

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME
MAPPS GROWTH™ INDEX ETF PORTFOLIO**

**AUDITED ANNUAL FINANCIAL STATEMENTS
31 December 2016**

**Supervised by: Prepared under the supervision of Sean Lamprecht
Designation: Head of Product Control**

NEVFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
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for the year ended 31 December 2016

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REPORT OF THE TRUSTEE FOR THE NEWFUNDS COLLECTIVE INVESTMENT SCHEME IN SECURITIES

We, the Standard Bank of South Africa Limited, in our capacity as Trustee of the NewFunds Collective Investment Scheme in Securities ("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 2016.

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
Head: Trustee Services
Standard Bank of South Africa Limited



Seggie Moodley
Head: Risk and Legal (Trustee Services)
Standard Bank of South Africa Limited

29 March 2017

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
DIRECTORS' RESPONSIBILITIES AND APPROVAL
as at 31 December 2016**

The directors are responsible for overseeing the preparation, integrity and objectivity of the financial statements that fairly present the state of the affairs of the Scheme at the end of the reporting period and the net income and cash flows for the reporting period, and other information contained in this report.

The portfolio's annual financial statements comprise the statement of financial position at the reporting date, the statements of comprehensive income, changes in net assets attributable to investors and cash flows for the year then ended and the notes to the annual financial statements, which include a summary of significant accounting policies and other explanatory notes, in the manner required by The Collective Investment Scheme Control Act of South Africa of 2002, International Financial Reporting Standards and the Trust Deed.

To enable the directors to meet these responsibilities:

- All directors will endeavour to maintain the highest ethical standards in ensuring the Scheme's business is conducted in a manner that in all reasonable circumstances is above reproach;
- The directors set standards and management implements systems of internal control and accounting and information systems aimed at providing reasonable assurance that both on and off statement of financial position assets are safeguarded and the risk of error, fraud or loss is reduced in a cost-effective manner. These controls, contained in established policies and procedures, include the proper delegation of responsibilities and authorities within a clearly defined framework, effective accounting procedures and adequate segregation of duties;
- The directors and management identify all key areas of risk across the Scheme and endeavour to mitigate or minimise these risks by ensuring that appropriate infrastructure, controls, systems and discipline are applied and managed within predetermined procedures and constraints;
- The internal audit function outsourced to Barclays Africa Group Internal Audit, which operates unimpeded and independently from operational management, appraises, evaluates and, when necessary, recommends improvements to the systems of internal control and accounting practices, based on audit plans that take cognisance of the relative degrees of risk of each function or aspect of the business; and
- The internal auditors play an integral role in matters relating to financial and internal control, accounting policies, reporting and disclosure.

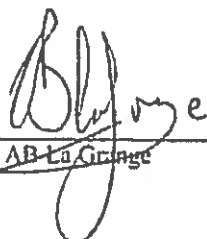
To the best of their knowledge and belief, based on the above, the directors are satisfied that no material breakdown in the operation of the systems of internal control and procedures has occurred during the year under review.

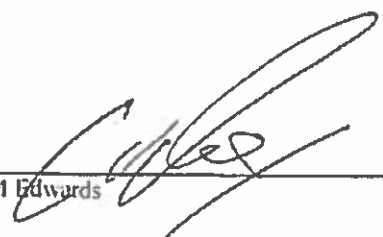
The Scheme consistently adopts appropriate and recognised accounting policies and these are supported by reasonable and prudent judgements and estimates on a consistent basis. The annual financial statements of the Scheme have been prepared in accordance with the provisions of the Collective Investments Control Act of 2002 and the Trust Deed and comply with International Financial Reporting Standards (IFRS) and all applicable legislation.

The directors have no reason to believe that the Scheme will not be a going concern in the reporting period ahead, based on forecasts and available cash resources. These financial statements have accordingly been prepared on this basis.

It is the responsibility of the independent auditors to report on the annual financial statements. Their report to the investors is set out on pages 3 to 7.

The annual financial statements set out on pages 10 to 40 were approved by the directors on 29 March 2017 and were signed on its behalf by:


AB La Grange


CHM Edwards



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INDEPENDENT AUDITOR'S REPORT TO THE MANAGER AND HOLDERS OF SECURITIES IN THE NEWFUNDS MAPPS GROWTH™ INDEX ETF PORTFOLIO

Report on the Audit of Annual Financial Statements

Opinion

We have audited the financial statements of NewFunds Mapps Growth™ Index ETF Portfolio (the Portfolio) as set out on pages 10 to 40, comprises the statements of financial position as at 31 December 2016, and the statements of comprehensive income, statements of changes in equity and statements of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the portfolio as at 31 December 2016, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Collective Investments Schemes Control 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 Portfolio in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code), the International Federation of Accountants' Code of Ethics for Professional Accountants (IFAC code) and other independence requirements applicable to performing the audit of the financial statements of the Portfolio. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code, IFAC code and in accordance with other ethical requirements applicable to performing an audit of the Portfolio. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key Audit Matter	How the Matter was addressed in the audit
<p data-bbox="220 398 762 488"><u>Valuation of the investment portfolio and linked liability to unit holders (net assets attributable to investors) and related disclosure</u></p> <p data-bbox="220 517 762 607">Management's main objective is to grow the assets under management for the unit holders of the portfolio.</p> <p data-bbox="220 636 762 725">This is the primary indicator of management's achievement of this goal and as such is assessed as being an area of higher risk.</p> <p data-bbox="220 754 762 1113">Investments and the linked liabilities (net assets attributable to investors) are significant balances on the statement of financial position and have been identified as an area of significant risk. In addition the disclosure of the investments and related liabilities in terms of IFRS 13 Fair Value Measurement requires significant auditor attention to determine the appropriateness of the fair value hierarchy and to determine the existence of an active market. This was considered to be significant to the audit to ensure fair presentation.</p> <p data-bbox="220 1142 762 1198">The disclosures associated with Fair Valuation of the investment portfolio is set out below:</p> <ul data-bbox="220 1198 762 1321" style="list-style-type: none"> <li data-bbox="220 1198 762 1254">• Note 7 - Portfolio Investments and Participation Interest <li data-bbox="220 1254 762 1321">• Note 13 - Fair Value Hierarchy of Assets and Liabilities held at Fair Value 	<p data-bbox="778 398 1329 521">Our audit of the valuation of the investment portfolio, linked liability to unit holders and related disclosure included, amongst others, the following audit procedures:</p> <ul data-bbox="778 551 1329 1830" style="list-style-type: none"> <li data-bbox="778 551 1329 757">• We evaluated whether the valuation methodologies of the investment portfolio and related liability to unit holders are appropriate and correctly applied in accordance with IFRS 13 Fair Value Measurement accounting policies. <li data-bbox="778 763 1329 943">• We assessed the appropriateness of the disclosure classification of level 1 and level 2 fair value measurements and whether the valuation technique applied in order to value level 1 and level 2 financial instruments was correct. <li data-bbox="778 949 1329 1155">• For financial instruments classified as level 1, we assessed whether inputs are based on quoted prices in an active market. For financial instruments classified as level 2, we assessed whether inputs are observable in the market. <li data-bbox="778 1162 1329 1341">• We independently assessed both the volumes traded in the underlying investments and the linked liability to unit holders to ensure that the instruments traded, are traded in an active market. <li data-bbox="778 1348 1329 1494">• We engaged internal experts to assist in determining whether the assumptions used in the valuation and the disclosure of the investment portfolio and linked liability to unit holders, were reasonable <li data-bbox="778 1500 1329 1624">• Our work on assumptions focused on those which had the most significant impact on the outcome of the investment portfolio valuation models. <li data-bbox="778 1630 1329 1720">• We re-computed the outcomes of the investment portfolio valuation model to ensure its mathematical accuracy. <li data-bbox="778 1727 1329 1830">• We compared the NewFunds investment portfolio list to that held by the service organisation and to external third party data.

