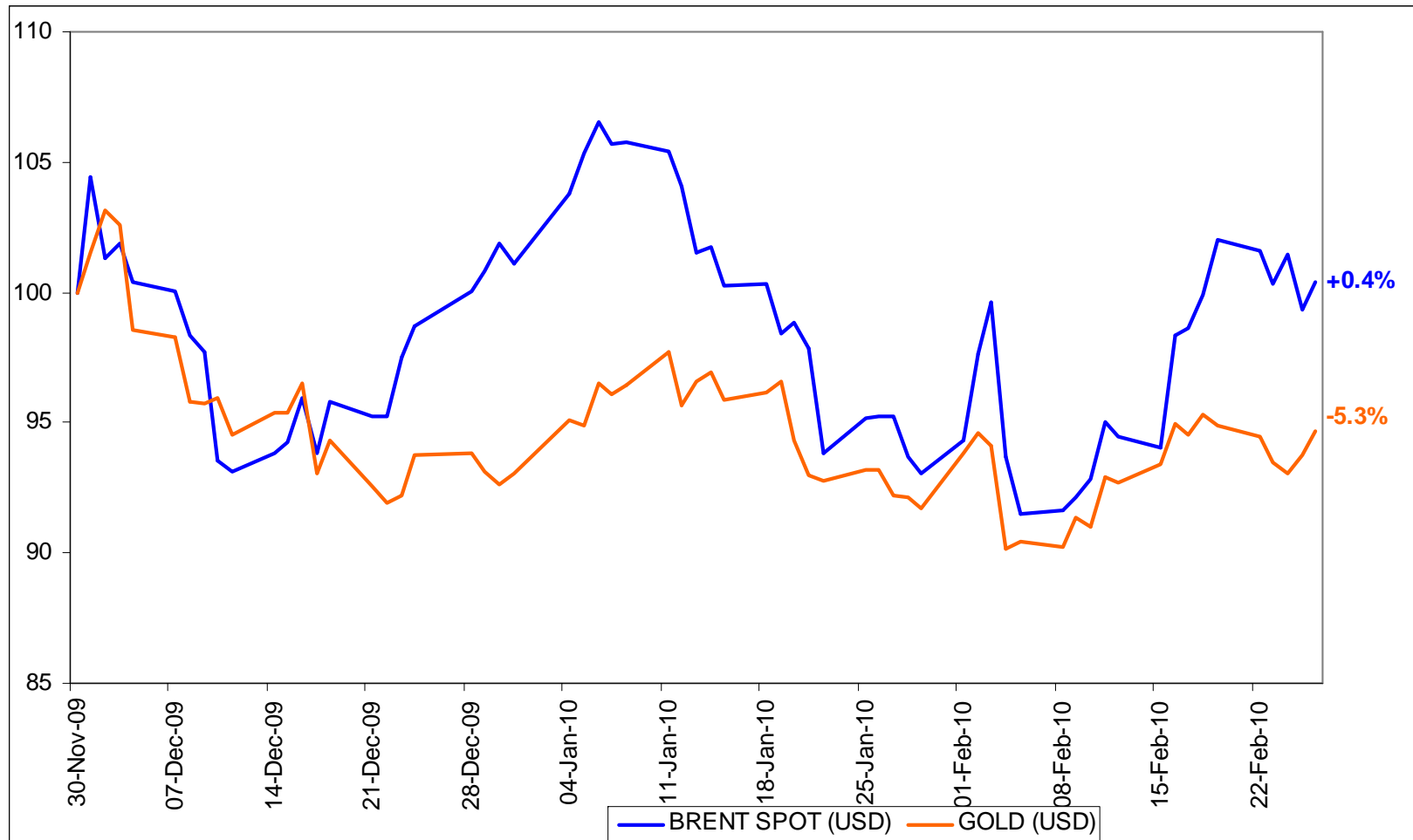


Source: Inet and Advantage Asset Managers

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# Gold vs. oil – three months to February 2010

