

2014

GRINDROD S&P SA LOW VOLATILITY
EXCHANGE TRADED FUND



GRINDROD BANK LAUNCHES GRINDROD LOW VOLATILITY ETF

OVERVIEW

Grindrod Bank proudly brings you the Grindrod S&P SA Low Volatility Exchange Traded Fund ("Grindrod Low Volatility ETF¹") subject to regulatory approval. Grindrod Bank has secured the initial exclusive rights to be the only ETF provider in SA of the S&P Low Volatility theme.

INVESTMENT OBJECTIVE

Grindrod Low Volatility ETF seeks to provide investors with an efficient and easily accessible means by which to achieve a return that tracks the price and yield performance of the S&P South Africa Low Volatility Index.

S&P SOUTH AFRICA LOW VOLATILITY INDEX

The index, which is constructed and maintained by S&P Dow Jones Indices, is designed to provide exposure to the least volatile stocks on the S&P South Africa Composite Index². Volatility is measured by using the one year trailing standard deviation. The 40 least volatile stocks passing the liquidity filter are selected and are then weighted by the inverse of their volatility.

¹ Name and anticipated share code of ETF is subject to change once regulatory approval is obtained.

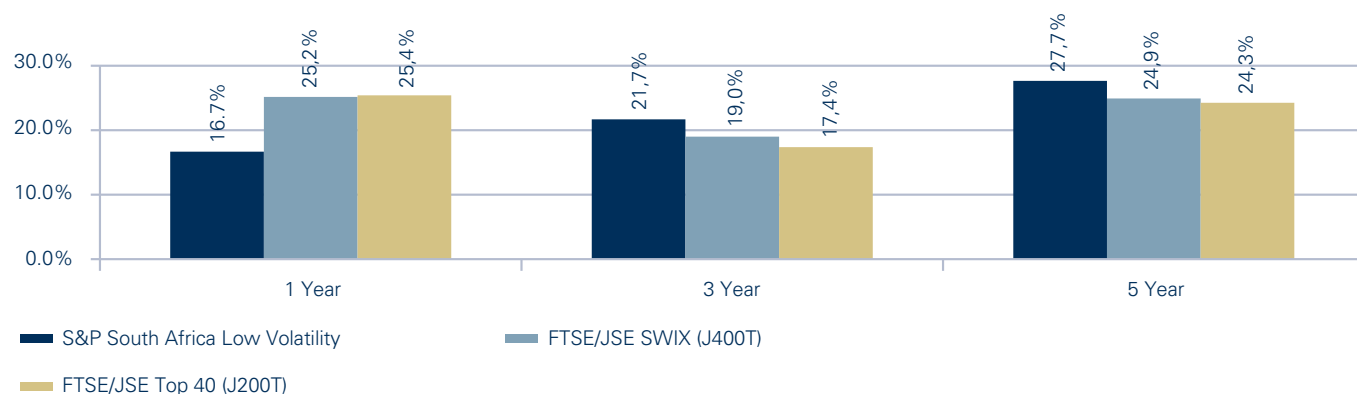
² The "S&P South Africa Composite Index" means a market capitalization weighted index designed to measure the South African equity market performance. The Index covers equities listed on the Johannesburg Stock Exchange with float-adjusted market values of US\$ 100 million or more and annual dollar value traded of at least US\$50 million.

GRINDROD LOW VOLATILITY ETF PORTFOLIO FACTS

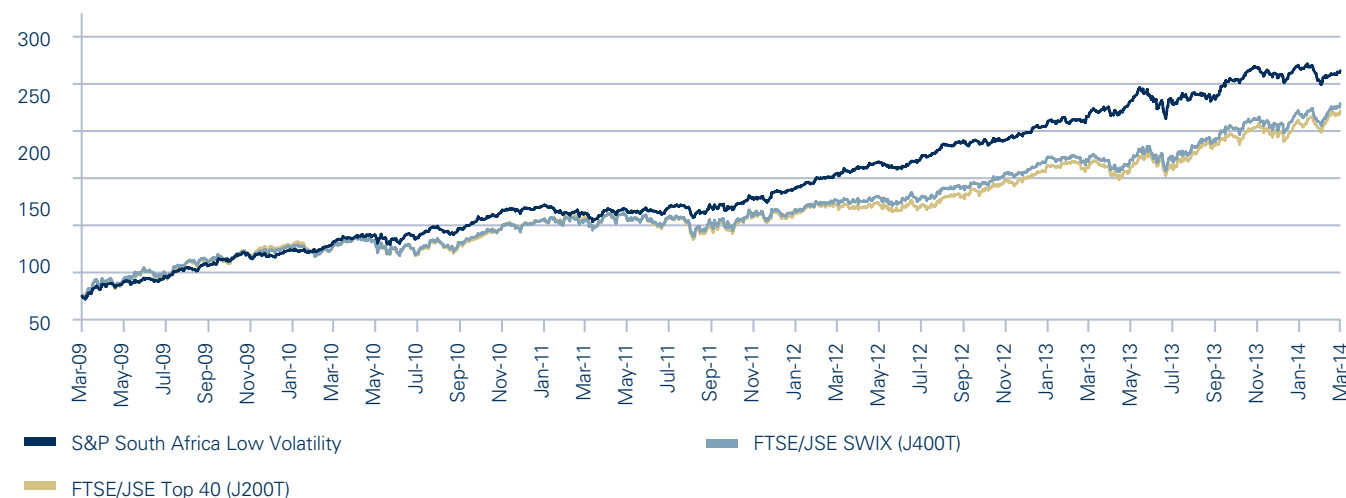
No. of Constituents	40
Weighting	Weighted to the inverse of their volatility, therefore upweighting less volatile shares
Distributions	Quarterly (Mar, Jun, Sep, Dec)
Originator	Grindrod Bank
Anticipated share code ¹	LVLTRX
Exchange	JSE

HISTORIC PERFORMANCE PERIOD ENDING 28 FEBRUARY 2014*

On a ZAR total returns basis the S&P South Africa Low Volatility index has outperformed the FTSE/JSE SWIX and the FTSE/JSE Top 40 while having lower volatility (annual standard deviation).