Other Information

The directors are responsible for the other information. The other information comprises the Directors' Responsibilities and Approvals, Trustee's Report and Directors' Report, but 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 on the other information obtained prior to the date of this auditor's report, 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.

Directors' Responsibilities 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 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 the financial statements, the directors are responsible for assessing the Portfolio'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 Portfolio or to cease operations, or has 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 judgment 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 Portfolio's 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 Portfolio'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 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 Portfolio 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of each Exchange Traded Fund Portfolio within the Portfolio to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Rohan Baboolal.



Report on other Legal and Regulatory Requirements

In terms of the IRBA Rule published in the Government Gazette Number 39475 dated 4 December 2015, we report that Ernst & Young Inc. has been the auditor of the Portfolio for 5 years.

Ernst & Young Inc.
Director: Rohan Baboolal CA (SA)
Registered auditor
102 Rivonia Road
Sandton
29 March 2017

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
DIRECTORS' REPORT**

for the year ended 31 December 2016

Management company registration number	2005/034899/07		
Country of incorporation and domicile	South Africa		
Date of publication	31 March 2017		
Nature of business and principle activities	<p>NewFunds Collective Investment Scheme manages exchange traded fund (ETF) portfolios. Its objective is to track the performance of specific indices on the stock market in each portfolio. The MAPPS Growth tracks the performance of an underlying industry benchmark index of the following:</p> <ul style="list-style-type: none"> • 75% SWIX 40 total return Index, exposure to a diversified range of the most liquid South African equities; • 10% GOVI Total Return Index, exposure to a range of nominal South African Government-issued bonds; • 10% ILBI Index, exposure to a basket of inflation-linked, South African Government issued bonds; and • 5% exposure to cash. 		
Directors	Name	Appointment date	Resignation date
	CHM Edwards	24/03/2016	
	TJ Fearnhead	25/11/2013	
	AB La Grange	10/07/2006	
	EM Letty	24/06/2011	30/11/2016
	DA Lorimer	01/12/2016	
	BM Mgwaba	15/10/2015	
	R Pitt	17/02/2017	
	CMR Playne	23/07/2014	
	EM Southey	24/06/2011	17/02/2017
Registered office	<p>7th Floor Barclays Towers West 15 Troye Street Johannesburg 2001</p>		
Trustees	Standard Bank of South Africa Limited		
Bankers	<p>Standard Bank of South Africa Limited Absa Bank Limited</p>		
Auditors	<p>Ernst & Young Inc. 102 Rivonia Road Sandton Johannesburg 2194</p>		
Supervised by	<p>The scheme is managed by New Funds (RF) Proprietary Limited, a 100% owned subsidiary of Absa Bank Limited. The preparation of these annual financial statements therefore falls under the direct supervision of Absa Bank Limited, represented by Sean Lamprecht, MBA, Head of Product Control. All references to 'manager' and 'management' relate to NewFunds (RF) Proprietary Limited.</p>		

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
DIRECTORS' REPORT (continued)
for the year ended 31 December 2016**

Review of financial results	The financial results of the Scheme are set out in the attached financial statements. The results do not, in the opinion of the directors, require further explanation.
Events after the reporting date	Events material to the understanding of these financial statements that occurred between the financial year end and the date of this report have been disclosed in Note 18.
Going concern	The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern.
Special resolutions	No special resolutions were passed during the period under review.

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2016**

	Notes	2016 R	2015 R
Non-interest income			
Fair value adjustment		(620 111)	173 099
		(620 111)	173 099
Revenue	4	1 257 784	1 225 710
		637 673	1 398 809
Management and administration expenses		(107 813)	(125 686)
Increase in net assets attributable to investors before distribution	5	529 860	1 273 123
Dividend withholding tax portion relating to re-investments		(93 165)	(89 869)
Increase in net assets attributable to investors after distribution		436 695	1 183 254
Represented by:			
Income attributable to investors		1 056 806	1 010 155
Capital attributable to investors		(620 111)	173 099

NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
STATEMENT OF FINANCIAL POSITION
as at 31 December 2016

	Notes	2016 R	2015 R
Assets			
<i>Non-current assets</i>			
Portfolio Investments	7	31 897 407	31 334 236
Total non-current assets		31 897 407	31 334 236
<i>Current assets</i>			
Portfolio Investments	7	720 669	676 356
Trade receivables	8	116 579	95 136
Cash and cash equivalents	11	1 363 473	1 559 227
Total current assets		2 200 721	2 330 719
Total assets		34 098 128	33 664 955
Liabilities			
<i>Current liabilities</i>			
Trade and other payables	9	302	3 824
Net assets attributable to investors		34 097 826	33 661 131

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
 PORTFOLIO
 STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO INVESTORS
 for the year ended 31 December 2016**

	Capital attributable to investors R	Income attributable to investors R	Net assets attributable to investors R
Balance at 1 January 2015	23 166 832	2 056 647	25 223 479
New issues for the period	7 254 398	-	7 254 398
Increase in net assets attributable to investors	173 099	1 010 155	1 183 254
Balance at 31 December 2015	30 594 329	3 066 802	33 661 131
Balance at 1 January 2016	30 594 329	3 066 802	33 661 131
Increase in net assets attributable to investors	(620 111)	1 056 806	436 695
Balance at 31 December 2016	29 974 218	4 123 608	34 097 826

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO
STATEMENT OF CASH FLOWS
for the year ended 31 December 2016**

	Notes	2016 R	2015 R
Cash flows from operating activities			
Cash used in operations	10	(111 335)	(128 937)
Purchase of equity securities and bonds		(6 339 585)	(4 158 752)
Proceeds from sale of equity securities and bonds		5 156 304	3 647 047
Dividends received		664 109	721 557
Interest received		92 229	52 284
Real Estate Investment income received		66 766	36 120
Coupon interest received		368 923	348 540
Dividend withholding tax portion relating to re-investment		(93 165)	(89 869)
Net cash (used in)/generated by operating activities		(195 754)	427 990
Cash flows from financing activities			
Cash portion received on creation of MAPPS Growth securities		-	367 180
Net cash generated by financing activities		-	367 180
Net (decrease)/increase in cash and cash equivalents		(195 754)	795 170
Cash and cash equivalents at the beginning of the year		1 559 227	764 057
Cash and cash equivalents at the end of the year	11	1 363 473	1 559 227

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

**Summary of Accounting Policies
for the year ended 31 December 2016**

1. STATEMENT OF COMPLIANCE

The annual financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the interpretations issued by the International Financial Reporting Interpretations Committee of the IASB (IFRIC) and in the manner required by the Collective Investment Schemes Control Act, 45 of 2002, the Trust deed, JSE Listing Requirements and the SAICA Financial Reporting Guides.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS

During the current year, the Scheme has adopted all of the new and revised standards and interpretations issued by the IASB and the IFRIC that are relevant to its operations and effective for annual reporting periods beginning on 1 January 2016. The adoption of these new and revised standards and interpretations has not resulted in material changes to the Scheme's accounting policies. For details of the new and revised accounting policies refer to note 19.

2.2 BASIS OF PREPARATION

The annual financial statements have been prepared on an accrual basis of accounting, except for cash flow information. Apart from certain items that are carried at fair valued amounts, as explained in the accounting policies below, the financial statements have been prepared on the historical cost basis. The principal accounting policies are set out below.

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern.

The financial statements are presented in South African Rands (R), the functional and presentation currency of the Scheme. All financial information is presented to the nearest Rand.

2.3 REVENUE RECOGNITION

Income comprises of interest income, coupon interest, income real estate investment income and dividend income. It is recognised to the extent that it is probable that there will be an inflow of economic benefits and the income can be reliably measured.

Interest income and coupon interest income from a financial asset are recognised when it is probable that the economic benefits will flow to the Scheme and the amount of income can be measured reliably. Interest income and coupon interest income are accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Scheme and the amount of income can be measured reliably).

