

SATRIX SWIX TOP 40

A portfolio in the Satrix Collective Investment Scheme ("Satrix") registered as such in terms of the Collective Investment Schemes Control Act, 45 of 2002 (the "Act")

JSE Code: STXSWX

ISIN: ZAE000078580

ABRIDGED AUDITED RESULTS FOR THE TEN MONTHS ENDED 31 DECEMBER 2006

INCOME STATEMENT

for the ten months ended 31 December 2006

	For the ten months ended 2006 R
Income	
Dividend income	1 349 970
Fair value gains on financial instruments	17 368 051
Fee income: Scrip lending fee	37 657
Cash component of subscription amounts	112 004
Interest received	25 654
	18 893 336
Expenses	
Fair value loss on financial instruments	(17 448 653)
Management and administrative expenses	(253 877)
Income available for distribution	1 190 806
Distributions	(1 164 729)
Undistributed income before taxation	26 077
Taxation	-
Change in net assets attributable to investors	26 077

BALANCE SHEET

at 31 December 2006

ASSETS

Listed equities	129 209 808
Accounts receivable	123 242
Cash and cash equivalents	480 000
Total assets	129 813 050

Equity and liabilities

LIABILITIES

Trade and other payables	533 744
Net assets attributable to investors	129 279 306

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO INVESTORS

for the ten months ended 31 December 2006

	Net Assets R
Change in net assets attributable to investors	26 077
Creation of units	111 804 576
Revaluation of units	17 448 653
Balance at 31 December 2006	129 279 306

CASH FLOW STATEMENT

for the ten months ended 31 December 2006

	For the ten months ended 2006 R
Cash generated by operations	491 527
Interest received	25 654
Net cash flow from operating activities	517 181
Cash outflow from investing activities	(37 181)
Purchases of equities	(118 394 914)
Proceeds from sale of equities	6 553 158
In specie creations and liquidations	111 804 575
Net increase in cash and cash equivalents	480 000
Cash and cash equivalents at the beginning of period	-
Cash and cash equivalents at the end of period	480 000

Notes to the financial statements  
for the ten months ended 31 December 2006

ACCOUNTING POLICIES

The financial statements incorporate the principal accounting policies set out below, which are consistent with those adopted in the previous financial year.

1. BASIS OF PREPARATION

The financial statements are prepared on a historic cost basis, except for financial instruments, which are accounted for as set out in note 1.3.

## 2. STATEMENT OF COMPLIANCE

The financial statements are prepared in accordance with International Financial Reporting Standards and the interpretations issued by the International Accounting Standards Board ("IASB") and in accordance with the Trust Deed and the Collective Investment Schemes Control Act No. 45 of 2002.

## 3. FINANCIAL INSTRUMENTS

### Measurement

Financial instruments comprise trade receivables, cash and cash equivalents, loans and trade and other payables.

Financial instruments are initially measured at fair value, including, for instruments not at fair value through profit and loss, any directly attributable transaction costs.

A financial instrument is recognised if the company becomes a party to the contractual provisions of the instrument. Financial instruments are derecognised if the company transfers the financial asset to another party without retaining control or substantially all the risks and rewards of the assets. Financial liabilities are derecognised if the company's obligations specified in the contract expire, are discharged or cancelled.

Subsequent to initial recognition these instruments are measured as set out below.

### Investments

Listed investments are classified as at fair value through profit and loss. Changes in fair value are recognised directly in profit and loss. Fair value is represented by the closing market value at the balance sheet date as published in the financial press.

### Trade and other receivables

Trade and other receivables originated by the Trust are stated at amortised cost using the effective interest rate method, less impairment losses. Where the fair value of trade and other receivables is not separately disclosed, the carrying amounts are deemed to be a reasonable approximation of fair value.

### Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents are measured at fair value.

#### 4. FINANCIAL LIABILITIES

Financial liabilities, other than those held at fair value through profit and loss, are measured at amortised cost using the effective interest rate method. Financial liabilities arising from the securities issued by the Trust are carried at the redemption amount representing the investor's right to a residual interest in the Trust's net assets.

Fair value gains and losses on subsequent measurement

Fair value gains and losses arising from a change in the fair value of financial instruments are recognised in the income statement in the period in which the change arises.

Offset

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet when the company has a legally enforceable right to set off the recognised amounts, and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

#### 5. REVENUE

Revenue comprises fee income from securities lending activities and investment income.

#### 6. INVESTMENT INCOME

Interest is recognised on a time proportion basis, taking account of the principal outstanding and the effective rate over the period to maturity, when it is probable that such income will accrue to the Trust.

Dividends are recognised when the right to receive payment is established. Scrip dividends have been accounted for as income.

#### 7. TAXATION

Under the current system of taxation in South Africa, the Trust is exempt from paying tax on income or capital gains. Both income and capital gains are taxed in the hands of the participatory interest holders.

These financial statements have been audited by the independent auditors, KPMG Inc., and their unqualified audit opinion is available for inspection at the company's registered office. A full copy of these Financial Statements is available on the Satrix website [www.satrix.co.za](http://www.satrix.co.za).

Johannesburg  
30 March 2007

Sponsor  
Java Capital (Proprietary) Limited

Trustee  
ABSA Bank Limited