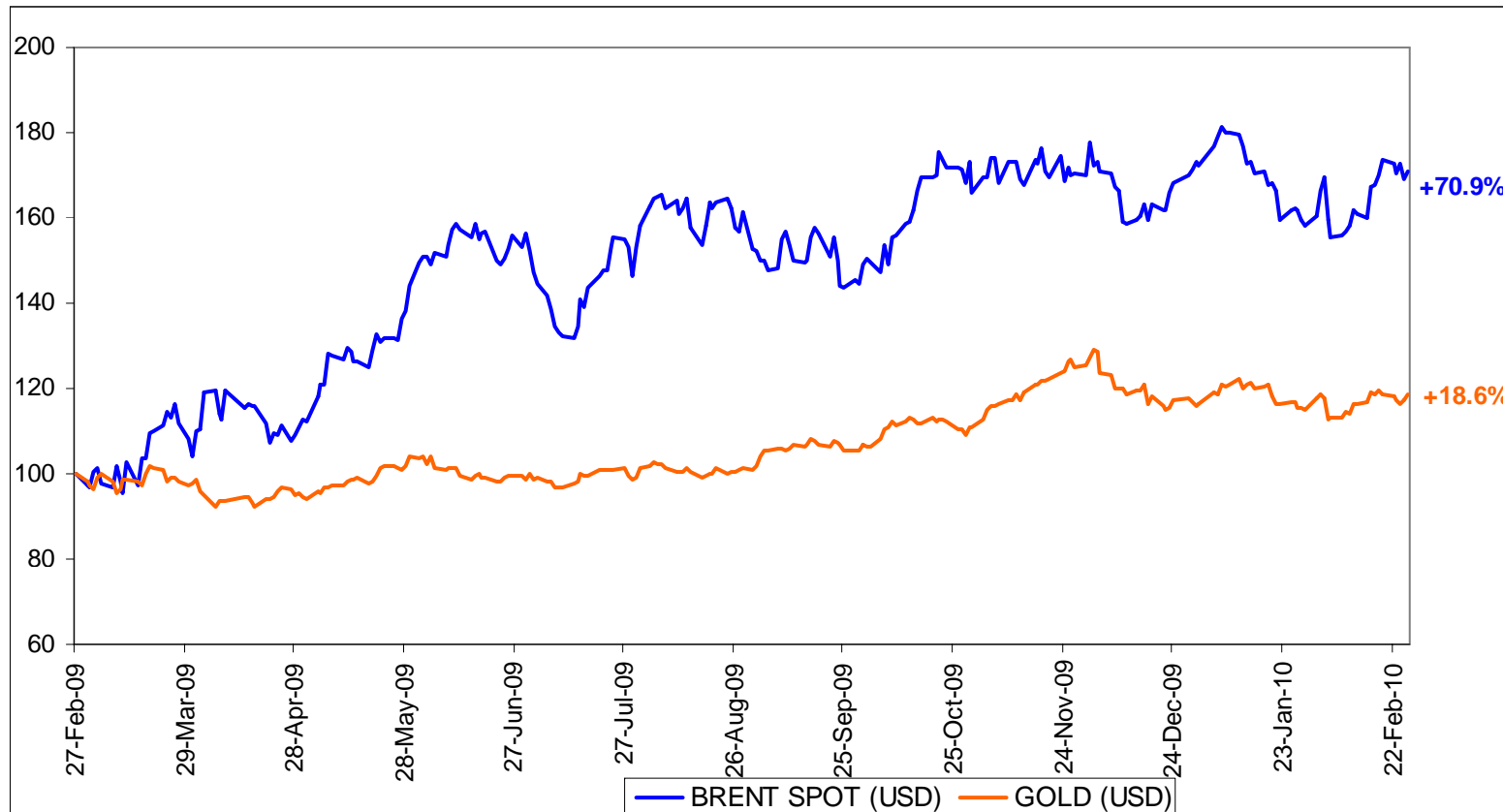
Gold's positive streak falls away over the three months to Feb 2010, as the commodity ends down 5.3%



Source: Inet and Advantage Asset Managers

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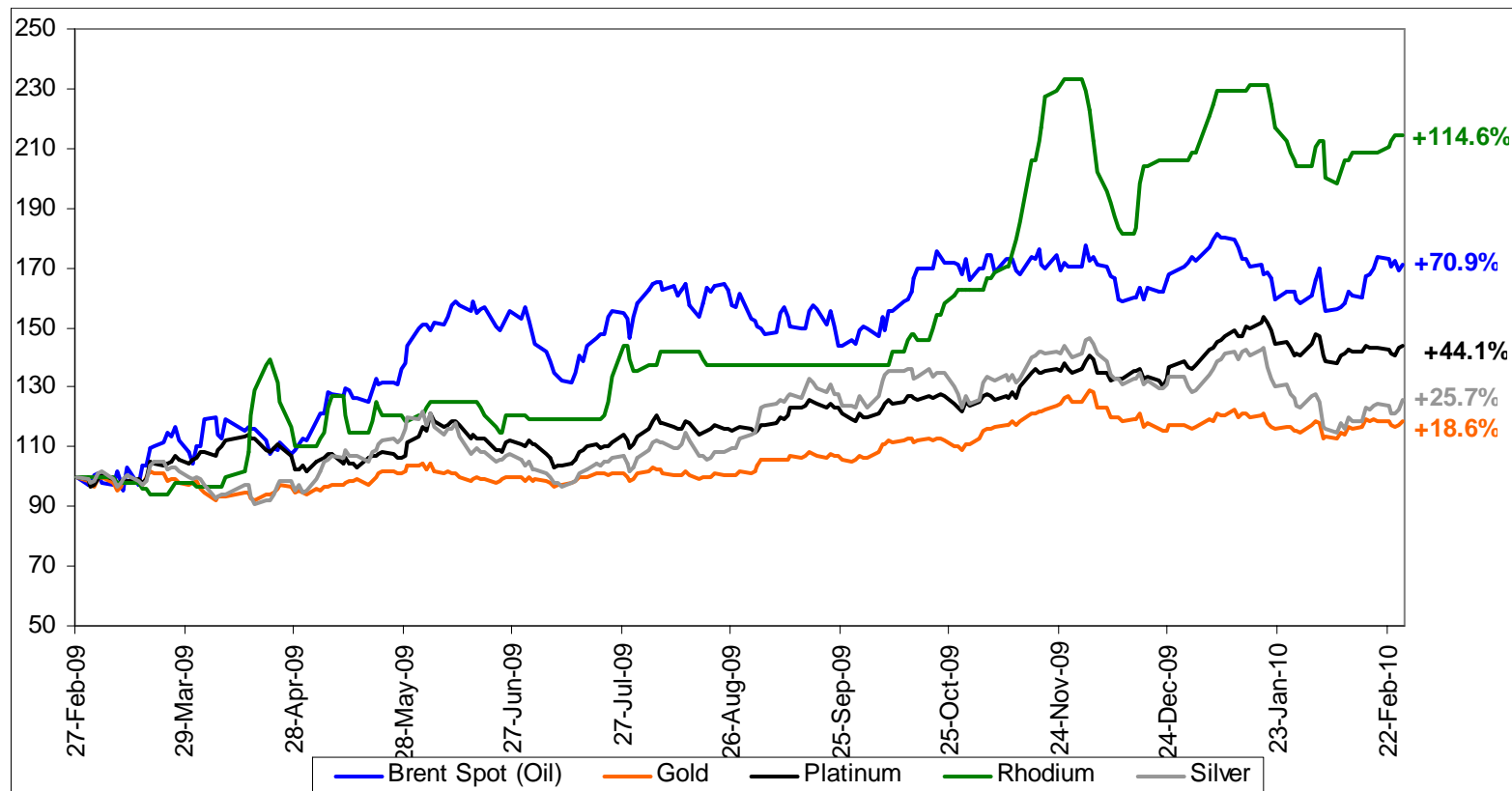
# Gold vs. oil – 12 months to February 2010