Real Estate Investment Income (REIT) income in the form of cash distributions from the REIT is recognised when the right to receive income is established.

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

**Summary of Accounting Policies (continued)
for the year ended 31 December 2016**

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

2.4 FINANCIAL INSTRUMENTS

Financial assets and financial liabilities are recognised when the Scheme becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are capitalised to the initial carrying amount of the financial asset/liability, as appropriate on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

On initial recognition, it is presumed that the transaction price is the fair value unless there is observable information available in an active market to the contrary. The best evidence of an instrument's fair value on initial recognition is typically the transaction price. However, if fair value can be evidenced by comparison with other observable current market transactions in the same instrument, or is based on a valuation technique whose inputs include only data from observable markets then the instrument should be recognised at the fair value derived from such observable market data.

For valuations that have made use of significant unobservable inputs, the difference between the model valuation and the initial transaction price (Day One profit) is recognised in profit or loss either on a straight-line basis over the term of the transaction or released in full when previously unobservable inputs become observable.

2.4.1 FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Financial assets are classified as loans and receivables and investments at fair value through profit or loss. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

Financial liabilities comprise trade and other payables and net assets attributable to investors. Trade and other payables comprise management and Scheme fee payables and are measured at amortised cost using the effective interest method. Net assets attributable to investors are listed debt instruments held by investors in the form of ETFs and are designated at fair value through profit and loss.

FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets are measured as at Fair Value Through Profit and Loss (FVTPL) when they are either held for trading or designated as at Fair Value Through Profit and Loss.

A financial instrument other than one that is held for trading may be designated as at Fair Value Through Profit and Loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial instrument forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the documented risk management or investment strategy, taking into consideration the relationship of assets to liabilities in a way that mitigates market risk; or
- it forms part of a contract containing one or more embedded derivatives, and IAS 39 Financial Instruments: Recognition and Measurement permits the entire combined contract (asset or liability) to be designated as at Fair Value Through Profit and Loss.

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

**Summary of Accounting Policies (continued)
for the year ended 31 December 2016**

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

2.4 FINANCIAL INSTRUMENTS (continued)

2.4.1 FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial instruments at FVTPL are stated at fair value, with any gains or losses arising on re-measurement recognised in profit or loss.

Coupon interest income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income, within interest. Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income when the Scheme's right to receive payments is established.

Creation and redemption

Creation and redemption are recorded on trade date using historic cost being the previous day closing index price.

Net assets attributable to investors (redeemable securities)

All redeemable securities provided by the portfolios provide investors with the right to request redemption for cash or in specie at the value proportionate to each investor's share. The securities are redeemable at any time at the option of the security holder and are therefore classified as financial liabilities.

LOANS AND RECEIVABLES

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment.

Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

EFFECTIVE INTEREST METHOD

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

FINANCIAL LIABILITIES

Financial liabilities are measured at amortised cost except for liabilities designated at fair value which are held at fair value through profit and loss. Amortised cost is the initial fair value (which is normally the amount borrowed) adjusted for premiums, discounts, repayments and the amortisation of coupon, fees and expenses to represent the effective interest rate of the liability.

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

**Summary of Accounting Policies (continued)
for the year ended 31 December 2016**

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

2.4 FINANCIAL INSTRUMENTS (continued)

2.4.1 FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

FAIR VALUE

The listed underlying investments are carried at fair value through profit or loss such as those designated by management under the fair value option.

The fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

DERECOGNITION OF FINANCIAL INSTRUMENTS

Derecognition of financial assets

Full derecognition only occurs when the rights to receive cash flows from the asset have been discharged, cancelled or have expired, or the Scheme transfers both its contractual right to receive cash flows from the financial assets (or retains the contractual rights to receive the cash flows, but assumes a contractual obligation to pay the cash flows to another party without material delay or reinvestment) and substantially all the risks and rewards of ownership, including credit risk, prepayment risk and interest rate risk. When an asset is transferred, in some circumstances, the Scheme may retain an interest in it (continuing involvement) requiring the Scheme to repurchase it in certain circumstances for other than its fair value on that date.

Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same party on substantially different terms, or the terms of an existing liability are substantially modified (taking into account both quantitative and qualitative factors), such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss. Where the terms of an existing liability are not substantially modified, the liability is not derecognised. Costs incurred on such transactions are treated as an adjustment to the carrying amount of the liability and are amortised over the remaining term of the modified liability.

2.4.2 OFFSETTING

In accordance with IAS 32 Financial Instruments: Presentation, the Scheme reports financial assets and financial liabilities on a net basis on the statement of financial position only if there is a current legally enforceable right to set off the recognised amounts and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.5 CASH AND CASH EQUIVALENTS

For the purposes of the statement of cash flows, cash comprises cash on hand and demand deposits, and cash equivalents comprise highly liquid investments that are convertible into cash with an insignificant risk of changes in value with original maturities of three months or less.

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

**Summary of Accounting Policies (continued)
for the year ended 31 December 2016**

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

2.6 SEGMENTAL REPORTING

The portfolio trades under the umbrella of the NewFunds Collective Investment Scheme ("CIS") as separate exchange traded fund. The fund is separately listed and trades on the JSE. This fund has a narrowly defined mandate and operates a single line of business. Therefore the fund as a whole is considered to be one operating segment.

2.7 DISTRIBUTIONS

The portfolio tracks a total return and therefore all distributions from constituents are not paid to investors but are reinvested through the purchase of additional constituents in the weightings of the specific index.

To achieve this, such portfolios pay out all distributions to the relevant Central Securities Depository Participants (CSDPs), and receive back from the CSDPs a net distribution after the deduction of a 15% dividend withholding tax ("DWT").

The 15% DWT retained by the CSDPs is either paid to the tax authority on behalf of the investor where the investor is subject to DWT, or else it is paid to the investor should they not be subject to DWT.

The "dividend withholding tax portion relating to re-investment" therefore represents net assets attributable to investors.

2.8 TAXATION

Income is taxed in the hands of the investor if the portfolio distributes within 12 months of having received income, failing which income will be deemed to be received by, and accrued to the portfolio and will be taxed in its hands. Capital gains and losses are ultimately taxed in the investor's hands on disposal of their participatory interest.

The portfolio has distributed income within 12 months of receiving it within in the current and prior year. Therefore, no income tax has been provided for in the portfolio in the current and prior year.

2.9 PROVISIONS, CONTINGENT LIABILITIES AND COMMITMENTS

Provisions are recognised when the Scheme has a present constructive or legal obligation as a result of past events and it is probable that an outflow of resources, embodying economic benefits, will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

Transactions are classified as contingent liabilities where the existence of the Scheme's possible obligations depends on uncertain future events beyond the Scheme's control or when the Scheme has a present obligation that is not probable or which the Scheme is unable to measure reliably.

Items are classified as commitments where the Scheme commits itself to future transactions or if the items will result in the acquisition of assets.

A provision for onerous contracts is recognised when the expected benefits to be derived by the Scheme from a contract is lower than the unavoidable cost of meeting its obligation under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of fulfilling the contract. Before a provision is established, the Scheme recognises any impairment loss on the assets associated with that contract.

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

**Summary of Accounting Policies (continued)
for the year ended 31 December 2016**

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

3. JUDGEMENTS AND ESTIMATES

In the preparation of the annual financial statements, management is required to make judgements, estimates and assumptions that affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and the application of judgement are inherent in the formation of estimates. Actual results in the future could differ from these estimates, which may be material to the financial statements within the next financial period.

