

MAESTRO GLOBAL BALANCED FUND



27 f o
u r
LIFE

August
2020

Investment objective

To produce above average long-term returns by investing in global equity, bonds and cash markets, through the assumption of less risk than that of the underlying markets. The Fund acts as a feeder fund for Central Park Global Balanced Fund, which is also managed by Maestro Investment Management.

The Fund benchmark

An index consisting of a 60% equity weighting (MSCI World Index), and a 40% weighting in bonds (Bloomberg Barclays Global Aggregate Bond Index).

Legal structure

The Fund is a pooled portfolio on the 27Four Life Limited balance sheet. The appointed Investment 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 license number 739.

Inception Date

15 November 2017

Fee structure

The Fund incurs fees at two levels. Firstly, the investment management fee in Central Park Global Balanced Fund is 1.5% per annum, together with a 10% performance fee subject to a high water mark. Secondly, administration and other fees are charged by 27Four Life on the following basis:

- For investments under R5m: 0.46%
- Investments between R5m and R10m: 0.41%
- For investments in excess of R10m: 0.39%

Fund size

R 106 116 297 as at 31 August 2020

NAV

Class A2: 1.4482

Long term insurer

27Four Life Limited
(Reg no: 2004/014436/06)

Auditor

SNG Grant Thornton International

Investment manager

Maestro Investment Management (Pty) Limited

Enquiries

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Orchestrating Your Wealth



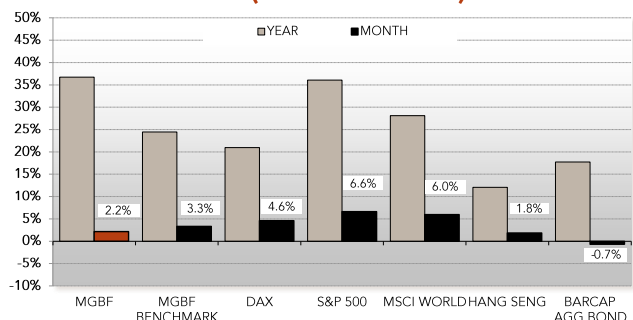
Market Overview

It is hard to believe we are already in the last month of the third quarter, with Spring apparently on the way. That said, I have seen more snow on the Western Cape mountains recently than I have for many years, so perhaps we have got the calendar wrong this year. Mind you, you can be forgiven for getting many things wrong in 2020. In many respects this whole year seems "all wrong".

Of course you don't need me to tell you this – you experience it every day now. But it is a useful background against which to share August's market behaviour with you, for, in a review of global investment markets, things are also "not quite what they used to be". By way of an example, is it really possible that the US equity market (S&P500) has risen 60.9% (at the time of writing) since its trough on 23 March? And the NASDAQ, the home of many global tech companies, is 80.1% higher.

The dollar was weak during the month – the dollar DXY index lost 1.3%. The MSCI World index, itself at an all-time high, rose 6.5%, while the Emerging Markets index rose only 2.1%. The US equity market was a key driver of the former, rising 7.2%, while the Chinese and Indian equity markets rose "only" 2.6% and 2.7% respectively during the month. The Japanese market rose 6.6% and the German one 5.1%. Brazil actually declined 3.4% and Turkey 4.3%, while the Swiss market eked out a positive return of 1.3%. The NASDAQ index rose 9.6% in August.

Market Returns (In rand terms)



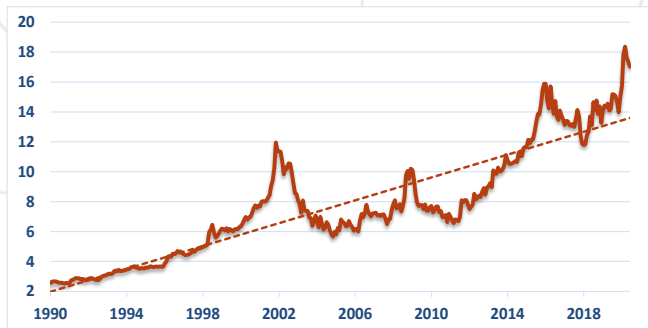
"To achieve great things, two things are needed; a plan, and not quite enough time."

- Leonard Bernstein



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The Rand Dollar Exchange rate



Investment Manager Comment

The Maestro Global Balanced Fund posted a positive return this month on the back of a firm rand. The rand strengthened 0.5% this month. The Maestro Global Balanced Fund rose 2.2% in August, this can be compared to the benchmark and comparable sector returns of 3.3% and 2.9% respectively.

Turning to the specific drivers of the Global Balanced Fund's return this month; Sunny Optical fell 21.2% as it got caught up in concerns about its supply to Huawei, although it did rise 17.7% in July. TAL Education lost 5.6% and Corestate Capital, a small holding in the Fund, lost 12.1%. Sika rose 8.0%, Swiss Life Holdings 9.6%, Alphabet 10.2%, Visa 11.3%, Alibaba 14.3%, Adobe 15.5%, and Yihai International 28.3%.

At the end of August 0.8% of the Fund was invested in bonds, 22.5% was retained in cash and the balance of 76.7% was invested in global equity markets.

Note to Investors

The Fund is an investment-linked Endowment Policy, issued by 27Four Life. Maestro Investment Management is the Fund's Investment Manager. All investments into the Fund are directed into Central Park Global Balanced Fund, the unit trust Maestro uses to manage its Clients' offshore assets.

The Fund's Largest Holdings

Investment	% of Fund
Alibaba Group Holdings Limited	7.3%
Adobe Systems	5.9%
TAL Education Group	5.6%
Visa Inc.	5.5%
Tencent Holdings Limited	5.1%
New Oriental Education and Tech Group	4.8%
SAP AG	4.8%
Alphabet Inc.	4.3%
Partners Group Holdings AG	3.8%
CSPC Pharma Group Ltd	3.7%
Total	50.8%

Monthly and Annual Average Returns

Investment	1 month	3 month	6 month	1 year	2 years
Maestro Global Balanced Fund	2.2	11.0	25.5	36.7	18.0
Fund benchmark	3.3	5.8	19.2	24.5	14.9
Sector*	2.9	6.2	15.6	21.3	11.6

* Morningstar ASISA Global Multi Asset Flexible Category
** Inception Date 1 December 2017

Investment	YTD	2019	2018	2017	2016
Maestro Global Balanced Fund	36.1	26.2	-5.6	NA**	NA**
Fund benchmark	27.7	14.6	8.4	4.0	-9.1
Sector*	21.4	15.5	4.6	5.3	-8.6

* Morningstar ASISA Global Multi Asset Flexible Category

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 27Four Life Limited are members of the Association for Savings and Investments of South Africa (ASISA).