Source: Inet and Advantage Asset Managers  
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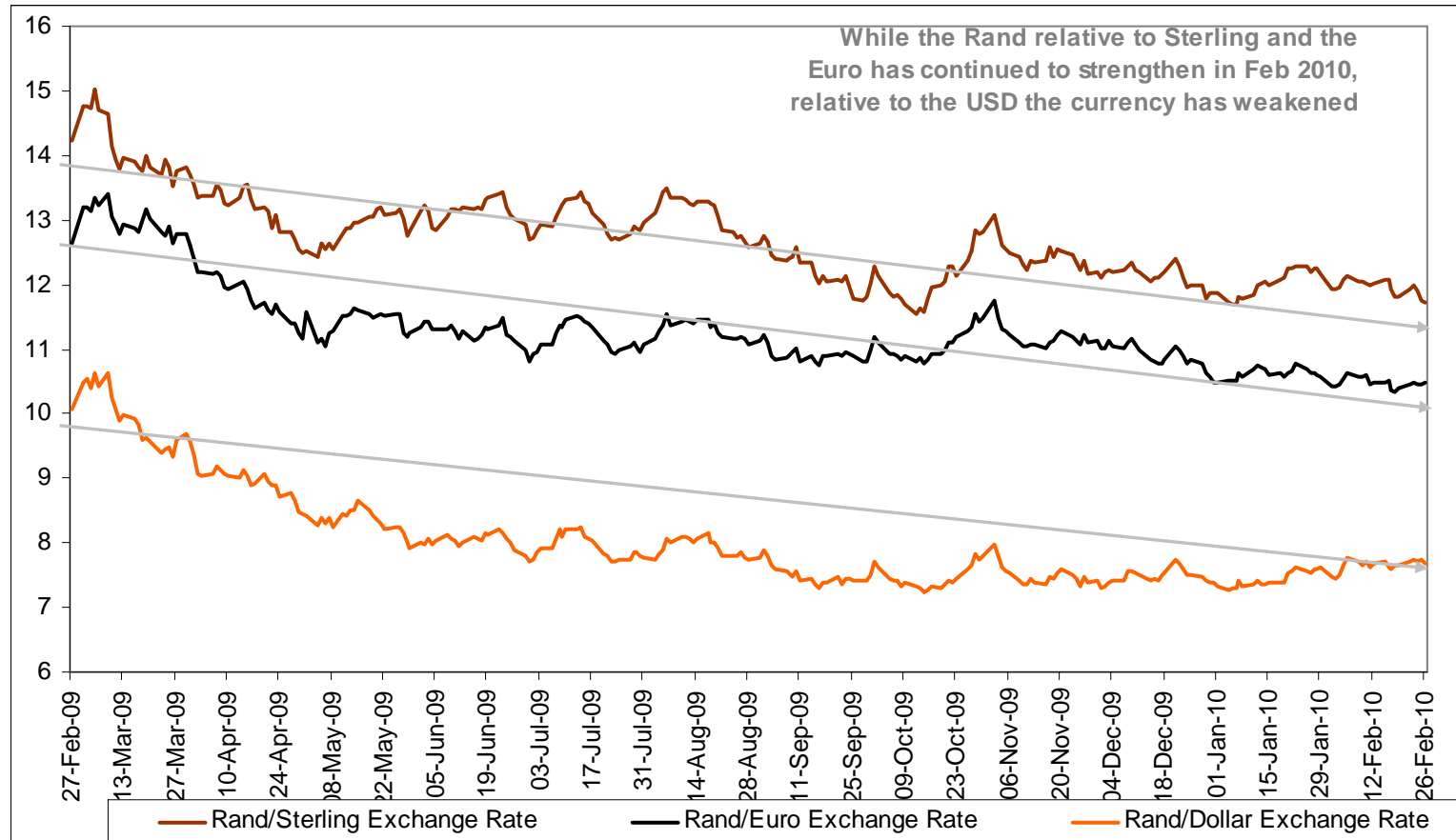
# Commodities – 12 months to February 2010

