

SUMMARY OF REPORT OF VALUATOR IN TERMS OF
REGULATION 16(8) OF THE PENSION FUNDS ACT, 1956

Name of Fund SENTINEL MINING INDUSTRY RETIREMENT FUND (12/8/1215)
Financial Year 30 June 2011
Valuator A. R. Pienaar

Particulars of financial condition of the Fund

1. *The fair value of the net assets of the Fund, after the deduction of current liabilities and any liabilities arising from the pledging, hypothecation or other encumbering of the assets of the Fund:*

R37 079 million

2. *Financial Position of the Fund*

Since the Fund has been converted to a pure defined contribution arrangement, in respect of non-pensioner members, we have valued the separate categories of members separately:

2.1 *Contributory and Non-contributory Members, excluding those in 2.2*

Fair value of assets:	R17 402 million
Value of liabilities:	R17 127 million
Mismatching Reserve:	R275 million
Funding level:	101,6%

Note: The reserves are mostly unallocated contributions and returns for June 2011 which were corrected after the valuation date. The amount also includes an employer surplus account of R6,68 million for one employer.

2.2 *Pensioners*

Fair value of assets:	R19 585 million
Value of liabilities:	R17 994 million
Reserves:	R1 591 million
Funding level:	108,8% (before the October 2011 increase)

In addition, there is a pool for risk (death and disability) benefits (R92 million) which exceeds the recommended catastrophe reserves.

3. *Any other particulars deemed necessary by the Valuator for the purposes of this summary:*
Not applicable.
4. *A statement as to whether the Fund was in a sound financial condition for the purposes of the Pension Funds Act, 1956:*
In my opinion the Fund was in a financially sound position as at 30 June 2011 in terms of Section 16 of the Pension Funds Act.

Prepared by:



A. R. PIENAAR, Valuator

30/10/2011

Date


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