



**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**

R 14 469 933

**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**

Unlike September, during which markets posted dramatic declines, setting numerous records "to the downside" in the process, October set numerous records "to the upside" as markets zoomed up on the back of hope and expectation. The MSCI World index rose 10.3%, following September's 8.9% decline. The Hong Kong equity market rose 12.9%, Germany 11.6%, the US 11.0% and the UK 8.1%. The MSCI Emerging market index rose 13.1% after September's 14.8% decline. Russian rose 16.6%, Brazil 11.4%, India 7.6% and China 4.6%. The SA equity market rose 11.3% in dollar terms. The global bond market flew into headwind in October, as investors ditched bonds in favour of riskier assets such as equities and commodities.

On the currency front the euro was the biggest winner, as investors – rightly or wrongly – took the view that progress was being made towards finding lasting solutions for the European debt and growth problems. The euro rose 4.0% against the dollar and the pound rose 3.6% against the greenback. Emerging market currencies were also firm; the rand rose 1.8%, which is a bit disappointing when one considers just how weak it was (-12.9%) in September.

The SA equity market also posted strong gains. The All share index climbed 9.3%, led by the basic materials index, up 10.9%. The financial and industrial indices rose 5.8% and 9.5% respectively. The Top40 (large cap) index rose 10.3%, while the SA mid and small cap indices rose only 4.8% and 1.9% respectively. The All bond index rose 2.8%, marginally better than their global counterparts

**MONTHLY FUND RETURNS**

During October the Maestro Balanced Fund's NAV increased 4.8% versus the 5.9% return of the Fund benchmark.

The return on the *Maestro Equity Fund* was 6.4% versus the 9.9% and 9.3% returns of the Maestro equity benchmark and the All Share Index respectively;

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

The *Prescient Bond QuantPlus Fund* returned 2.3% against its benchmark of 2.8%.

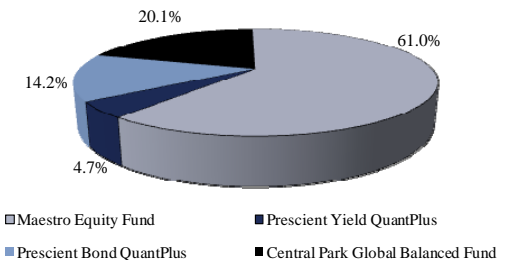
The *Maestro Central Park Global Balanced Fund* returned 5.4% in rands against its benchmark of 4.7%.

**LARGEST INDIVIDUAL HOLDINGS**

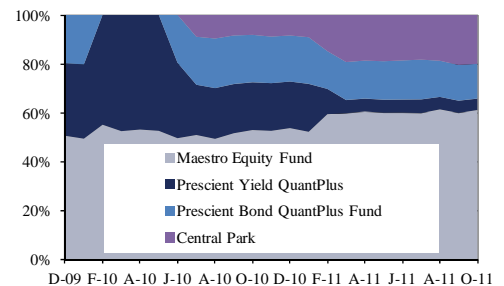
Billiton	5.2%
Mr Price	3.8%
Capitec	3.4%
Cashbuild	3.4%
Exxaro	3.2%
Aspen	3.1%
MTN	2.9%
Kumba Iron Ore	2.9%
Steinhoff	2.9%
Naspers	2.7%

**Total Percentage 33.5%**

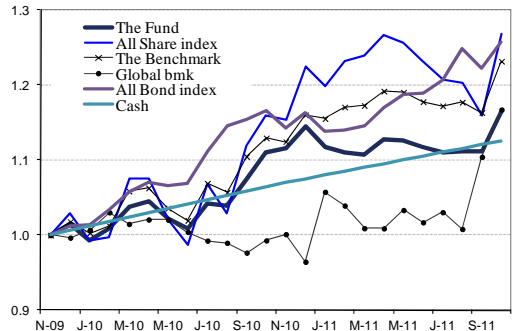
**ASSET ALLOCATION (% OF FUND)**



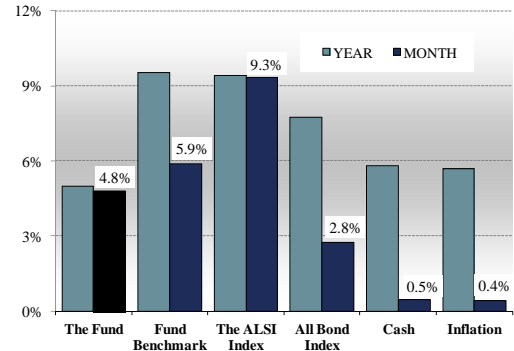
**HISTORIC ASSET ALLOCATION (% OF FUND)**



**HISTORIC PERFORMANCE**



**MARKET RETURNS**





**MAESTRO**  
Balanced Fund

**PRESCIENT**  
LIFE

October 2011

**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												1.80%	N/A
2010	NAV Fund <sup>1</sup>	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 <sup>1</sup>	1.1170	1.1100	1.1070	1.1279	1.1268	1.1173	1.1107	1.1119	1.1116	1.1647			1.7%*
	Maestro Balanced Benchmark	-2.48%	0.63%	-0.27%	1.88%	-0.09%	-0.84%	-0.59%	0.11%	-0.03%	4.78%			6.6%*

<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).