The various selected commodities display solid results over the 12m period, although the differential is quite wide



Source: Inet and Advantage Asset Managers  
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# Exchange rate – 12 months to February 2010

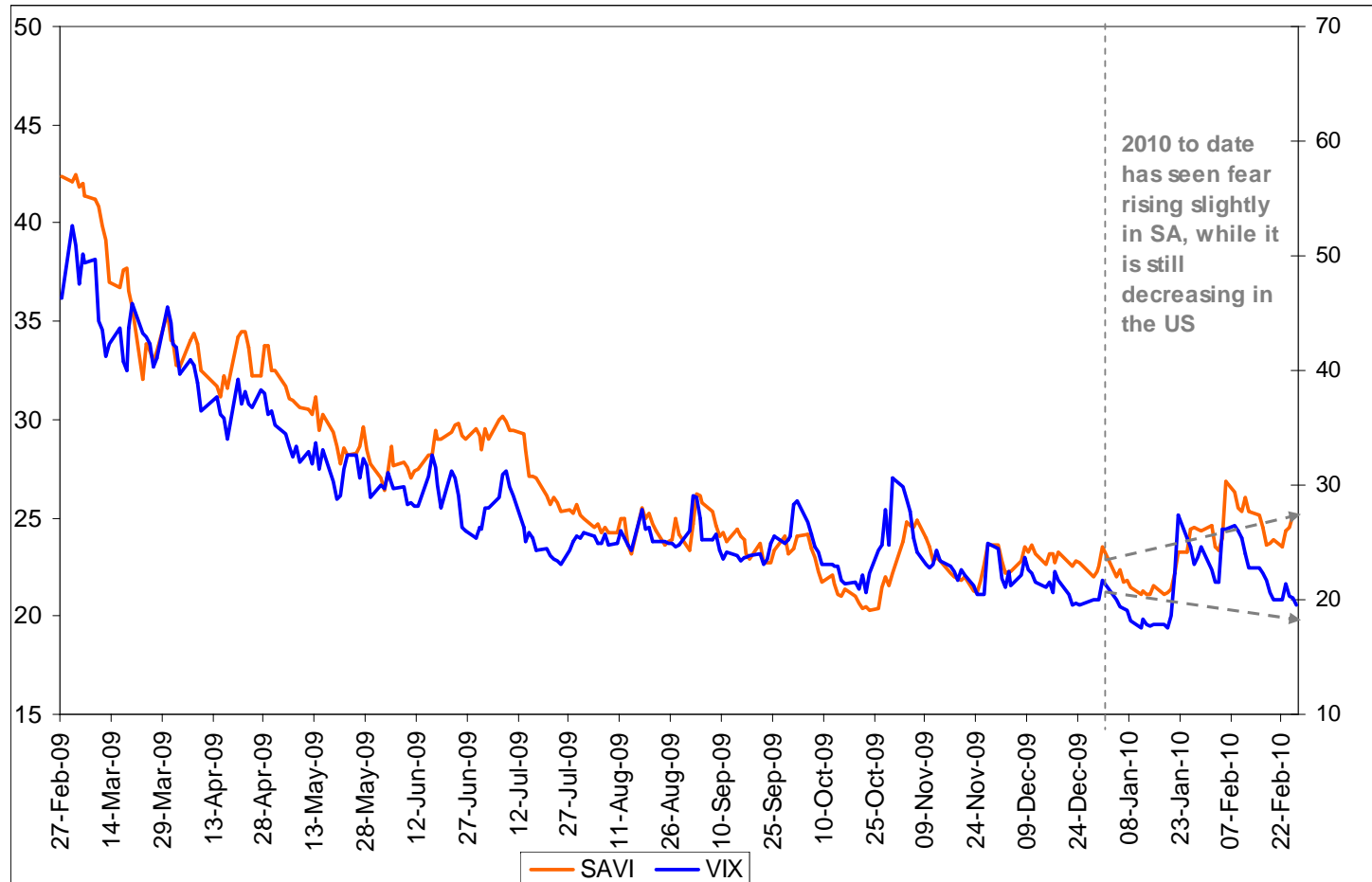


Source: Inet and Advantage Asset Managers

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# SAVI-VIX – 12 months to February 2010