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

Notes to the financial statements
for the year ended 31 December 2016

	2016 R	2015 R
4. REVENUE		
Interest	137 095	88 971
Dividends	664 109	721 557
Real Estate Investment Income	66 766	36 120
Coupon interest income	389 814	379 062
	1 257 784	1 225 710

5. INCREASE IN NET ASSETS ATTRIBUTABLE TO INVESTORS BEFORE DISTRIBUTION

Included in increase in net assets attributable to investors before distribution are the following significant transactions:

Management fee	(80 657)	(108 647)
Trustee Fees	(158)	-

6. TOTAL EXPENSES RATIO

Increased customer demand for greater transparency in financial services and the recognition thereof by the collective investment industry requires Collective Investment Scheme managers to calculate and publish a Total Expense Ratio (TER) for each portfolio under management. This is a requirement in terms of the Association of Collective Investment Scheme (ACI) standard on the calculation and publication of TER.

The ACI Guidelines on the TERs require that a fund must be in existence for more than 6 months before expense ratios can be calculated and published. The expense ratios below are unaudited.

The total expenses ratio by definition as expressed in the ACI standards is a measure of the portfolio's assets that were relinquished as payment for services rendered in the management of the portfolio. This is expressed as a percentage of the fraction; total expenses paid for by a portfolio for the previous 12 months divided by the daily average net asset value for the previous 12 months.

	2016 %	2015 %
MAPPS™ Growth Index Securities	0.23	0.33

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

Notes to the financial statements (continued)
for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS

These financial assets are designated at fair value through profit and loss.

The fund designates all equity investments at fair value through profit and loss upon initial recognition as it manages these securities on a fair value basis in accordance with its documented investment strategy. Internal reporting and performance measurement of these securities are on a fair value basis.

	2016 R	2015 R
7.1 RECONCILIATION OF THE FAIR VALUE OF INVESTMENTS		
Balance at 1 January	32 010 592	24 403 434
Interest earned on call account	44 314	35 136
New issues during the year	-	6 887 218
Total fair value (loss) gain adjustment	(620 111)	173 099
Rebalancing effect	1 183 281	511 705
Balance at 31 December	32 618 076	32 010 592
7.2 RECONCILIATION OF THE NUMBER OF UNITS		
Balance at 1 January	1 806 698	1 406 698
New issues during the year	-	400 000
Balance at 31 December	1 806 698	1 806 698

7.3 PARTICIPATION INTEREST

The Scheme is the primary issuer of participatory interests for the NewFunds CIS ETFs. The Scheme is obliged to sell and repurchase one or more basket(s) of participatory interests requested or offered from or to it by investors. There is a provision that the funds can never be obliged to deliver part of a basket. As participatory interests are listed on the JSE, typically, investors can buy or sell partial baskets of their participatory interests on the secondary market (and may contact either of the participating brokers or the market maker in this regard).

Partial baskets are traded on the secondary market as MAPPS™ Growth Index Securities (MAPPSG).

The net asset value per Mapps™ Growth, after attributable amounts, at 31 December 2016 was R18.87 (31 December 2015: R18.63).

NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO
 Notes to the financial statements (continued)
 for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS (continued)

7.4 MAPPS GROWTH™ INDEX SECURITY BASKET OF CONSTITUENTS	No. of Shares	Cost R	Current Price Cents	Market Value R	% of the Fund
2016					
Integrated Oil & Gas	3 403	1 260 720	39 890	1 357 457	4.16
Sasol Limited					
Basic Resources	728	80 347	27 999	203 833	0.62
Mondi Limited	723	88 983	27 872	201 514	0.62
Mondi Public Limited Company	3 328	285 568	8 995	299 354	0.92
Sappi Limited					
Industrials and General Mining	3 691	979 333	19 510	720 114	2.21
Angb American Public Limited Company	2 310	582 125	21 868	505 151	1.55
BHP Billiton Public Limited Company					
Gold Mining	1 327	280 179	15 258	202 474	0.62
Angb Gold Ashanti Limited					
Platinum & Precious Metals	4 182	280 054	4 274	178 739	0.55
Impala Platinum Holdings Limited					
Diversified Industries	3 239	496 958	22 305	722 459	2.21
Rengro Limited	2 031	307 258	18 125	368 119	1.13
Bidvest Group Limited					
Food & Beverages	970	240 417	39 783	385 895	1.56
Tiger Brands Limited	2 505	306 708	17 146	429 507	1.32
Shoprite Holdings Limited	2 080	319 141	24 515	509 912	1.18
Bid Corporation Limited					
Consumer Goods	1 653	836 852	77 861	1 287 042	3.95
British American Tobacco Public Limited Company					
Personal & Household Goods	14 613	699 456	7 128	1 041 615	3.19
Steinhoff International Holdings N.V.	5 831	347 167	9 074	529 105	1.62
Compagnie Financiere Richemont SA					
Pharmaceuticals	2 258	457 308	28 358	640 324	1.97
Aspen Pharmacare Holdings Limited					
Healthcare	8 962	330 660	3 184	285 350	0.87
Netcare Limited	6 187	234 540	3 260	201 696	0.62
Life Healthcare Group Holdings Limited	2 269	454 824	13 000	294 970	0.90
Mediclinic International Public Limited Company					

NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO
Notes to the financial statements (continued)
for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS (continued)								
7.4	MAPPS GROWTH™ INDEX SECURITY BASKET OF CONSTITUENTS (continued)	No. of Shares	Cost R	Current Price Cents	Market Value R	% of Fund		
	2016 (continued)							
	Retail							
	Mr Price Group Limited	1 450	320 610	15 955	231 347	0.71		
	Spar Group Limited	1 173	223 396	19 888	232 934	0.71		
	Woolworths Holdings Limited	5 925	341 266	7 102	420 793	1.29		
	Media							
	Naspers Limited	2 677	2 638 210	201 409	5 391 719	16.53		
	Telecommunication							
	MTN Group Limited	10 647	1 680 743	12 617	1 343 332	4.12		
	Vodacom Group Limited	3 114	370 830	15 240	474 574	1.45		
	Banks							
	FirstRand Limited	18 375	530 740	5 317	976 999	3.00		
	Nedbank Group Limited	1 321	224 976	23 813	314 570	0.97		
	RMB Holdings Limited	4 023	147 465	6 640	267 127	0.82		
	Standard Bank Group Limited	7 352	841 357	15 175	1 115 666	3.42		
	Barclays Africa Group Limited	2 609	378 026	16 869	440 112	1.35		
	Investec Limited	1 648	112 752	9 075	149 556	0.46		
	Investec Public Limited Company	2 019	142 676	9 075	183 224	0.56		
	Insurance							
	Old Mutual Public Limited Group	18 932	464 993	3 444	652 018	2.00		
	Santam Limited	10 896	428 363	6 290	685 358	2.10		
	Discovery Holdings Limited	1 978	180 232	11 450	226 481	0.69		
	Real estate investment trusts, holdings & development							
	Growthpoint Properties Limited	16 467	365 275	2 589	426 331	1.31		
	Redefine Properties Limited	28 018	326 371	1 119	313 521	0.96		
	New Europe Property Investments Public Limited Company	1 396	215 424	15 900	221 964	0.68		
	Fortress Income Fund A	6 855	104 750	1 657	113 587	0.35		
	Fortress Income Fund B	4 488	149 923	3 223	145 097	0.45		
	Investment Services							
	Reinet Investments SCA	9 047	221 663	2 680	242 460	0.74		
	BRAIT SE	1 997	217 376	8 756	174 857	0.54		
	Total Equities		19 496 015		25 108 257	76.98		

NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO
 Notes to the financial statements (continued)
 for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS (continued)

