



MAESTRO

Balanced Fund

PRESCIENT
LIFE LIMITED

July 2010

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

R8 521 326

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

After two really tough months in global markets, July saw a significant turnaround in global investors' risk appetite. They seem to be satisfied with recent policy implementations such as the European bail-out package.

Asset classes recently viewed as safe havens suffered severely in the changed environment. Whereas the dollar had been very strong recently – it rose 22.6% against the euro between November and June – it fell 6.0% against the euro in July and 4.5% against sterling.

The news was all good in the South African (SA) equity market, except for gold investors, who suffered the double whammy of a firm rand, which gained 5.0% against the dollar, and a weak gold price (despite the weak dollar). The financial index led the July gains, rising 10.5%, followed by industrial (8.9%) and basic materials (up 6.6% despite the firm rand). The All share index ended the month 8.1% higher, while for the first time in three months SA large caps (8.3%) outperformed their mid (7.2%) and small (3.0%) cap counterparts.

The All bond index rose 4.1% and 9.1% in dollar terms, no wonder that the rand remains so firm and well bid. The decision by the South African Reserve Bank to keep rates on hold was a disappointing one. With a robust rand and benign inflation environment we would have liked to see the SA economy given a push by lowering rates one more time.

MONTHLY FUND RETURNS

During July the Maestro Balanced Fund's NAV increased 3.2% versus the 5.4% return of the Fund benchmark.

The return on the *Maestro Equity Fund* was 6.0% versus the 9.3% and 8.1% returns of the Maestro equity benchmark and the All Share Index respectively;

The *Prescient Cash QuantPlus Fund* returned 0.6% against its benchmark of 0.6%.

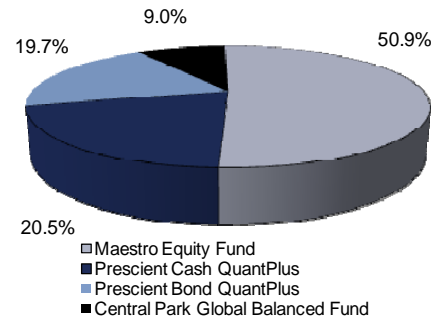
The *Prescient Bond QuantPlus Fund* returned 3.6% against its benchmark of 4.1%.

Detailed monthly fund summaries can be found by clicking on the above links.

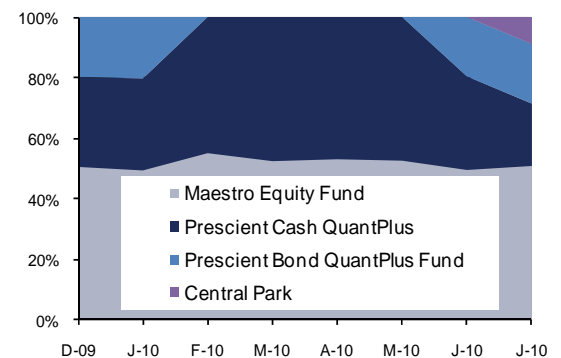
LARGEST INDIVIDUAL HOLDINGS

BHP Billiton plc	3.9%
Mr. Price	2.6%
Capitec Bank	2.4%
Naspers	2.3%
Steinhoff	2.1%
Aspen	1.9%
Cashbuild	1.9%
Anglo American	1.9%
Exxaro	1.8%
Grindrod	1.7%
Total %	22.5%

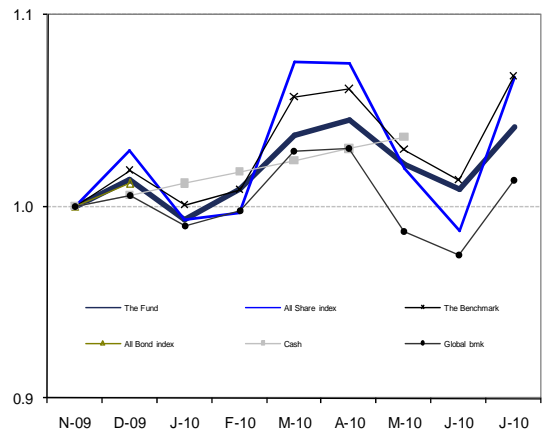
ASSET ALLOCATION (% OF FUND)



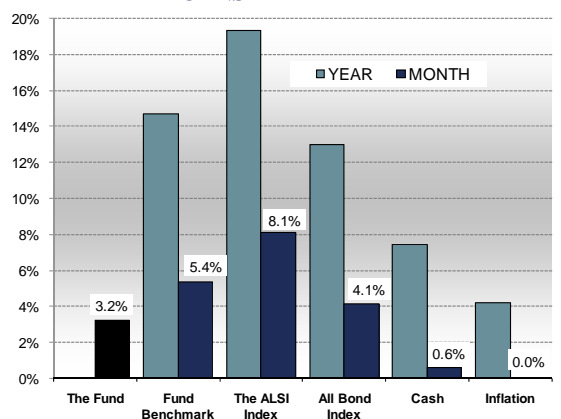
HISTORIC ASSET ALLOCATION (% OF FUND)



HISTORIC PERFORMANCE



MARKET RETURNS





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HISTORIC RETURNS – CLASS A

		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						2.8%*
	Maestro Balanced Benchmark	-2.06%	1.61%	2.83%	0.71%	-2.22%	-1.23%	3.23%						4.5%*

¹Fund not available to the public

* Year to date

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).