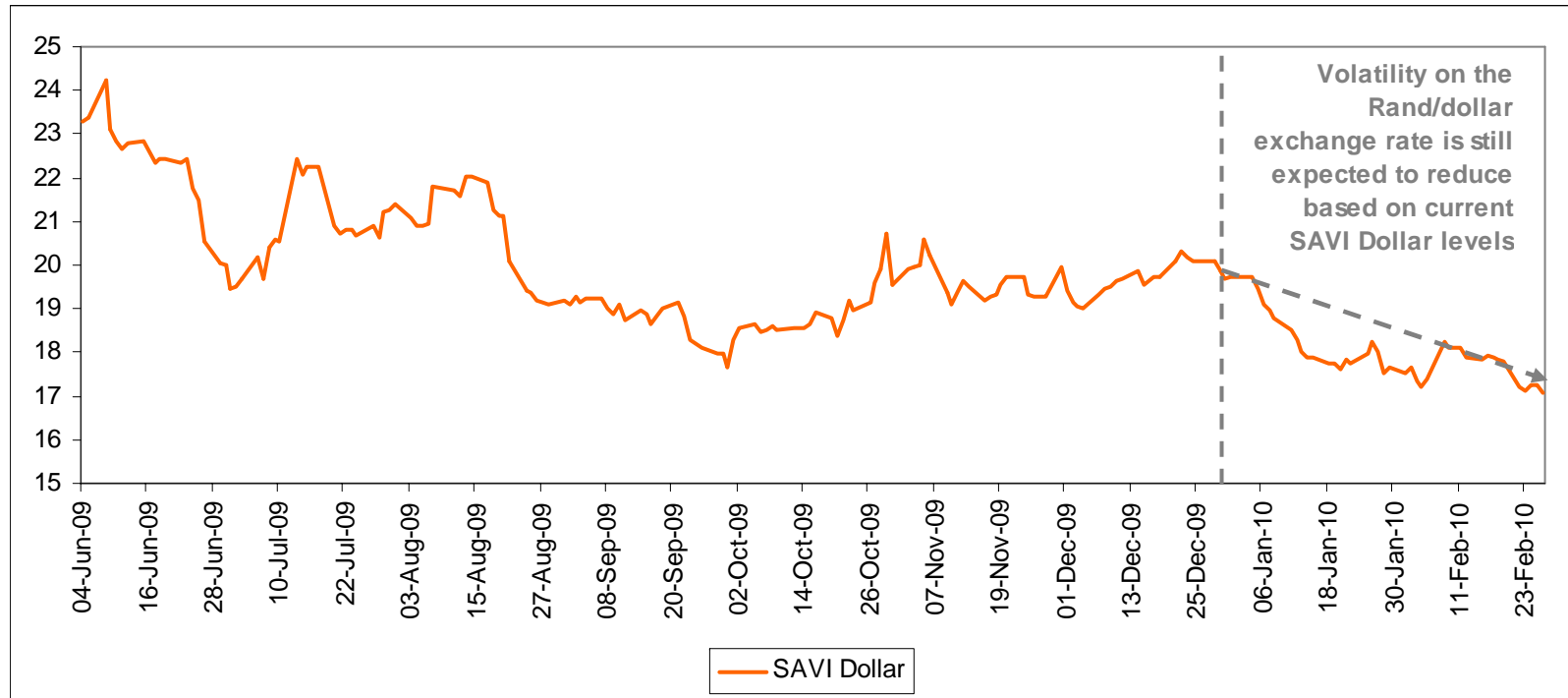
Volatility remains at low levels compared to recent historic highs, although in SA there has been a slight rise during 2010 to end February



Source: Inet and Advantage Asset Managers

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# SAVI dollar – Since inception to February 2010