7.4 MAPPS GROWTH™ INDEX SECURITY BASKET OF CONSTITUENTS (continued)

	No. of Bonds	Cost R	Current Price Cents	Market Value R	% of the Fund
2016 (continued)					
I2025 2% 310125	215 954	247 895	126	272 964	0.84
I2029 1.875% 310329	29 000	29 096	99	28 667	0.09
I2033 1.875% 280233	80 071	83 153	104	83 570	0.26
I2038 2.25% 310138	227 664	265 581	130	295 786	0.91
I2046 2.5% 310346	194 109	234 456	130	252 205	0.77
I2050 2.5% 311250	284 611	362 803	139	393 486	1.21
R186 10.50% 211236	695 000	820 391	110	766 915	2.35
R197 5.50% 071223	242 920	628 799	292	709 128	2.17
R202 3.45% 071233	272 765	549 516	241	656 380	2.01
R2023 7.75% 280223	245 000	238 627	96	235 002	0.72
R2030 8.00% 310130	374 000	349 710	90	336 727	1.03
R2037 8.50% 310137	351 000	311 833	90	315 617	0.97
R2044 8.75% 310144	295 000	275 911	91	269 766	0.83
R2048 8.75% 280248	484 000	493 187	91	442 591	1.36
R207 7.25% 150120	245 000	238 166	98	239 393	0.73
R208 6.75% 310321	232 000	217 542	95	219 510	0.67
R209 6.25% 310336	340 000	260 354	71	242 575	0.74
R210 2.60% 310328	215 985	331 992	183	395 927	1.21
R212 2.75% 310122	221 691	274 282	145	322 095	0.99
R213 7.00% 280231	380 000	329 186	82	310 846	0.95
Total Bonds		6 542 480		6 789 150	20.81
Call Deposit				720 669	2.21
Total Money Market Assets				720 669	2.21
Total Portfolio Investment		26 038 495		32 618 076	100.00

NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO
 Notes to the financial statements (continued)
 for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS (continued)

7.4 MAPPS GROWTH™ INDEX SECURITY BASKET OF CONSTITUENTS (continued)

	No. of Shares	Cost R	Current Price Cents	Market Value R	% of the fund
2015					
Integrated Oil & Gas	3 254	1 200 224	41 940	1 364 728	4.26
Sasol Limited					
Basic Resources	697	70 076	30 727	214 167	0.67
Mondi Limited	779	86 577	30 851	240 329	0.75
Mondi Public Limited Company					
General Mining					
Angb American Public Limited Company	3 475	955 755	6 899	239 740	0.75
BHP Billiton Public Limited Company	2 238	574 417	17 394	389 277	1.22
Platinum & Precious Metals					
Angb American Platinum Limited	364	198 139	18 534	67 464	0.21
Diversified Industries:					
Bidvest Group Limited	1 890	364 779	32 821	620 317	1.94
Rengro Limited	2 833	403 793	24 521	694 680	2.17
Food and Beverage					
SABMiller Public Limited Company	1 469	559 192	93 852	1 378 686	4.31
Tiger Brands Limited	949	226 924	31 644	300 302	0.94
Consumer Goods					
British American Tobacco Public Limited Company	1 789	853 096	87 314	1 562 047	4.88
Personal and Household goods					
Stemhof International Holdings	14 998	667 928	7 851	1 177 493	3.68
Compagnie Financiere Richemont South Africa	6 762	385 775	11 160	754 639	2.36
Pharmaceuticals					
Aspen Pharmacare Holdings Limited	1 954	360 617	30 948	604 724	1.89
Healthcare					
Netcare Limited	8 569	319 367	3 390	290 489	0.91
Mediclinic International Limited	2 882	218 774	11 900	342 958	1.07
Retail					
Woolworths Holdings Limited	5 576	311 054	10 015	558 436	1.74
Mr Price Group Limited	1 372	307 509	20 000	274 400	0.85
Shoprite Holdings Limited	2 553	302 834	14 326	365 743	1.14
Media					
Naspers Limited	2 525	2 210 766	212 000	5 353 000	16.72

NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO

Notes to the financial statements (continued)

for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS (continued)

7.4 MAPPS GROWTH™ INDEX SECURITY BASKET OF CONSTITUENTS (continued)

	No. of Shares	Cost R	Current Price Cents	Market Value R	% of the Fund
2015 (continued)					
Telecommunication					
Vodacom Group Limited	1 927	178 431	15 241	293 694	0.92
MTN Group Limited	10 337	1 648 009	13 289	1 373 684	4.29
Banks					
Barclays Africa Group Limited	1 897	273 576	14 349	272 200	0.85
Capitec Bank Holdings Limited	307	144 179	53 856	165 338	0.52
Nedbank Group Limited:	1 147	192 237	18 861	216 336	0.67
Firstrand Limited	17 845	493 119	4 237	756 092	2.36
Investec Limited	1 491	97 450	10 950	163 264	0.51
RMB Holdings Limited	3 906	137 261	5 561	217 213	0.68
RMI Holdings	4 111	170 777	3 871	159 137	0.50
Standard Bank Group Limited	7 088	803 183	11 350	804 488	2.51
Real Estate Investment Trusts					
Capital & Counties Properties Public Limited Company	1 820	112 770	10 250	186 550	0.58
Redefine Prop Limited	25 079	294 967	970	243 266	0.76
INTU Properties Public Limited Company	2 602	113 276	7 392	192 339	0.60
Growthpoint	14 683	320 095	2 323	341 086	1.07
Fortress Income Fund A	4 345	64 761	1 608	69 868	0.22
Fortress Income Fund B	3 724	124 388	3 483	129 707	0.41
Insurance:					
Discovery Holdings Limited	1 893	168 731	13 295	251 674	0.79
Old Mutual Public Limited Company	16 529	366 942	4 145	685 127	2.14
Sanlam Limited	10 331	385 590	6 054	625 439	1.95
Investment Services					
Brait S.E.	1 937	206 206	16 694	323 363	1.01
Reinet Investments SCA	8 651	206 711	3 188	275 794	0.86
PSG Group Limited	561	124 249	22 350	125 384	0.39
Investec PLC	1 662	107 620	11 009	182 970	0.57
Total Equities		17 312 124		24 847 632	77.62

NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO
 Notes to the financial statements (continued)
 for the year ended 31 December 2016

7. PORTFOLIO INVESTMENTS (continued)

7.4 MAPPS GROWTH™ INDEX SECURITY BASKET OF CONSTITUENTS (continued)

	No. of Bonds	Cost R	Current Price		Market Value R	% of the Fund
			Cents	R		
2015 (continued)						
I2025 2% 310125	218 954	250 675	120.97		264 871	0.83
I2033 1.875% 280233	47 071	47 978	98.99		46 596	0.15
I2038 2.25% 310138	236 664	275 095	125.31		296 553	0.93
I2046 2.5% 310346	154 109	182 516	124.51		191 879	0.60
I2050 2.5% 311250	215 611	266 928	133.30		287 403	0.90
R186 10.50% 211226	665 271	793 023	104.90		697 881	2.18
R197 5.50% 071223	255 920	659 355	286.78		733 917	2.29
R202 3.45% 071233	286 765	573 568	233.21		668 763	2.09
R2023 7.75% 280223	237 033	242 024	90.26		213 944	0.67
R203 8.25% 150917	267 801	275 887	99.54		266 567	0.83
R2030 8.00% 310130	320 091	304 095	83.94		268 686	0.84
R204 8.00% 211218	232 200	236 290	97.50		226 386	0.71
R2048 8.75% 280248	389 131	409 042	84.79		329 930	1.03
R207 7.25% 150120	300 426	292 285	93.38		280 533	0.88
R208 6.75% 310321	280 710	263 447	89.12		250 178	0.78
R209 6.25% 310336	353 404	271 977	66.24		234 092	0.73
R210 2.60% 310328	226 985	346 466	178.31		404 741	1.26
R211 2.50% 310117	163 642	195 465	133.94		219 177	0.68
R212 2.75% 310122	234 691	288 682	139.39		327 146	1.02
R213 7.00% 280231	366 512	320 433	75.68		277 361	0.87
Total Bonds		6 495 231			6 486 604	20.27
Call Deposits					676 356	2.11
Total Money Market Assets					676 356	2.11
Total Investment		23 807 355			32 010 392	100.00

