



INVESTMENT OBJECTIVE

The Fund's objective is to produce above average long-term returns whilst simultaneously aiming to assume less risk than is 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 (STFI) 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 9 582 923

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

Despite all that happened during 2012, it is quite remarkable that Equity markets remained strong throughout the year. The MSCI World index added 1.8% during the month, well behind the MSCI Emerging market's surge of 4.8%. The Japanese Nikkei rose 10.1% on the back of a 4.8% decline in the yen. Asian markets were mixed with India rising 0.5% (25.7% year-to-date), Hong Kong 2.8% (22.9%), Indonesia 1.0% (12.9%) and China 12.8% (1.5%). The remaining BRIC nations, Russia and Brazil, rose 6.4% (10.5%) and 6.5% (7.4%) respectively. Developed markets had a profitable month with the S&P and FTSE rising 0.9% and 0.5% respectively; however they lagged the German market, which rose a further 2.8% taking its year-to-date returns to an impressive 29.1%! On the currency front, the dollar was weak, declining 1.4% against the euro and pound although it rose 4.8% against the yen. The rand was strong during the month rising 4.7%, 3.1% and 3.2% against the dollar, pound and euro respectively.

The SA equity market continued to defy sceptics by registering its seventh successive monthly return in excess of 1.5%! This feat was last achieved in August 2006. Financials lead the way gaining 5.4%, supported by a stronger local currency. Despite the stronger currency, resources rose 4.1% while industrials returned 2.4%. Mid and small caps outperformed their large cap peers as they rose 5.1% and 3.8% respectively versus the 2.8% gain in the large cap index. Bonds rose 2.3% for the month bringing its year-to-date return to a remarkable 16.0%.

MONTHLY FUND RETURNS

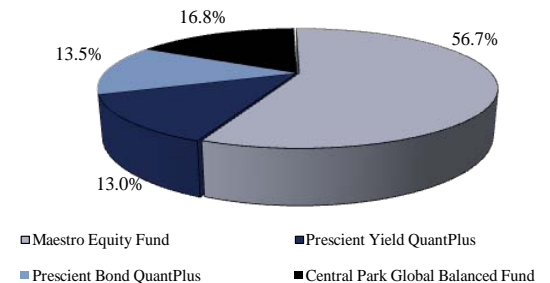
During December the Maestro Balanced Fund's NAV increased 1.9% versus the 1.7% return of the Fund benchmark. The return on the [Maestro Equity Fund](#) was 3.8% versus the 3.2% of the All Share Index. The [Prescient Yield QuantPlus Fund](#) returned 0.5% against its benchmark of 0.4%. The [Prescient Bond QuantPlus Fund](#) returned 0.8% against its benchmark of 0.9%. The [Maestro Central Park Global Balanced Fund](#) returned -3.1% in rands against its benchmark of -3.5%.

LARGEST INDIVIDUAL HOLDINGS

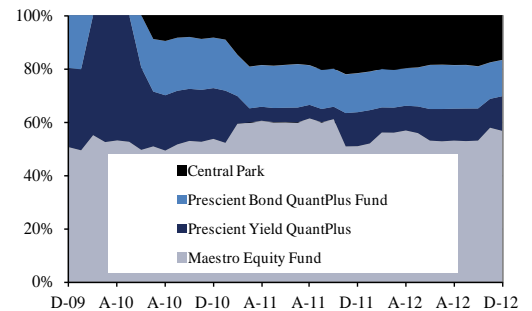
Aspen	3.4%
MTN	3.4%
Billiton	3.4%
Steinhoff	3.1%
Cashbuild	3.1%
Naspers	2.8%
Coronation	2.6%
Richemont	2.6%
Porton Capital	2.6%
Exxaro	2.6%

Total percentage 29.6%

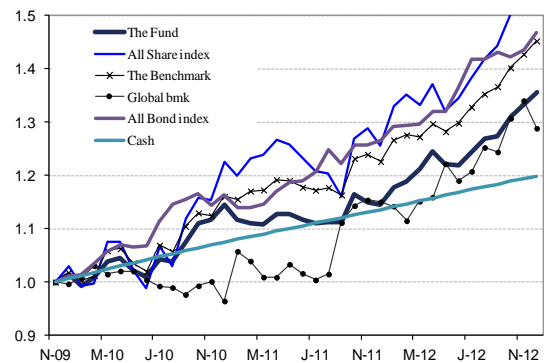
ASSET ALLOCATION (% OF FUND)



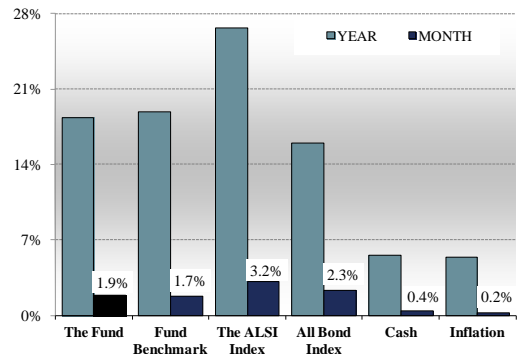
HISTORIC ASSET ALLOCATION (% OF FUND)



HISTORIC PERFORMANCE



MARKET RETURNS





MAESTRO

Balanced Fund

PRESCIENT
LIFE

December 2012

HISTORIC RETURNS – CLASS A2

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
2009	NAV Fund ¹											1.0000	1.0138	N/A
	Maestro Balanced Benchmark												1.80%	N/A
2010	NAV Fund ¹	0.9929 -2.06%	1.0089 1.61%	1.0375 2.83%	1.0449 0.71%	1.0217 -2.22%	1.0091 -1.23%	1.0417 3.23%	1.0387 -0.29%	1.0746 3.45%	1.1095 3.25%	1.1166 0.64%	1.1455 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 Fund ¹	1.1170 -2.48%	1.1100 0.63%	1.1070 -0.27%	1.1279 1.88%	1.1268 -0.09%	1.1173 -0.84%	1.1107 -0.59%	1.1119 0.11%	1.1116 -0.03%	1.1647 4.78%	1.1482 -1.42%	1.1459 -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 Fund ¹	1.1780 2.80%	1.1882 0.87%	1.2123 2.03%	1.2441 2.62%	1.2218 -1.79%	1.2196 -0.18%	1.2437 1.98%	1.2682 1.97%	1.2731 0.39%	1.3103 2.92%	1.3309 1.57%	1.3558 1.87%	18.3%
	Maestro Balanced Benchmark	3.31%	0.72%	-0.26%	1.94%	-1.16%	1.25%	2.31%	1.85%	1.03%	2.58%	1.84%	1.74%	18.8%

¹Fund not available to the public

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).