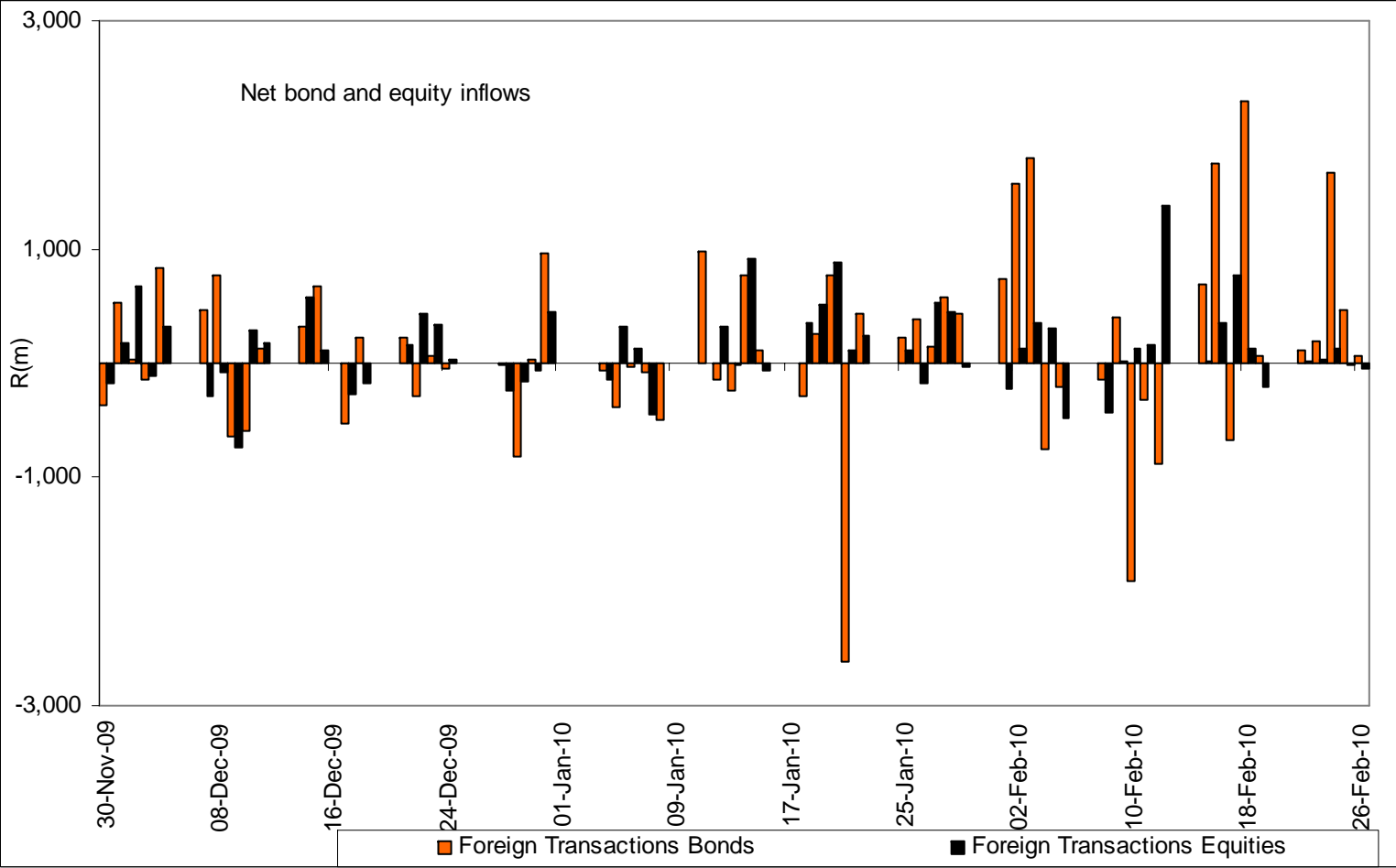


90 day forward looking implied volatility index based on the dollar-rand exchange rate. Interpretation: the higher the index, the more fear in the market. Index can be used in conjunction with the SAVI.

Source: Inet and Advantage Asset Managers

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# Foreign transactions – three months to February 2010

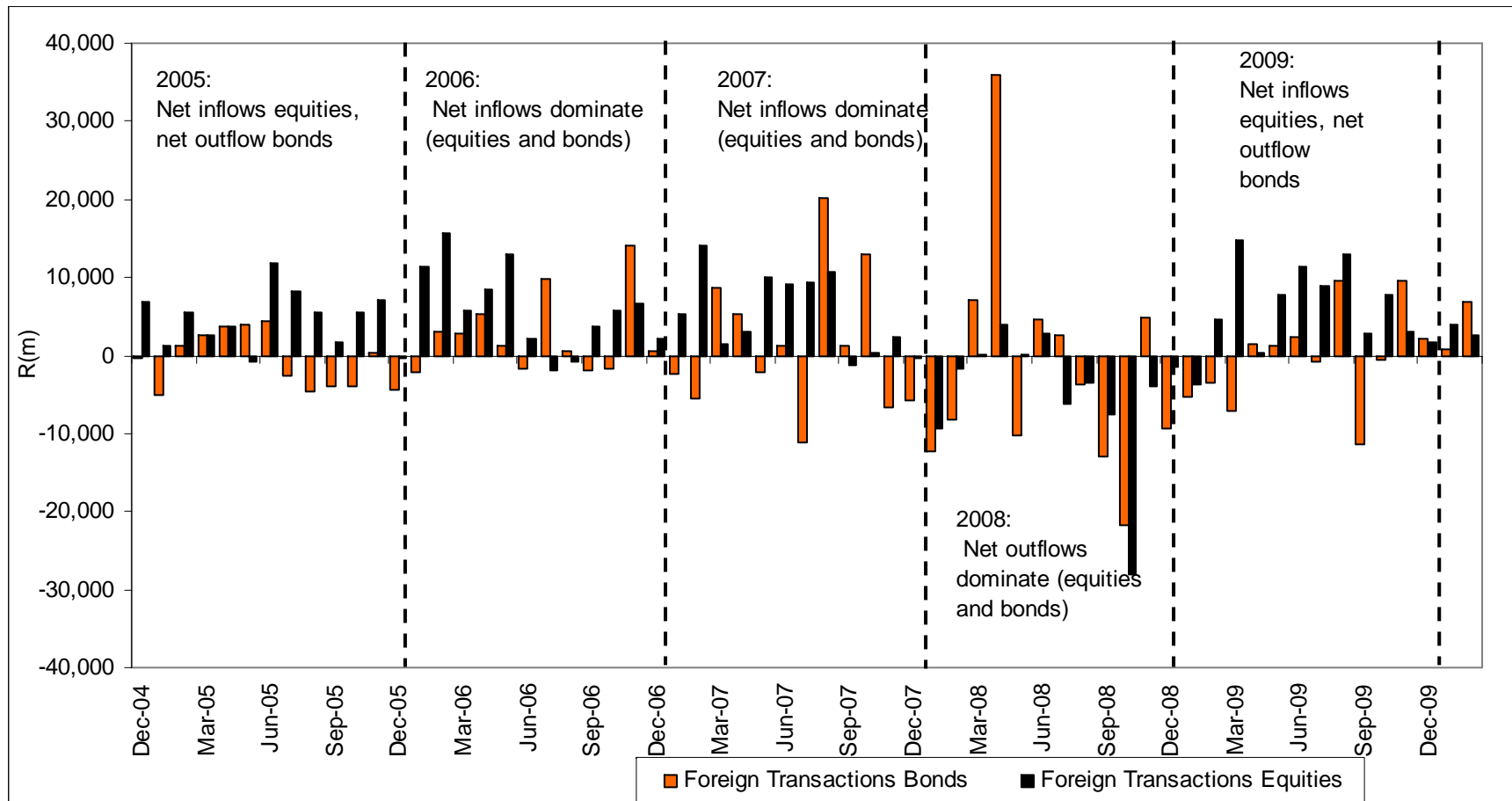


Source: Inet and Advantage Asset Managers

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# Foreign transactions – 12 months to February 2010