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**
Notes to the financial statements (continued)
for the year ended 31 December 2016

	2016 R	2015 R
8. TRADE RECEIVABLES		
Interest income receivable	116 579	95 136
9. TRADE AND OTHER PAYABLES		
Management fee	145	-
Trustees fees	157	3 824
	<u>302</u>	<u>3 824</u>
10. CASH USED IN OPERATIONS		
Increase in net assets attributable to investors	436 695	1 183 254
Adjustments for:		
Interest income	(137 095)	(88 971)
Dividends received	(664 109)	(721 557)
Fair value losses/(gains)	620 111	(173 099)
Real Estate Investment income	(66 766)	(36 120)
Coupon interest income	(389 814)	(379 062)
Dividend withholding tax portion relating to re-investments	93 165	89 869
Cash used in operations before working capital changes	<u>(107 813)</u>	<u>(125 686)</u>
Changes in working capital		
Decrease in trade and other payables	(3 522)	(3 251)
Total changes in working capital	<u>(3 522)</u>	<u>(3 251)</u>
Cash used in operations	<u>(111 335)</u>	<u>(128 937)</u>
11. CASH AND CASH EQUIVALENTS		
Current account	1 363 473	1 559 227

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

Notes to the financial statements (continued)
for the year ended 31 December 2016

12. RISK MANAGEMENT

12.1 CAPITAL RISK MANAGEMENT

The Scheme monitors capital on the basis of the value of net assets attributable to investors. The Scheme's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide returns for investors and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Scheme may adjust the amount of distributions paid to investors. There are no externally imposed capital requirements on the Scheme.

12.2 FINANCIAL RISK MANAGEMENT

The Scheme's business involves taking on risks in a targeted manner and managing them professionally. The core functions of the Scheme's risk management are to identify all key risks for the Scheme, measure these risks, manage the risk positions and determine capital allocations. The Scheme regularly reviews its risk management policies and systems to reflect changes in markets, products and best market practice.

The Scheme's aim is to achieve an appropriate balance between risk and return and minimise potential adverse effects on the Scheme's financial performance. The Scheme defines risk as the possibility of losses or profits foregone, which may be caused by internal or external factors.

The risks arising from financial instruments to which the Scheme is exposed are financial risks, which include credit risk, liquidity risk and market risk which are discussed below. Market risk has been identified as the most significant risk to the Scheme.

The portfolio's financial instruments consist mainly of underlying listed investments, cash and cash equivalents, call deposits, trade and other receivables, index securities and other payables.

12.3 MARKET RISK

Market risk exists where significant changes in yields and equity prices will affect the value of the portfolios' index securities. The fund's investment mandate is to passively manage each portfolio. As a result it is subjected to a similar nature and level of market risk as the benchmark portfolio.

There is no guarantee that the Scheme's portfolios will achieve its investment objective of perfectly tracking the index. The value of portfolio index securities and distributions payable by the Scheme's portfolios will rise and fall as the capital values of the underlying securities housed in the portfolio and the income flowing therein fluctuates. Prospective investors should be prepared for the possibility that they may sustain a loss.

The Scheme's portfolios may not be able to perfectly replicate the performance of an index because:

- The fund is liable for certain costs and expenses not taken into account in the calculation of the index, this is applicable to a total return index;
- Certain Index constituents may become temporarily unavailable; or
- Other extraordinary circumstances may result in a deviation from precise index weightings.

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

Notes to the financial statements (continued)
for the year ended 31 December 2016

12. RISKMANAGEMENT(continued)

12.3 MARKET RISK(continued)

Price Sensitivity Analysis

All the investments in portfolios of the Scheme's portfolios are listed on the JSE. Index Securities are created with an objective to track the performance of specific portfolio indexes (customised indexes). Any movement or adjustment in the specific portfolio index will have an impact on the price of the investment in the portfolio. At any point in time the market value of one unit in the portfolio may be expected to reflect 1/10th of the Index level, plus an amount which reflects a pro rata portion of any accrued distribution amount within the portfolio. Actual market values may be affected by supply and demand and other market factors, however the ability of a holder to switch out of any ETF portfolio securities by redeeming them in specie for one or more baskets of the constituent securities, should operate to substantially avoid or minimise any differential which may otherwise arise between relevant basket and the value at which any portfolio securities trade from time to time.

The MAPPS Growth Index Securities investment portfolio is affected by price fluctuations
(2016: 31 897 407; 2015: R31 334 236)

At reporting date a 10% increase in the value of the investment in the portfolio's security price will increase the index and resulting net increase in assets attributable to investors of the portfolio by R 3 189 741 (2015: R 3 133 424)

At reporting date a 10% decrease in the value of the investment in the portfolio's security price will decrease the index and resulting net increase in assets attributable to investors of the portfolio by R 3 189 741 (R 3 133 424)

12.4 INVESTMENT RISK

There can be no assurance that the investment in portfolios will achieve their investment objectives of replicating the price and yield performance of the portfolio index securities. The net asset value of the portfolio index securities will rise and fall as the value of the underlying portfolio fluctuates. The return achieved on portfolio index securities can be expected to fluctuate in response to changes in the return achieved by the underlying portfolio.

On a quarterly basis, the index is adjusted to ensure that the constituent companies in the index are the top performing companies. Thus adjustments, such as removing a company that is not performing well or a change in the weighting of the shares, are performed.

The following factors could negatively impact on the investment performance of the portfolio:

- Certain costs and expenses incurred by the portfolio could cause the underlying portfolio to mistrack against the Index;
- Temporary unavailability of securities in the secondary market or other extraordinary circumstances could cause deviations from the exact weightings of the Index;
- In circumstances where securities comprising the Index are suspended from trading or other market disruptions occur, it may be impossible to rebalance the portfolio of securities held by the portfolio and this may lead to tracking error.

12.5 SECONDARY TRADING RISK

There can be no guarantee that the portfolio index securities will remain listed on the JSE Limited. Despite the presence of market makers, the liquidity of the portfolio index securities cannot be guaranteed. The portfolio index securities may trade at a discount or premium to their net asset value (NAV). Any termination of a listing would be subject to the JSE Limited listing requirements.

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Notes to the financial statements (continued)
for the year ended 31 December 2016

12. RISK MANAGEMENT(continued)

12.6 INTEREST RATE RISK

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flows. The portfolio is exposed to fair value interest rate risk on fixed interest securities and cash balances.

Interest rate sensitivity analysis

	2016 R	2015 R
<i>The following balances are affected by interest rate fluctuations</i>		
Portfolio Investments	4 179 570	3 781 646
Cash and cash equivalents	1 363 473	1 559 227
	<u>5 543 043</u>	<u>5 340 873</u>

At reporting date a 1% increase in the interest rate would have decreased the net assets attributable to investors by:

Portfolio Investments	(224 708)	(167 082)
Cash and cash equivalents	13 635	15 592
	<u>(211 073)</u>	<u>(151 490)</u>

At reporting date a 1% decrease in the interest rate would have increased the net assets attributable to investors by

Portfolio Investments	255 250	186 768
Cash and cash equivalents	(13 635)	(15 592)
	<u>241 615</u>	<u>171 176</u>

12.7 INFLATION RATE RISK

The portfolio is comprised of inflation linked bonds, and as such is subject to inflation rate movements.

Inflation rate sensitivity analysis

	2016	2015
<i>The following fixed income balance is affected by inflation rate fluctuations:</i>		
Portfolio Investments	3 428 203	3 460 609
At reporting date a 1% increase in the inflation rate would have increased the net assets attributable to investors by	373 504	(359 708)
At reporting date a 1% decrease in the inflation rate would have decreased the net assets attributable to investors by	(449 934)	431 196

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
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Notes to the financial statements (continued)
for the year ended 31 December 2016

12. RISK MANAGEMENT(continued)

12.8 CREDIT RISK

Credit risk is the risk of financial loss to the Scheme if a party to a financial instrument fails to meet its contractual obligations resulting in a financial loss to the scheme. Credit risk arose from trade and other receivables and cash and cash equivalents. The Scheme is also exposed to other credit risks arising from investments in debt securities. The carrying amounts of the debt securities represent the maximum exposure. The debt securities are neither past due nor impaired with the total concentration of risk being in the financial services and government sectors.

