

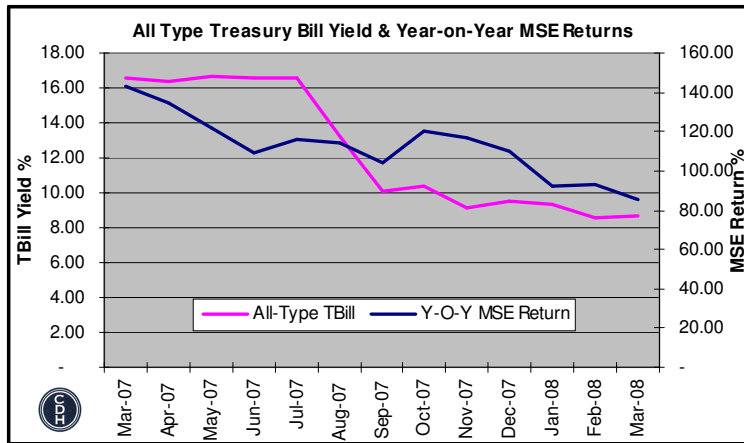


### Money Market & Capital Market Performance

Overall performance of the capital market has been impressive compared to money market performance over the past year in terms of returns on investments.

### Treasury Bill Yields

Even though holdings of Treasury bills have increased from K66.90 billion in March 2007 to K83.40 billion in March 2008 yields on the primary market have gone down from an average of 16.50 percent in March 2007 to 8.66 percent at the end of March 2008 representing 47.8 percent downward decline.



### Stock Exchange Returns

Year-on-year returns on the stock exchange have been declining steadily. As at end March 2008 returns on the bourse were pegged at 82.81 percent down from 142.70 at end March 2007. Basically the returns on the exchange in the past year have emanated from the movement on the Domestic Share Index (DSI) which closed at 5058.02 points at the end of March 08 up from 2722.41 points in March 2007. The Foreign Share Index during this period has been stable at 521.59 points.

### Market outlook

The marginal year-on-year decline in returns on the stock market will continue up until new counters are listed on the exchange. As has been the case when these IPOs are being done, there is an excitement on the exchange as a result share prices go up, and these have an upward push on the overall index, hence increased returns.

As regards the money market, it is expected that in the short-term yields will remain more or less at the current levels but we are bound to see marginal fluctuations in the yields depending on the level of funds in the money market.

### MARKET STATISTICS

#### Treasury Bill Yields

| Tenor days | Current % | Previous % |
|------------|-----------|------------|
| 91         | 09.01 ↑   | 08.87      |
| 182        | 08.53 ↑   | 08.40      |
| 273        | 08.99 ↑   | 08.94      |

#### RBM Bill Yields

| Tenor days | Current % | Previous % |
|------------|-----------|------------|
| 63         | 08.38 ↓   | 08.43      |
| 91         | 08.50 ↔   | 08.50      |

#### CDH Investment Rates

| Tenor/Period | Rate % |
|--------------|--------|
| 13 days      | 5.25   |
| 15 days      | 5.50   |
| 20 days      | 5.50   |
| 34 days      | 6.00   |
| 62 days      | 6.50   |
| 90 days      | 6.75   |
| 97 days      | 6.65   |
| 139 days     | 6.65   |
| 188 days     | 6.80   |
| 223 days     | 6.90   |

#### Inflation Rates

|          | Jan. 08 | Feb. 08 |
|----------|---------|---------|
| National | 07.70 ↑ | 08.00   |
| Urban    | 10.10 ↑ | 10.40   |
| Rural    | 06.60 ↑ | 06.70   |
| Food     | 06.75 ↑ | 06.70   |
| Non-Food | 09.00 ↑ | 09.50   |

#### Middle Exchange Rate

|     | 09.04.08    | 16.10.04  |
|-----|-------------|-----------|
| USD | K140.4903 ↑ | K140.4960 |
| GBP | K281.7783 ↑ | K282.8122 |
| ZAR | K18.7808 ↓  | K18.3310  |
| EUR | K224.2836 ↑ | K225.8873 |

#### Stock Exchange

Week ending 11 April 2008

| Index | Current Points | Previous Points |
|-------|----------------|-----------------|
| MASI  | 5167.22 ↑      | 5153.35         |
| DSI   | 4077.21 ↑      | 4066.12         |
| FSI   | 521.59 ↔       | 521.59          |

#### Nominal Treasury Bill Stock

| In K'-billion | Jan.08 | Feb.08 | Mar.08 |
|---------------|--------|--------|--------|
|               | 85.14  | 84.18  | 83.40  |

**Remember!!!** Forecasts are not a reliable indicator of future results. Your capital is at risk when you invest in shares; never risk more than you can afford to lose. Please seek independent financial advice if necessary. CDH Asset Management Limited