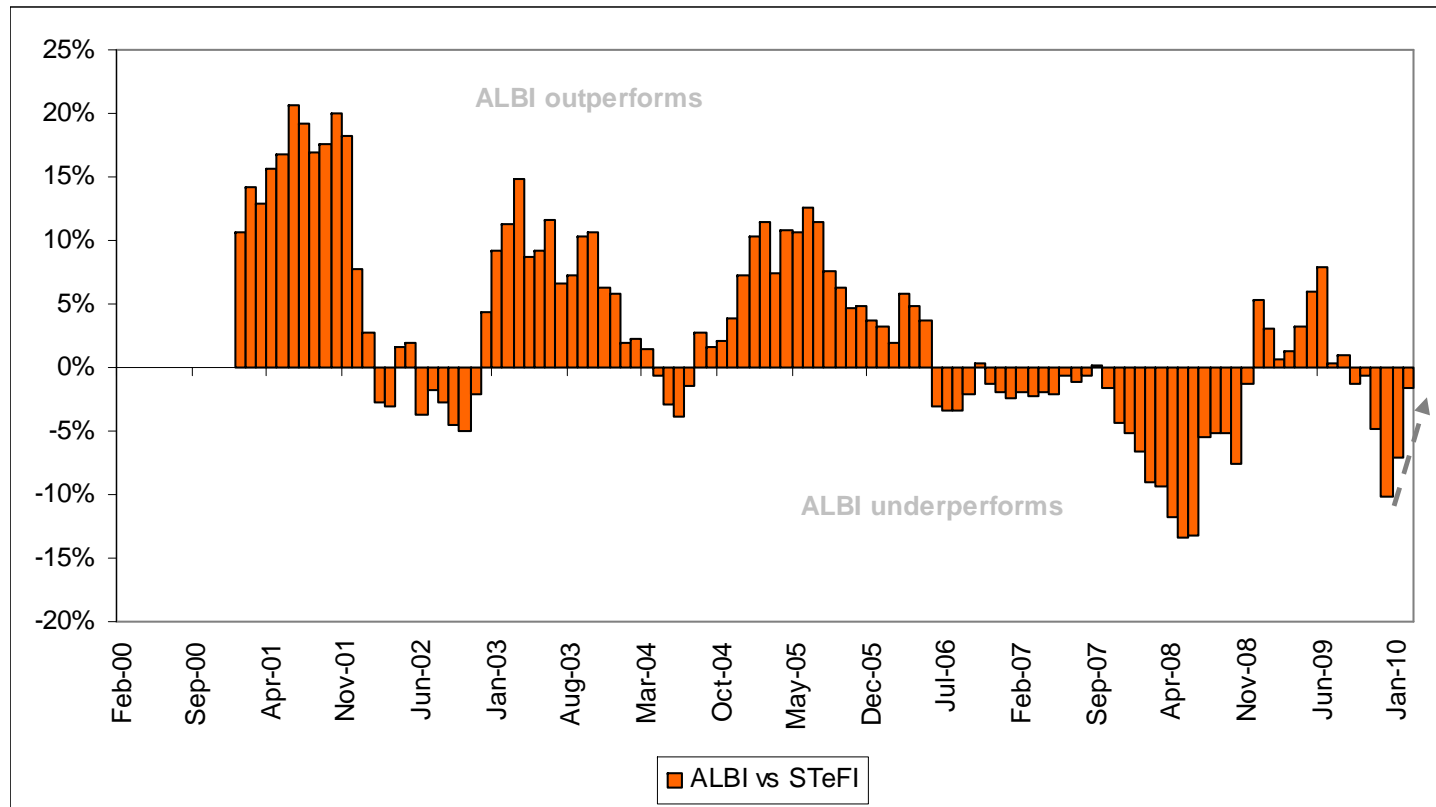
2010 to date shows net inflows of both equities and bonds, a contrast to the first two months of previous five years



Source: Inet and Advantage Asset Managers  
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# Bonds vs. Cash – 12m rolling active Feb 00-Feb 10

