



MAESTRO

Balanced Fund

PRESCIENT
LIFE LIMITED

September 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 924 368

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

The see-saw conditions in global markets continue: after losing a great deal (13.1% offshore and 8.1% locally) in May and June combined, then recovering most of it in July (8.0% offshore and 8.0% locally), equity markets declined again in August (3.9% offshore and 3.6% locally) before rising sharply in September. This month will go down in history as one of the most profitable months ever.

A casual glance at the gains in the US bond market, where, apart from the 2007/9 global credit crisis-induced levels, yields are touching 50-year lows (so bond prices are moving up to record levels) and where the gold price closed at a 30-year high of \$1 307, you could be forgiven for thinking that the world was coming to an end. The irony surrounding the cold price is that there is hardly a trace of inflation to be found anywhere in the world. This highlights just one of the many inherent contradictions in the current investment environment.

The industrial sector led the charge returning 9.9%, followed closely by financial counters which added 7.9%. Resources lagged once again "only" managing 7.1% for the month, however still in negative territory year to date. With regards to the returns across market caps (or size of companies) the large, mid and small cap returns were 9.1%, 7.0% and 6.3% respectively.

Our local bond market has performed exceptional well this year (+14.1%), with the South Africa Reserve Bank (SARB) cutting rates once again on the 9th September. We were always of the opinion that SARB would cut rates; however the likelihood of another cut is small, despite a benign inflation environment and strong rand

MONTHLY FUND RETURNS

During September the Maestro Balanced Fund's NAV increased 3.5% versus the 5.1% return of the Fund benchmark.

The return on the *Maestro Equity Fund* was 8.3% versus the 9.5% and 8.8% returns of the Maestro equity benchmark and the All Share Index respectively;

The *Prescient Cash QuantPlus Fund* returned 0.6% against its benchmark of 0.5%.

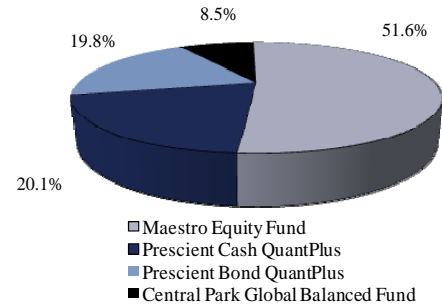
The *Prescient Bond QuantPlus Fund* returned 0.8% against its benchmark of 0.8%.

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

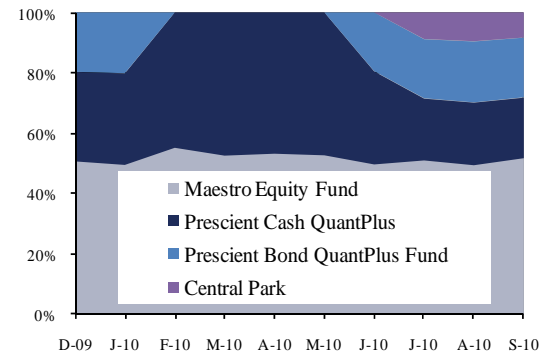
LARGEST INDIVIDUAL HOLDINGS

BHP Billiton plc	3.7%
Mr Price	2.8%
Capitec Bank	2.7%
Naspers	2.4%
Aspen	2.3%
Steinhoff	2.3%
Implats	2.0%
Cashbuild	1.9%
Grindrod	1.7%
Anglo American	1.7%
Total %	23.5%

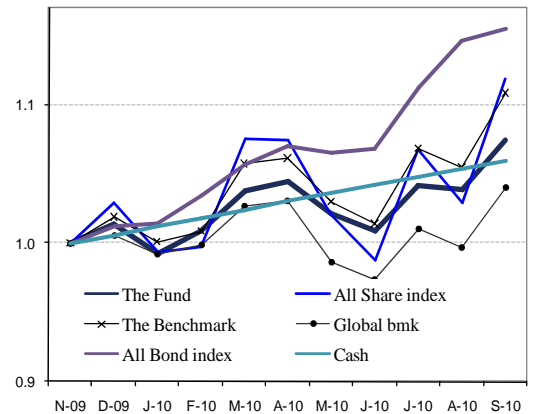
ASSET ALLOCATION (% OF FUND)



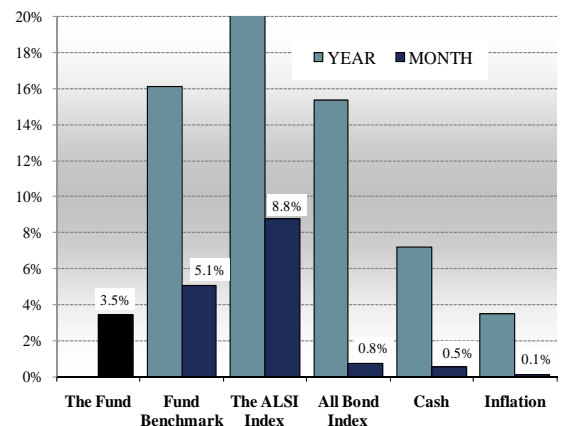
HISTORIC ASSET ALLOCATION (% OF FUND)



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	1.0387	1.0746				6.0%*
	Maestro Balanced Benchmark	-2.06%	1.61%	2.83%	0.71%	-2.22%	-1.23%	3.23%	-0.29%	3.45%				9.0%*

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).