



MAESTRO

Balanced Fund

PRESCIENT
LIFE

July 2014

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 (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 18 443 284

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

For a number of months now, global equity and bond markets have been grinding slowly higher and volatility has been declining rapidly. The net result was a sharp decline in markets towards the end of the month, the US and Germany in particular, declined 1.3% and 4.3% respectively. The MSCI World index fell 1.7%, in contrast to the increase in the MSCI Emerging market index of 1.4%. China rose strongly, up 7.5%, as did Hong Kong, which gained 6.8%. Brazil rose 5.0%, following June's 3.8% gain while Indonesia rose 4.3%. The Russian equity market declined 11.4%, bringing its decline for the year-to-date to 15.3%. Global bond markets declined 0.9% while the SA bond market rose 1.0%. On the currency front, the dollar firmed against virtually all other currencies; the rand declined 0.7% against the greenback, the euro 2.3% and sterling 1.3%. Not surprisingly, commodity prices, most of which are priced in dollars, declined for the most part.

Turning to the local investment market, the SA equity market enjoyed another positive month. The All share index rose 0.9%, led by the basic material sector, which ended up 5.8%. Financials ended the month 1.1% higher but industrials succumbed to the global weakness by ending the month down 1.0%. The small cap index rose 1.0% on the month and the mid cap index ended 3.2% higher, thanks to strong gains in retailers during July. The year-to-date and annual returns of all the major indices remain more than respectable; the lowest year-to-date return being that of the industrial sector, which has risen "only" 8.9%; basic materials are up 17.0% over the same period.

MONTHLY FUND RETURNS

During July the Maestro Balanced Fund's NAV increased 0.8% versus the 0.7% return of the Fund benchmark.

The return on the [Maestro Equity Fund](#) was 0.9% versus the 0.9% return of the All Share Index.

The [Prescient Income Provider Fund](#) returned 0.6% against its benchmark of 0.5%.

The [Prescient Bond QuantPlus Fund](#) returned 1.1% against its benchmark of 1.0%.

The [Maestro Central Park Global Balanced Fund](#) returned 0.9% in rands against its benchmark of 0.1%.

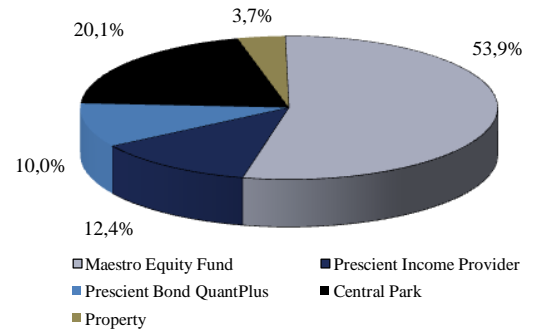
LARGEST INDIVIDUAL HOLDINGS

Steinhoff	3,7%
MTN	3,5%
Sasol	3,4%
Naspers	3,1%
Billiton	3,1%
Aspen	2,9%
Richemont	2,6%
Mr Price	2,5%
Prescient Flexible Income	2,3%
Standard Bank	2,2%

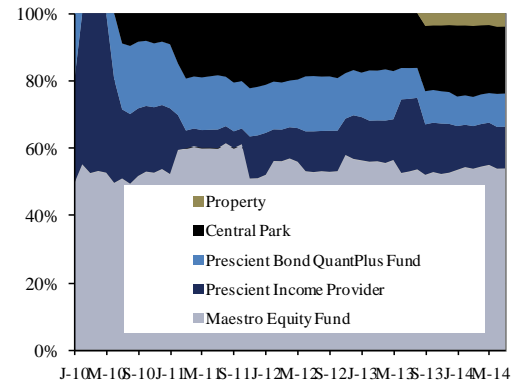
Total percentage

29,3%

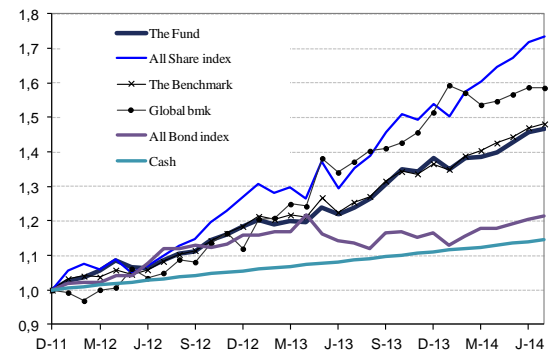
ASSET ALLOCATION (% OF FUND)



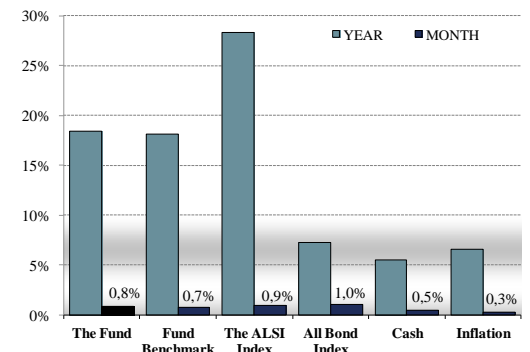
HISTORIC ASSET ALLOCATION (% OF FUND)



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 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	3.30%	0.74%	-0.26%	1.94%	-1.10%	1.43%	2.38%	1.86%	1.03%	2.58%	1.85%	1.76%	18.9%
2013	NAV Fund ¹	1.3796 1.76%	1.3651 -1.05%	1.3761 0.81%	1.3720 -0.30%	1.4191 3.43%	1.3961 -1.62%	1.4215 1.82%	1.4485 1.90%	1.4996 3.53%	1.5474 3.19%	1.5385 -0.58%	1.5851 3.03%	16.9%
	Maestro Balanced Benchmark	2.48%	-0.70%	1.06%	-0.38%	4.54%	-3.37%	2.39%	1.33%	3.49%	2.12%	-0.50%	2.17%	15.4%
2014	NAV Fund ¹	1.5453 -2.51%	1.5840 2.50%	1.5868 0.18%	1.6031 1.03%	1.6383 2.19%	1.6695 1.90%	1.6833 0.83%						6.2%*
	Maestro Balanced Benchmark	-1.20%	2.89%	1.11%	1.55%	1.27%	1.81%	0.75%						8.4%*

¹Fund not available to the public

*Year to date returns

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).