



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 529 455

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

January seemed like a whole year wrapped up into one month. January brought with it a relief rally in the euro on the back of "successful" bond auctions for Portugal, Italy and Spain, before the focus turned to surging food prices. Australia just about washed away and the UK shocked all and sundry by posting negative GDP growth during the final quarter of 2010. China tightened monetary policy (again), Japan had their sovereign rating downgraded and the oil price shot above \$100. And of course Tunisia imploded and Egypt seems to be heading the same way at the time of writing. We are reminded firstly that we continue to live in remarkable times and secondly, it brings to mind once again the remarkable strides South Africa has made on the socio-political and economic front. Sure, there is a long way to go, but relative to other places in the world like the UK, US and Egypt right now, in many respects South Africa seems increasingly like heaven on earth.

Turning to SA markets, in direct contrast to December the feature of the month on local markets was the rand's decline – it fell 7.9%, in contrast to its 7.2% gain in December. It also declined 9.9% against sterling and 9.8% against the euro. The All share index declined 2.1%, led rather uncharacteristically by the industrial sector, which fell 4.1%. The basic material index fell 0.2% despite the sharply weaker rand and financials fell 1.5%. The large cap (Top40) index fell 1.7% but for once the mid-cap sector took a real beating, falling 4.8%. Small caps declined 3.6%. The All bond index declined 2.1% while the dollar return of the All share index in January was down 9.8%; remember though that it rose 13.9% in December and 32.4% for all of 2010.

MONTHLY FUND RETURNS

During January the Maestro Balanced Fund's NAV decreased 2.5% versus the -1.3% return of the Fund benchmark.

The return on the Maestro Equity Fund was -5.2% versus the -2.3% and -2.1% returns of the Maestro equity benchmark and the All Share Index respectively.

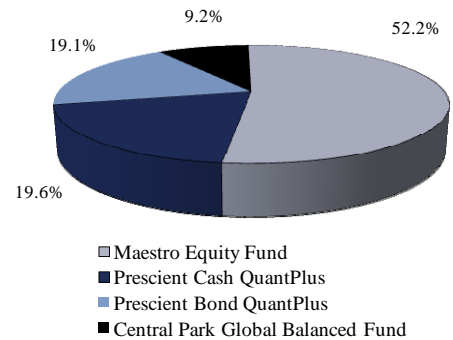
The Prescient Cash QuantPlus Fund returned 0.5% against its benchmark of 0.5%.

The Prescient Bond QuantPlus Fund returned -1.6% against its benchmark of -2.1%.

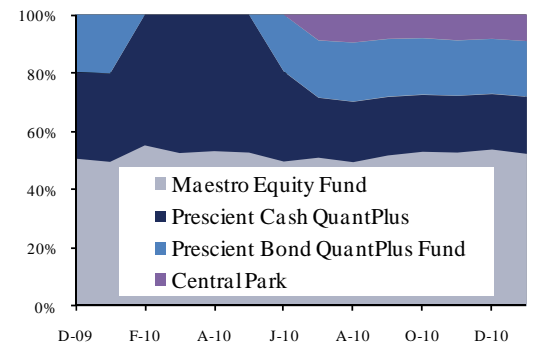
LARGEST INDIVIDUAL HOLDINGS

BHP Billiton plc	4.2%
RSA 10.5% R186	2.9%
Capitec Bank	2.8%
Implats	2.7%
Steinhoff	2.7%
Kumba	2.6%
Naspers	2.6%
Exxaro	2.5%
Aspen	2.1%
Cashbuild	2.1%
Total %	27.3%

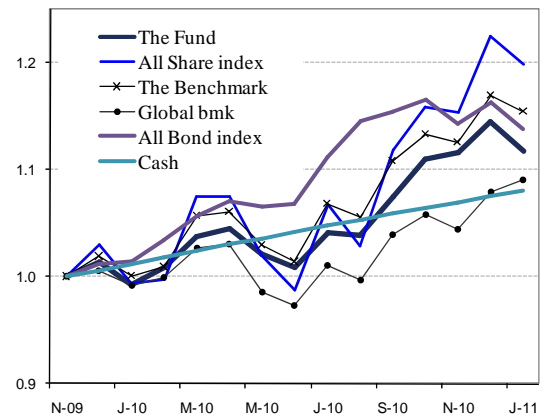
ASSET ALLOCATION (% OF FUND)



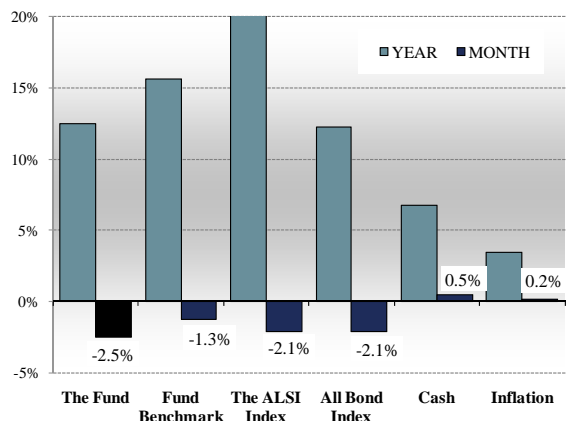
HISTORIC ASSET ALLOCATION (% OF FUND)



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 ¹											1.0000	1.0138	N/A
	Maestro Balanced Benchmark												1.89%	N/A
2010	NAV Fund ¹	0.9929	1.0089	1.0375	1.0449	1.0217	1.0091	1.0417	1.0387	1.0746	1.1095	1.1166	1.1455	13.0%
	Maestro Balanced Benchmark	-2.06%	1.61%	2.83%	0.71%	-2.22%	-1.23%	3.23%	-0.29%	3.45%	3.25%	0.64%	2.59%	15.1%
2011	NAV Fund ¹	1.1170												-2.5%*
	Maestro Balanced Benchmark	-2.48%												-1.3%*

¹Fund 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).