MAESTRO
Balanced Fund

PRESCIENT LIFE

May 2012

INVESTMENT OBJECTIVE

The Fund's objective is to produce above average long-term returns whilst simultaneously aiming to assume less risk than that inherent in the market itself. The Fund adopts a conservative investment philosophy and is Regulation 28 compliant.

FUND BENCHMARK

The Fund measures itself against a benchmark consisting of 50% All Share Index, 20% All Bond Index (ALBI), 20% Short term fixed income (STEFI) index and 10% against a Global Benchmark.

LEGAL STRUCTURE

The Fund is a pooled portfolio on the Prescient Life Limited balance sheet. The appointed portfolio manager of the Fund is Maestro Investment Management (Pty) Limited, an approved Financial Services Provider in terms of the Financial Advisory and Intermediary Services Act, operating under licence number 739. Prescient Life Limited is a linked insurer governed by the Long Term Insurance Act. Prescient Life Limited issues investment linked policies. This Fund operates as a white label under the Prescient Life Licence.

FEE STRUCTURE

There is no initial fee charged. The Maestro Balanced Fund is a Fund of Funds with an annual management fee of 1.5% (excl VAT). This is inclusive of investment consulting, all underlying managers, and administrative functions performed by Prescient Life.

FUND SIZE

R 17 583 411

LONG TERM INSURER

Prescient Life Limited
(Reg no: 2004/014436/06)

AUDITOR

KPMG Inc.

PORTFOLIO MANAGER

Maestro Investment Management (Pty) Limited

ENQUIRIES

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MARKET OVERVIEW

May will go down in history as a very weak month on equity markets, a strong month on bond markets and a month characterised by investors' desperate efforts to protect their capital in the face of enormous uncertainty, fuelled mostly (at least at this stage) by developments in Europe in general and Greece and Spain in particular. The MSCI World index, a proxy for developed equity markets, declined 9.0%, with the major casualties being the Japanese market, down 10.3%. Germany declined 7.4%, the UK 7.3% and the US 6.6%. Emerging market fared even worse, with the MSCI Emerging market index down 11.7%. Countries which experienced severe declines included Russia, down 22.1%, Brazil 11.9%, Hong Kong 11.7%, India 6.4% and Indonesia 8.3%. The Chinese equity market declined only 1.0%. Remember the latter returns are those of the actual local indices, so the effects of weak emerging market currencies are excluded Relative to the dollar, the euro declined 6.6%, sterling 5.2%, the Aussie dollar 6.8% and the yen 1.8%. Emerging currencies fared worse against the dollar; the Russian rouble fell 12.3%, the rand 9.5%, the Brazilian real 6.4% and the Indian rupee 6.2%.

Not surprisingly the local equity and currency markets followed the global trends. The All share index ended down 3.6%, being led by the basic materials index, which ended down 7.5% - despite the 9.5% decline in the rand. In dollar terms the SA equity market declined 12.7%, making it one of the weaker emerging equity markets in May. Despite the weak rand the local bond market held its own, posting a return of -0.01% during May.

MONTHLY FUND RETURNS

During May the Maestro Balanced Fund's NAV decreased 1.8% versus the -1.2% return of the Fund benchmark.

The return on the *Maestro Equity Fund* was -4.6% versus the -2.9% and -3.6% returns of the Maestro equity benchmark and the All Share Index respectively;

The *Prescient Yield QuantPlus Fund* returned 0.5% against its benchmark of 0.5%.

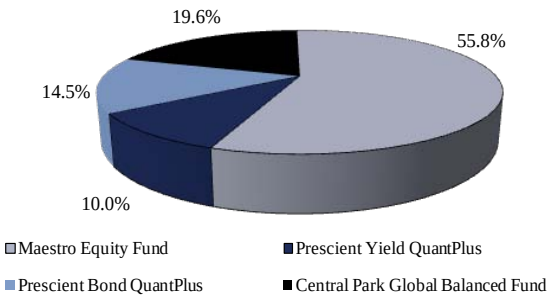
The *Prescient Bond QuantPlus Fund* returned 0.2% against its benchmark of 0.2%.

The *Maestro Central Park Global Balanced Fund* returned 4.9% in rands against its benchmark of 4.3%.

