



**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**

R9 525 325

**LONG TERM INSURER**

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

**AUDITOR**

KPMG Inc.

**PORTFOLIO MANAGER**

Maestro Investment Management (Pty) Limited

**ENQUIRIES**

David Pfaff  
Maestro Investment Management  
Box 1289  
CAPE TOWN  
8000  
Email: [david@maestroinvestment.co.za](mailto:david@maestroinvestment.co.za)  
Tel: (021) 674 9220  
Fax: (021) 674 3209

**MARKET OVERVIEW**

With another month behind us, 2011 is already turning out to be a very interesting year in investment markets. Not an easy one by any stretch of imagination, but certainly better than this time last year, when the JSE All share index was down by 3.2% and the MSCI World index by 3.0%. So far these two indices are up by 0.6% and 5.6% for the year-to-date respectively. And therein lies one of the big differences so far this year: emerging markets are under pressure – the MSCI Emerging market index is down by 3.8% - while developed markets are rising strongly. In two months a difference of no less than 9.4% has opened up between the two “worlds”, despite the fact that the developed world is not really growing at all and the emerging world is struggling to cope with strong growth and rising prices.

Turning our attention to the specific movements in the markets; The Japanese market rose 3.8%, the US 3.4% and Germany 2.8%, helping the MSCI World index to a gain of 3.3% in February. Emerging markets had mixed fortunes; India fell 2.8% while China rose 4.1%. The Russian market rose 5.3% thanks to the tailwind of a higher oil price, while Brazil and Indonesia rose 1.2% and 1.8% respectively. The SA equity market began the month well, hitting an all-time high during the month, before the firm rand took the wind out of its sail. The All share index ended February 2.8% higher, which looks great on paper but apart from resource shares much of the market ended lower. The basic material index rose 4.7% but the financial index fell 0.4%. The industrial index rose 1.9% but perhaps the most telling statistic was the fact that the large cap index rose 3.3% while the mid cap index went nowhere (0.1%) and small caps ended lower (-0.9%). The SA equity market in February was all about large caps and resources share.

**MONTHLY FUND RETURNS**

During February the Maestro Balanced Fund's NAV decreased 0.6% versus the 1.7% return of the Fund benchmark.

The return on the *Maestro Equity Fund* was -0.4% versus the 2.5% and 2.8% returns of the Maestro equity benchmark and the All Share Index respectively.

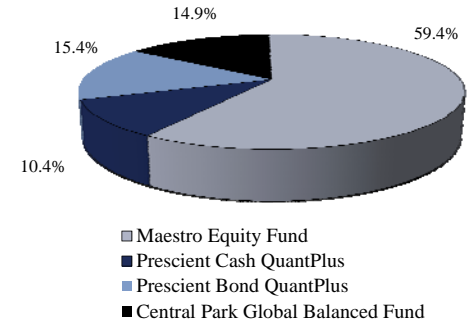
The *Prescient Cash QuantPlus Fund* returned 0.8% against its benchmark of 0.4%.

The *Prescient Bond QuantPlus Fund* returned 0.4% against its benchmark of 0.1%.

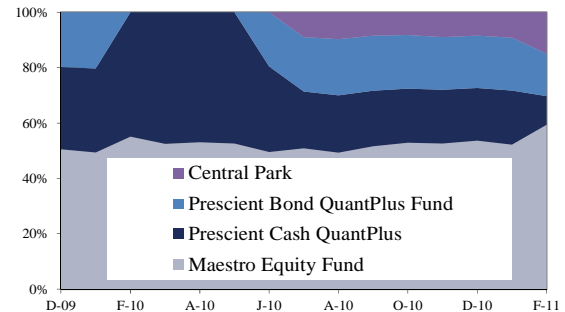
**LARGEST INDIVIDUAL HOLDINGS**

BHP Billiton plc	4.7%
Mr Price	3.3%
Capitec Bank	3.2%
Steinhoff	3.1%
Implats	3.1%
Kumba	3.1%
Naspers	3.1%
Exxaro	2.9%
RSA 10.5% R186	2.4%
Cashbuild	2.2%
<b>Total %</b>	<b>31.1%</b>

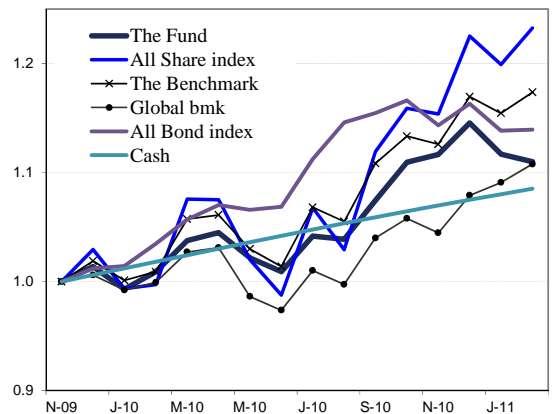
**ASSET ALLOCATION (% OF FUND)**



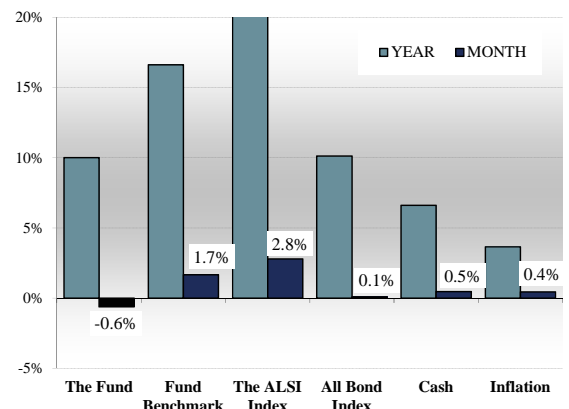
**HISTORIC ASSET ALLOCATION (% OF FUND)**



**HISTORIC PERFORMANCE**



**MARKET RETURNS**





**MAESTRO**  
Balanced Fund

**HISTORIC RETURNS – CLASS A2**

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
2009	NAV Fund <sup>1</sup>											1.0000	1.0138	N/A
	Maestro Balanced Benchmark												1.89%	N/A
2010	NAV Fund <sup>1</sup>	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	-1.75%	0.78%	4.80%	0.35%	-2.94%	-1.55%	5.36%	-1.23%	5.06%	2.25%	-0.65%	3.87%	15.1%
2011	NAV Fund <sup>1</sup>	1.1170 -2.48%	1.110 -0.63%											-3.1%*
	Maestro Balanced Benchmark	-1.29%	1.66%											-0.4%*

<sup>1</sup>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).