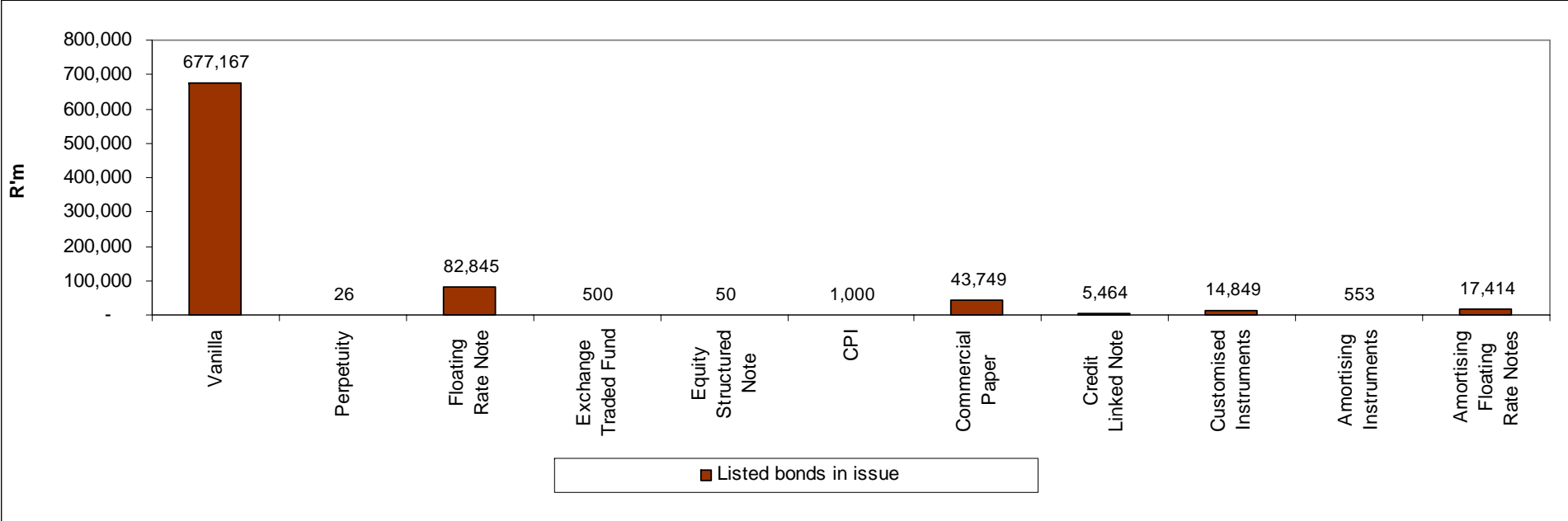
12m rolling active return of the ALBI vs. STeFI – bonds have largely underperformed cash over the last three years, yet the differential towards the end of the period has begun to narrow



Source: Inet and Advantage Asset Managers  
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# SA: Listed bonds – amounts in issue

Vanilla bonds by far the largest category



\* Data from Bond Exchange updated as at 3 Mar 2010

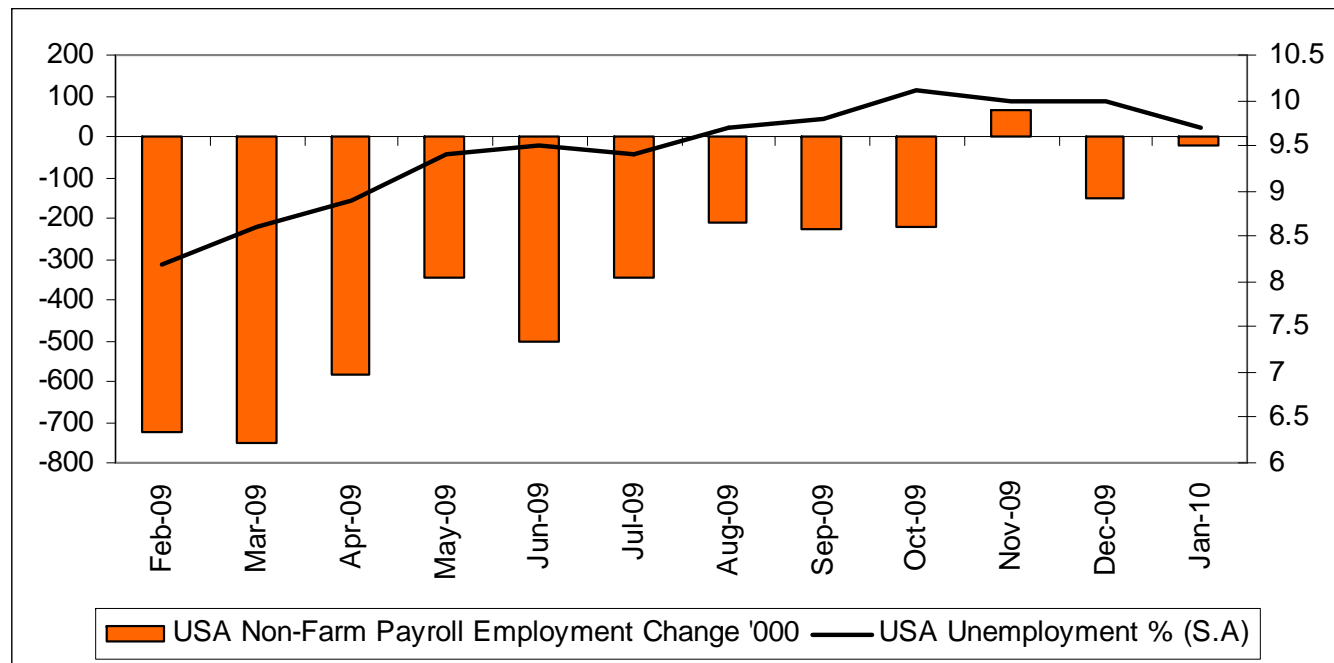
Source: Bond Exchange South Africa and Advantage Asset Managers

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# US – payroll and unemployment

Unemployment – while it appears as though the worst may be over, levels remain high



\* Data is delayed by a month.

Source: Inet and Advantage Asset Managers  
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## End of Key Market Performance Drivers monthly charts for February 2010

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# Disclaimer

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Thank you



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