



MAESTRO

Balanced Fund

PRESCIENT
LIFE

May 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 17 789 615

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

Both bond and equity markets around the globe were strong during May, as investors chose to take a more sanguine view on the outlook for easing geopolitical tensions in the Ukraine, global economic growth, and the likelihood of the European Central Bank easing monetary policy at their meeting in June. Emerging Markets outperformed developed markets as the MSCI Emerging Market index rose 3.5% versus the MSCI World index's return of 1.6%. Developed markets in Europe were generally strong, as the Spanish, German, Italian and French markets rose 3.5%, 2.2%, 0.8% and 0.7% respectively. The S&P500 rose 2.3%. Within emerging markets, the Russian and Indian markets were particularly strong, gaining 14.0% and 8.0% respectively. The Indonesian and Chinese markets rose 1.1% and 0.6% respectively, while the Brazilian market fell 0.8%. Global bonds were strong in May, as the Emerging Market Bond Index gained 2.4%, outpacing the Barcap Global Aggregate index's gain of 0.6%. The CRB Commodity Index declined 1.5% in May. Precious metals were mixed, as palladium rose 3.2%, platinum rose 0.4%, gold fell 0.3% and silver fell 3.5%.

Turning to the local investment markets, the All Share Index rose 1.6%, gaining for the fourth month in a row. There was a fair amount of disparity amongst the major sector performances during the month, as the industrial index gained 4.7%, outperforming the financials index return of 1.2%. The basic materials and gold mining indices were the losers in May, declining 4.5% and 12.9% respectively. Small caps outperformed their large and mid-cap peers, gaining 3.5% during May, ahead of the 1.9% return for the large caps and a negative 0.8% return for mid-caps. The All Bond Index rose 1.1%.

MONTHLY FUND RETURNS

During May the Maestro Balanced Fund's NAV increased 2.2% versus the 1.3% return of the Fund benchmark.

The return on the [Maestro Equity Fund](#) was 3.0% versus the 1.6% return of the All Share Index.

The [Prescient Income Provider Fund](#) returned 1.3% against its benchmark of 0.5%.

The [Prescient Bond QuantPlus Fund](#) returned 1.8% against its benchmark of 1.1%.

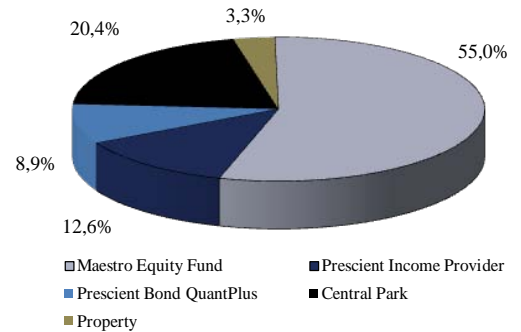
The [Maestro Central Park Global Balanced Fund](#) returned 1.2% in rands against its benchmark of 1.6%.

LARGEST INDIVIDUAL HOLDINGS

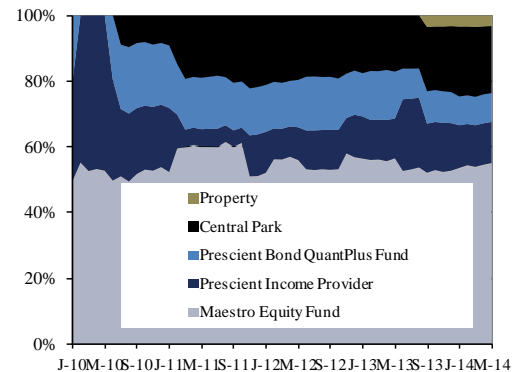
MTN	4,0%
Steinhoff	3,6%
Sasol	3,5%
Billiton	3,3%
Naspers	3,2%
Richemont	3,0%
Aspen	2,9%
Prescient Flexible Income	2,3%
RSA 10.50% R186	2,3%
Mr Price	2,2%

Total percentage 30,3%

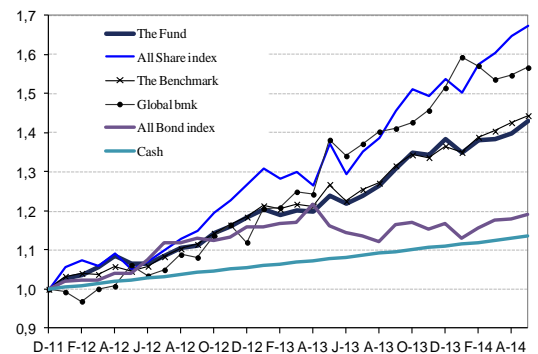
ASSET ALLOCATION (% OF FUND)



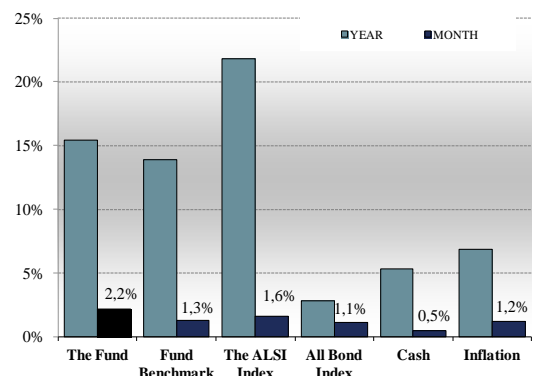
HISTORIC ASSET ALLOCATION (% OF FUND)



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												1.38%	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%	14.0%
2011	NAV Fund ¹	1.1170	1.1100	1.1070	1.1279	1.1268	1.1173	1.1107	1.1119	1.1116	1.1647	1.1482	1.1459	0.0%
	Maestro Balanced Benchmark	-2.48%	0.63%	-0.27%	1.88%	-0.09%	-0.84%	-0.59%	0.11%	-0.03%	4.78%	-1.42%	-0.20%	6.3%
2012	NAV Fund ¹	1.1780	1.1882	1.2123	1.2441	1.2218	1.2196	1.2437	1.2682	1.2731	1.3103	1.3309	1.3558	18.3%
	Maestro Balanced Benchmark	2.80%	0.87%	2.03%	2.62%	-1.79%	-0.18%	1.98%	1.97%	0.39%	2.92%	1.57%	1.87%	18.9%
2013	NAV Fund ¹	1.3796	1.3651	1.3761	1.3720	1.4191	1.3961	1.4215	1.4485	1.4996	1.5474	1.5385	1.5851	16.9%
	Maestro Balanced Benchmark	1.76%	-1.05%	0.81%	-0.30%	3.43%	-1.62%	1.82%	1.90%	3.53%	3.19%	-0.58%	3.03%	15.4%
2014	NAV Fund ¹	1.5453	1.5840	1.5868	1.6031	1.6383								3.4%*
	Maestro Balanced Benchmark	-2.51%	2.50%	0.18%	1.03%	2.19%								5.7%*

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).