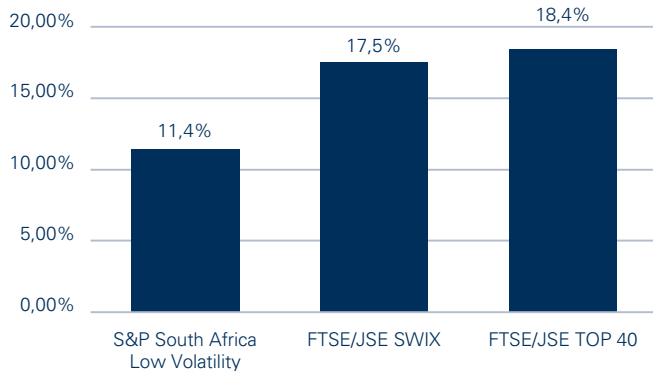
INDEX PERFORMANCE GROSS TOTAL RETURNS*



* Past performance is not an indication of future performance
Source: I-Net and S&P Dow Jones Indices

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ANNUAL STANDARD DEVIATION*



* Calculated over a 5 year period ending 28 February 2014.
Source: I-Net and S&P Dow Jones Indices

RISKS

As with all investments, there are certain risks of investing in the Grindrod Low Volatility ETF:

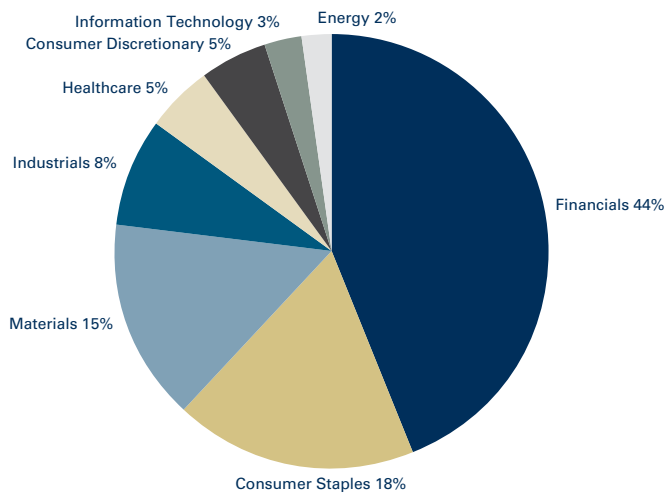
- Index Tracking Risk – The ETFs returns may not match the index returns due to operating costs.
- Equity Investing – An investment in the ETF involves risks similar to those of investing in any fund or ETF of equity securities.

INDICATIVE TIMELINE SUBJECT TO REGULATORS APPROVAL

- 18 March 2014: JSE formal approval
- 19 March 2014 – 25 March 2014: Offer period
- 26 March 2014: Issue letters of allotment
- 2 April 2014: Grindrod Low Volatility ETF lists

The prelisting statement will be made available on request.
The indicative timetable is subject to change.

SECTOR COMPOSITION



HOW TO INVEST IN GRINDROD LOW VOLATILITY ETF

You can invest in the Grindrod Low Volatility ETF through your stockbroker, online share trading platform or alternatively through the platforms listed below if you do not have a stockbroking account:

- etfSA (retail investors) www.etfsa.co.za
- Itransact (financial advisors) www.itransact.co.za

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GRINDROD LOW VOLATILITY ETF FEES*

Service Charge	0.400%
VAT	0.056%
All in	0.456%
Bank Charges and Audit fees	0.030%
Total Bill	<0.490%

*Disclaimer: The above costs are for illustration purposes and cannot be used as an indication of future costs.

WHY INVEST IN GRINDROD LOW VOLATILITY ETF

The benefits of Grindrod Low Volatility ETF are:

- Can be used as part of a core or satellite portfolio
- Lower volatility
- Cost efficiency
- Tradability
- Transparency
- Diversified

Disclaimer

The information contained in this document does not constitute "advice" as contemplated in the Financial Advisory and Intermediary Services Act and investors are encouraged to consult their financial advisors prior to acting or not acting on the strength of information provided herein. The information provided is subject to change without prior notice. Grindrod Bank Limited, a fellow subsidiary of GFS Holdings (Pty) Ltd has an exclusive licence to offer S&P Indices based investment portfolios in South Africa for two years. Grindrod Low Volatility ETF and Grindrod Dividend Aristocrats ETF are neither collective investment schemes nor securities that are tradeable on an exchange until such time as the approval by Registrar of Collective Investments Schemes and Johannesburg Securities Exchange are unconditionally obtained. Grindrod Bank Limited is an authorised financial services and registered credit provider (NCRCP25).