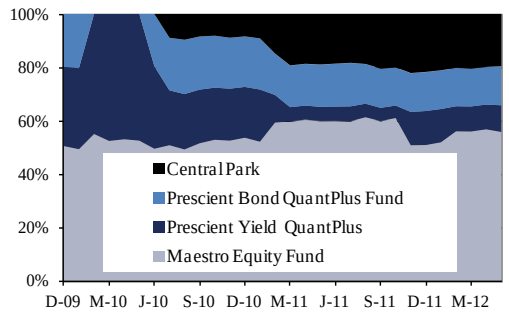
LARGEST INDIVIDUAL HOLDINGS

Billiton	4.1%
Sasol	3.5%
Mr Price	3.2%
Exxaro	3.2%
Capitec	3.1%
MTN	3.1%
Porton Capital Tech - Series A	3.0%
Cashbuild	3.0%
Aspen	2.9%
Naspers	2.8%
Total percentage	**32.0%**

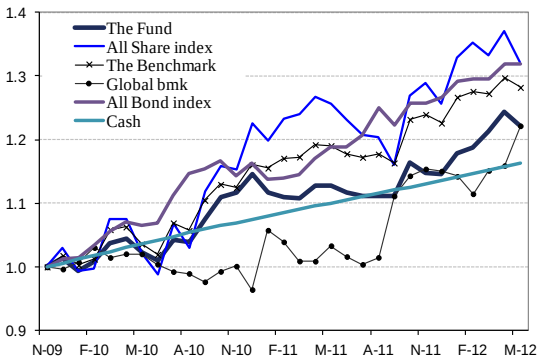
ASSET ALLOCATION (% OF FUND)



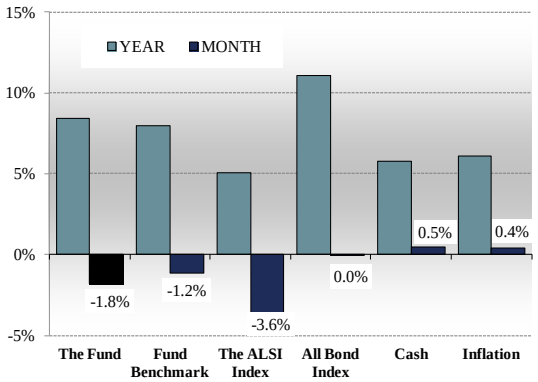
HISTORIC ASSET ALLOCATION (% OF FUND)



HISTORIC PERFORMANCE



MARKET RETURNS



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HISTORIC RETURNS – CLASS A2

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
2009	**NAV**											*1.0000*	*1.0138*	
	Fund[1]												1.38%	**N/A**
	Maestro Balanced Benchmark												1.80%	**N/A**
2010	**NAV**	*0.9929*	*1.0089*	*1.0375*	*1.0449*	*1.0217*	*1.0091*	*1.0417*	*1.0387*	*1.0746*	*1.1095*	*1.1166*	*1.1455*	
	Fund[1]	-2.06%	1.61%	2.83%	0.71%	-2.22%	-1.23%	3.23%	-0.29%	3.45%	3.25%	0.64%	2.59%	**13.0%**
	Maestro Balanced Benchmark	-1.48%	0.94%	4.58%	0.40%	-2.53%	-1.58%	4.85%	-1.11%	4.50%	2.25%	-0.43%	3.18%	**14.0%**
2011	**NAV**	*1.1170*	*1.1100*	*1.1070*	*1.1279*	*1.1268*	*1.1173*	*1.1107*	*1.1119*	*1.1116*	*1.1647*	*1.1482*	*1.1459*	
	Fund[1]	-2.48%	0.63%	-0.27%	1.88%	-0.09%	-0.84%	-0.59%	0.11%	-0.03%	4.78%	-1.42%	-0.20%	**0.0%**
	Maestro Balanced Benchmark	-0.43%	1.33%	0.17%	1.64%	0.24%	-1.07%	-0.73%	0.75%	-1.18%	5.60%	1.00%	-1.02%	**6.3%**
2012	**NAV**	*1.1780*	*1.1882*	*1.2123*	*1.2441*	*1.2218*								
	Fund[1]	2.80%	0.87%	*2.03%*	2.62%	-1.79%								**6.6%***
	Maestro Balanced Benchmark	3.31%	0.72%	-0.26%	1.94%	-1.16%								**4.6%***

[1]*Fund not available to the public*
**Year to date return*

Units in linked insurance policies should be considered as medium to long-term investments. The value of units may go up as well as down and past performance is not necessarily a guide to future performance. Unit prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (Brokerage, Securities Transfer Tax, VAT, Auditor's fees, Bank Charges, Custodian fees and the annual Management fee) from the portfolio divided by the number of units in issue. Fluctuations or movements in exchange rates may cause the value of any underlying international investments to go up and down. Forward pricing is used. Maestro Investment Management (Pty) Limited and Prescient Life Limited are members of the Association for Savings and Investments of South Africa (ASISA).