Risk limits, control and mitigation policies: The cash and cash equivalents of the Scheme are placed with reputable financial institutions. The credit risk relating to the trade and other receivables is limited as it relates mainly to interest income receivable.

	2016 R	2015 R
Maximum credit risk		
Portfolio Investments	7 509 819	7 162 960
Trade and other receivables	116 579	95 136
Cash and Cash equivalents	1 363 473	1 559 227
	8 989 871	8 817 323
Credit exposure by industry		
Financial Services	2 089 553	2 240 440
Government	6 900 318	6 576 883
	8 989 871	8 817 323

Financial assets stratification and analysis

The credit quality of all financial assets that are neither past due nor impaired can be assessed by reference to external credit rating (if available) or past information about counterparty default rates.

Portfolio Investments - counterparties with external credit ratings (2016: Fitch AA R720 669 and Fitch BBB- R6 789 150; 2015: Fitch AA R676 356 and Fitch BBB- R6 486 604).

Trade and other receivables - counterparties with external credit ratings (2016: Fitch AA R111,168 and Fitch BBB- R5 411; 2015: Fitch AA R4,860; Fitch BBB- R90,276).

Cash and cash equivalents - counterparties with external credit ratings (2016: Fitch AA R1,363,473; 2015: Fitch AA R1,559,227).

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

Notes to the financial statements (continued)
for the year ended 31 December 2016

12. RISK MANAGEMENT (continued)

12.9 LIQUIDITY RISK

Liquidity risk results from both the differences between the magnitude of assets and liabilities and the disproportion in their maturities. Liquidity risk is the risk that operations cannot be funded and financial commitments cannot be met timeously and cost effectively. Liquidity risk management deals with the overall time profile of the current financial position as well as the expected future structure.

Liquidity risk management process: The availability of funding through liquid cash positions with various institutions ensures that the Scheme has the ability to fund day-to-day operations.

During rebalancing, proceeds received from the sale of selected constituent are utilised to buy a basket of selected constituent. The approach to managing liquidity risk is to ensure that the portfolio would be able to pay suitable distributions or deemed distribution to investors on a quarterly basis. All distributions or deemed distribution are approved by the Trustee and calculated by the administrators.

Most of the portfolios' securities are listed instruments and are bought and sold in the JSE Limited through a JSE member. The participatory interest in the portfolio securities can be sold to the market maker, which is obliged to buy them from the investor.

Market makers will attempt to maintain a high degree of liquidity through continuously offering to buy and sell all the Scheme's portfolio participatory interests at prices around NAV of the participatory interest, thereby ensuring tight buy and sell spreads. Under normal circumstances and conditions the investor will be able to buy or sell the portfolio securities from the market makers.

Per the Trust Deed, the managing Scheme can sell the underlying portfolio assets to meet any short or long term obligation and can borrow up to 10% of the market value of the underlying assets.

The following tables represent the maturity analysis of the financial liabilities.

	On demand R	0-12 months R	Total R
2016			
Trade and other payables	-	302	302
MAPPS Growth Financial Index Securities	34 097 826	-	34 097 826
	34 097 826	302	34 098 128
2015			
Trade and other payables	-	3 824	3 824
MAPPS Growth Financial Index Securities	33 661 131	-	33 661 131
	33 661 131	3 824	33 664 955

**NEWFUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
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Notes to the financial statements (continued)
for the year ended 31 December 2016

13. FAIR VALUE HIERARCHY OF ASSETS AND LIABILITIES HELD AT FAIR VALUE

13.1 FAIR VALUE HIERARCHY

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 fair value measurements are those derived from quoted prices in active markets and inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). The valuation technique applied in order to value Level 2 financial instruments is the Net Asset Value, which is linked to the price of the underlying market traded instruments.

Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below shows the portfolio's financial instruments that are recognised and subsequently measured at fair value analysed by level of the fair value hierarchy. The classification of instruments is based on the lowest level input that is significant to the fair value measurement in its entirety. All the fair values disclosed are recurring fair value measurements. The table sets out the fair value of Level 1 and Level 2 assets, adjusted for credit risk as appropriate.

	Level 1 R	Level 2 R	Level 3 R
2016			
Recurring fair value measurements			
Financial Instruments			
Designated as at Fair Value Through Profit and Loss			
Investment in listed shares and bonds	31 897 407	720 669	-
Net assets attributable to investors	-	(34 097 826)	-
	31 897 407	(33 377 157)	-
2015			
Recurring fair value measurements			
Designated as at Fair Value Through Profit and Loss			
Investment in listed shares and bonds	31 334 236	676 356	-
Net assets attributable to investors	-	(33 661 131)	-
	31 334 236	(32 984 775)	-

13.2 FAIR VALUE VERSUS CARRYING AMOUNT OF FINANCIAL INSTRUMENTS NOT HELD AT FAIR VALUE

The fair value of the cash and cash equivalents, trade and other receivables and trade and other payables approximates the carrying value because the instruments are short term in nature. There has been no change in fair values as a result of a change in credit risk.

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
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Notes to the annual financial statements (continued)
for the year ended 31 December 2016

14. SEGMENTAL REPORTING

The investment vehicle offers only one product, being the specific exchange traded fund, tracking the specific identified index.

The management company's practice is to disclose reportable segments based on their geography being the country in which the individual index securities have their primary listing. MAPPS Growth's net assets attributable to investors and the increase in net assets attributable to investors generated from investments where the primary listing of the individual index securities is in the Republic of South Africa as well as those where the primary listing is in the United Kingdom.

	South Africa R	United Kingdom R	Total R
14.1. STATEMENT OF FINANCIAL POSITION			
2016 ASSETS			
Portfolio Investments	28 552 078	4 065 998	32 618 076
2015 ASSETS			
Portfolio Investments	26 953 525	5 057 067	32 010 592
14.2. STATEMENT OF COMPREHENSIVE INCOME			
2016			
Revenue	1 141 320	116 464	1 257 784
2015			
Revenue	1 031 043	194 667	1 225 710

15. RELATED PARTIES

NewFunds (RF) Proprietary Limited, a subsidiary of Absa Bank Limited, has been established to act as an agent for all management and administrative services in respect of the Scheme's portfolios. The fees payable to them have been included in management and administration expenses.

The Standard Bank of South Africa Limited is the trustee of the Scheme at a contractually agreed amount and is remunerated for services.

Barclays Africa Group Limited is the direct parent company of Absa Bank Limited whose ultimate parent company is Barclays PLC.

Key Management Personnel

The Scheme's key management personnel are the trustees listed in the Trustee's Report and the directors of NewFunds (RF) Proprietary Limited who act as an agent for all management and administrative services in respect of NewFunds CIS portfolios.

Other than trustee fees and management fees paid to NewFunds (RF) Proprietary Limited, there were no material transactions with key management personnel or their families during the year.

NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO
 Notes to the annual financial statements (continued)
 for the year ended 31 December 2016

15. RELATED PARTIES (continued)

	Admin and management fees paid	Interest Received	Portfolio Investment	Cash and Cash Equivalents	Trade Receivables	Trade and Other Payables	Participatory Interest Held
	R	R	R	R	R	R	R
2016							
NewFunds (RF) Proprietary Limited	(80 657)					(145)	
Barclays Africa Group Limited		44 314	440 112		3 978		(17 581 898)
Absa Bank Limited		92 781	720 670	1 363 473	1 347		
Standard Bank of South Africa Limited	(27 156)		1 115 666				
2015							
NewFunds (RF) Proprietary Limited	(108 647)		272 201				(7 270 600)
Barclays Africa Group Limited		53 835	676 356		3 389		
Absa Bank Limited		35 136	804 488	1 559 227	1 471	(3 824)	
Standard Bank of South Africa Limited	(17 037)						

NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF PORTFOLIO

Notes to the annual financial statements (continued)
for the year ended 31 December 2016

16. DISTRIBUTIONS

The Index Securities will effect quarterly distributions after paying all the accrued expenses of the NewFunds Collective Investment Scheme. All distributions are made out of the income of each ETF portfolio. The JSE defines the record date as the date on which the holdings, upon which the relevant entitlement is based, are ascertained. Record date is one settlement period after the Last Day to Trade (LDT) (currently three business days).

The quarterly record dates were 24 March 2016, 1 July 2016, 23 September 2016 and 23 December 2016. During the period under review the following distributions were affected by the portfolio:

	2016	2015
2016 : 8.57 cents per security announced on 2 March 2016 and re-invested on 20 April 2016 (2015 : 22.46 cents per security announced on 5 March 2015 and re-invested on 23 April 2015)	154 755	383 338
2016 : 22.05 cents per security announced 6 June 2016 and re-invested 26 July 2016 (2015 : 11.15 cents per security announced 9 June 2015 and re-invested 21 July 2015)	398 360	201 501
2016 : 18.03 cents per security announced 1 September 2016 and re-invested 18 October 2016 (2015 : 17.32 cents per security announced 2 September 2015 and re-invested 20 October 2015)	325 746	313 003
2016 : 14.84 cents per security announced 1 December 2016 and re-invested 19 January 2017 (2015 : 14.34 cents per security announced 2 December 2015 and re-invested 20 January 2016)	268 202	259 098
	1 147 063	1 156 940

17. QUARTERLY REVIEW OF PORTFOLIO PRICES

	31 March (cents)	30 June (cents)	30 September (cents)	31 December (cents)
2016				
MAPPS Growth™ Index Securities	1 926	1 961	1 962	1 884
2015				
MAPPS Growth™ Index Securities	1 887	1 892	1 840	1 859

18. EVENTS AFTER REPORTING DATE

A distribution was declared on 6 March 2017. The final distribution will be announced on 13 April 2017 and re-invested on 20 April 2017.

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
PORTFOLIO**

Notes to the annual financial statements (continued)
for the year ended 31 December 2016

19. NEW ACCOUNTING PRONOUNCEMENTS

Adoption of new and revised Standards

During the current year, the Scheme has adopted all of the new and revised standards and interpretations issued by the IASB and the IFRIC that are relevant to its operations and effective for annual reporting periods beginning on 1 January 2016. The adoption of these new and revised standards and interpretations has not resulted in material changes to the Scheme's accounting policies.

The Scheme adopted the following standards, interpretations and amended standards during the year:

IFRS 2	<i>Share-based payments</i> - Amendments to clarify the classification and measurement of share-based payment transactions.
IFRS 10	<i>Consolidated Financial Statements</i> - Clarifications to the requirements when accounting for investment entities. The amendments also provide relief in particular circumstances.
IFRS 11	<i>Joint arrangements</i> - Amendments regarding the accounting for acquisitions of an interest in a joint operation.
IFRS 12	<i>Disclosure of Interest in Other Entities</i> - Amendments to clarify the requirements when accounting for investment entities. The amendments also provide relief in particular circumstances.
IAS 1	<i>Presentation of Financial Statements</i> - Amendments are designed to encourage entities to apply professional judgement in determining what information to disclose, as well as where and in what order information is presented in the financial disclosures provided in the financial statements.
IAS 16	<i>Property, Plant and Equipment</i> - Amendments regarding the clarification of acceptable methods of depreciation and amortization, and amendment to include bearer plants in the scope of IAS 16.
IAS 28	<i>Investments in Associates and Joint Ventures</i> - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture.
IAS 38	<i>Intangible Assets</i> - Amendments regarding the clarification of acceptable methods of depreciation and amortisation.

Annual improvements (2012- 2014 cycle)

Non-urgent but necessary clarifications and amendments to the following standards of IFRS:

IFRS 5	Non-current Assets Held for Sale and Discontinued Operations
IFRS 7	Financial Instruments: Disclosure
IAS 19	Employee Benefits
IAS 34	Interim Financial Reporting

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
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Notes to the annual financial statements (continued)
for the year ended 31 December 2016

19. NEW ACCOUNTING PRONOUNCEMENTS (continued)

New and revised International Financial Reporting Standards issued not yet effective
At the date of authorisation of these financial statements, the following standards and interpretations were in issue but not yet effective:

Standard	Annual periods beginning on or after
IAS 7 <i>Statement of Cash Flows</i> - Amendments as result of the Disclosure Initiative. Additional disclosures to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes.	1 January 2017
IAS 12 <i>Income Taxes</i> - Amendments regarding the recognition of deferred tax assets for unrealised losses.	1 January 2017
IFRS 4 <i>Insurance contracts</i> - Applying IFRS 9 Financial instruments (amendments) allow an entity that issues insurance contracts the opportunity to utilize two options - where IFRS 9 is applied prior to the forthcoming insurance contracts standard. These are (a) the overlay approach - which permits an insurer to reclassify certain income/expenditure, arising from designated financial instruments, from profit or loss to OCI, and (b) the deferral approach - temporary exemption from IFRS 9 for insurers whose predominant activity is issuing insurance contracts.	1 January 2018
IFRS 9 <i>Financial Instruments</i> - A new accounting standard that represents a package of reforms to financial instrument accounting was issued in July 2014. IFRS 9 replaces the previous standard on financial instruments, IAS 39.	1 January 2018
<p>IFRS 9 will lead to significant changes in the accounting for financial instruments. The key changes relate to:</p> <p><i>Financial assets:</i> Financial assets will be measured at either fair value through profit or loss or amortised cost, except for debt instruments meeting specific criteria, which are required to be measured at fair value through other comprehensive income, or equity investments not held for trading, which may be measured at fair value through other comprehensive income;</p> <p><i>Financial liabilities:</i> The accounting for financial liabilities is largely unchanged, except for non-derivative financial liabilities designated at fair value through profit or loss. Gains and losses on such financial liabilities arising from own credit risk will be presented in other comprehensive income rather than in profit or loss;</p> <p><i>Impairment:</i> Credit losses expected at the reporting date (rather than only losses incurred in the year) on loans and advances, debt securities, loan commitments and financial guarantee contracts not held at fair value through profit or loss will be reflected in impairment allowances.</p>	

**NEW FUNDS COLLECTIVE INVESTMENT SCHEME - MAPPS GROWTH™ INDEX ETF
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Notes to the annual financial statements (continued)
for the year ended 31 December 2016

19. NEW ACCOUNTING PRONOUNCEMENTS (continued)

	Standard	Annual periods beginning on or after
IFRS 15	<i>Revenue from Contracts with Customers</i> - A new accounting standard that provides a single, principle based, five-step model to be applied to all contracts with customers. New disclosures about revenue are also introduced.	1 January 2018
IAS 40	<i>Investment Properties</i> - Amendments regarding when an entity should transfer property into, or out of, investment property	1 January 2018
IFRIC22	<i>Foreign Currency Transactions and Advance Consideration</i> - Amendments clarifying the accounting for transactions that include the receipt or payment of advance consideration in a foreign currency.	1 January 2018
IFRS 16	<i>Leases</i> - A new accounting standard that eliminates the classification of leases as either operating leases or finance leases for lessees and, instead, introduces a single accounting model, which recognises all leases on the statement of financial position.	1 January 2019

The Scheme is in the process of assessing the potential impact that the adoption of these standards and interpretations may have on its future financial performance or disclosures in the annual financial statements.