



# MAESTRO

Balanced Fund

PRESCIENT  
LIFE

September 2011

## 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 13 753 463

## 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

Global financial markets recorded big declines during the month of September which resulted to this quarter being the worst one since the last quarter of 2008, when Lehman Brothers collapsed – at least as far as equity returns are concerned. The MSCI world index declined 8.9% after falling 7.3% in August. The MSCI Emerging market index fell 14.8%, after a 9.2% decline in August, highlighting concern that growth in emerging markets is slowing rapidly. The Russian equity market fell 21.2%, Hong Kong 14.8%, China 8.1%, Indonesia 7.6% and Brazil 7.4%. India declined only 1.3% but in dollar terms the SA equity market declined 16.1%! Developed markets were also weak; the US market fell 7.0%, Germany 4.9% (but remember it fell 19.2% in August) and the UK 4.9%. The US mid and small cap indices declined 10.7% and 10.4% respectively. Unlike last month when their return was positive, global bond markets produced negative returns in September; the Barcap Global Aggregate bond index fell 2.5%.

Local equity and bond markets produced sharp declines in the face of a slowing global economy. The All share index declined 3.6% in September in rand terms but fell 16.1% in dollar terms. The basic material index led the losses, ending the month down 5.4%. Financials and industrials lost 2.9% and 3.1% respectively, although the mid and small cap indices held up commendably well; they lost "only" 1.9% and 0.4% respectively. The All bond index lost 2.1% in September, reducing its year-to-date return to 5.1%.

## MONTHLY FUND RETURNS

During September the Maestro Balanced Fund's NAV was flat versus the -1.2% return of the Fund benchmark.

The return on the *Maestro Equity Fund* was -2.7% versus the -3.7% and -3.6% 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 -1.3% against its benchmark of -2.1%.

The *Maestro Central Park Global Balanced Fund* returned 6.5% in rands against its benchmark of 8.2%.

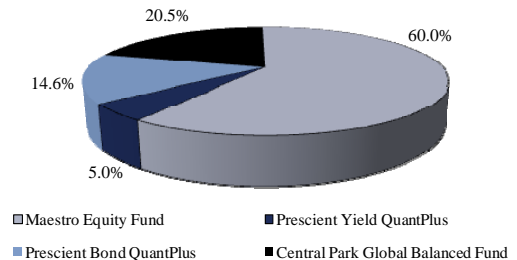
## LARGEST INDIVIDUAL HOLDINGS

Billiton	4.1%
Capitec	3.8%
Mr Price	3.5%
Cashbuild	3.5%
Exxaro	3.2%
Steinhoff	2.8%
Kumba Iron Ore	2.8%
Naspers	2.6%
Aspen	2.5%
Implats	2.5%

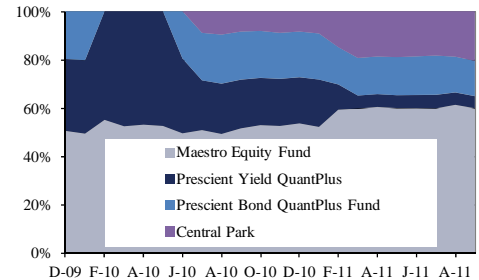
Total Percentage

31.2%

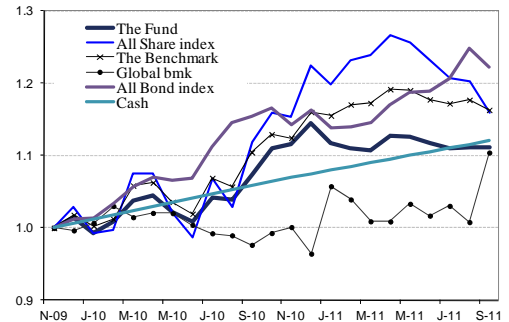
## ASSET ALLOCATION (% OF FUND)



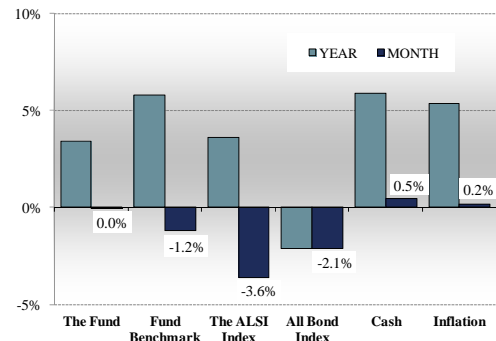
## HISTORIC ASSET ALLOCATION (% OF FUND)



## 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 <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>	-1.48%	0.94%	4.58%	0.40%	-2.53%	-1.58%	4.85%	-1.11%	4.50%	2.25%	-0.43%	3.18%	-3.0%*
	Maestro Balanced Benchmark	1.1170	1.1100	1.1070	1.1279	1.1268	1.1173	1.1107	1.1119	1.1116				0.7%*
		-2.48%	0.63%	-0.27%	1.88%	-0.09%	-0.84%	-0.59%	0.11%	-0.03%				
		-0.43%	1.33%	0.17%	1.64%	-0.12%	-1.06%	-0.48%	0.42%	-1.18%				

<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).