

MAESTRO GLOBAL BALANCED FUND



PRESCIENT
LIFE

June
2018

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 Prescient 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 Prescient 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

R52 899 728 as at 30 June 2018

NAV

Class A: R100.27

Long term insurer

Prescient Life Limited
(Reg no: 2004/014436/06)

Auditor

KPMG Inc.

Investment manager

Maestro Investment Management (Pty) Limited

Enquiries

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Orchestrating Your Wealth



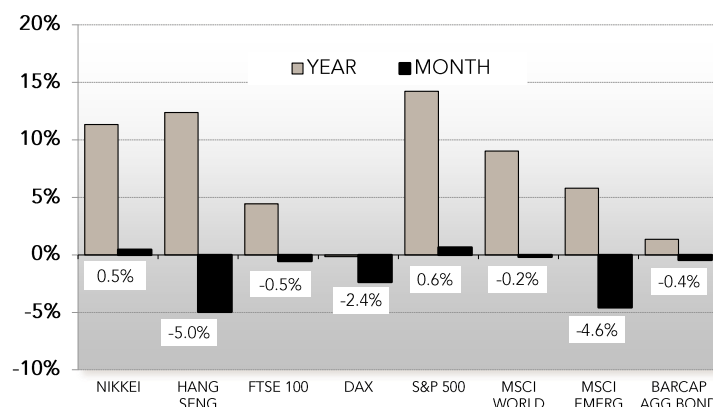
Market Overview

It is hard to believe that we are heading into the second half of 2018 already. I recall the bumper start we had to investment markets in January. It seems a bit like a dream right now, given that volatility and uncertainty has only increased since then. A lot of damage has been done to market sentiment since the beginning of this year. The possibility of a trade war initiated by the US has really spooked investors and called into question some of the higher-flying investment destinations, specifically within the emerging market space.

For all the market volatility experienced during June, the US equity, bond, and currency markets proved to be bastions of strength. Their respective returns of 0.6%, -0.1%, and 0.5% bear testimony to the importance of the US economy and its markets during times of global uncertainty, despite the antics, character, and Twitter account of their president.

The Japanese equity market rose 0.5% during June, but the UK and German markets lost 0.5% and 2.4%, contributing to a modest decline of 0.2% in the MSCI World index. Compare that to the 4.6% decline in the MSCI Emerging Market index. The prices of gold, palladium, and platinum declined 3.8%, 3.5%, and 6.0% respectively, while copper lost 2.8%.

Market Returns



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

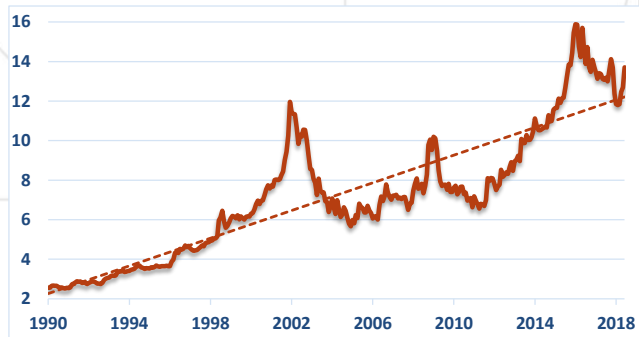
- Leonard Bernstein



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The Rand Dollar Exchange rate



Investment Manager Comment

The Fund rose 3.9% in June, which can be compared to the benchmark and comparable sector returns of 7.9% and 7.4% respectively.

Disappointing returns were registered by Shanghai Fosun Pharma, which fell 14.3%, Noah Holdings lost 12.9%, ON Semi 11.5% and FedEx 8.9%. On a more positive note, BB Biotech rose 2.0% and Partners Group rose 2.2%. Alphabet rose 2.8%, and Ctrip gained 5.6%.

There was no major investment activity in the Fund during the past month.

At the end of June 0.8% of the Fund was invested in bonds, 18.7% was retained in cash and the balance of 80.5% invested in global equity markets.

Note To Investors

The Fund is an investment-linked Endowment Policy, issued by Prescient 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 Holding Limited	7.5%
Tencent Holdings Limited	6.8%
Alphabet Inc.	5.9%
CSPC Pharma Group Ltd	4.9%
Adobe Systems	4.5%
FedEx Corporation	4.4%
New Oriental Education & Tech Group	4.0%
Visa Inc.	4.0%
SAP AG	3.9%
TAL Education Group	3.7%
Total	49.6%

Monthly and Annual Average Returns (%)

Investment	1 month	3 month	6 month	9 month	1 year
Maestro Global Balanced Fund	3.9	15.8	13.4	NA**	NA**
Fund benchmark	7.9	15.8	9.7	4.1	10.9
Sector*	7.4	14.2	8.4	2.3	9.3

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

Investment	Year-to-date	2017	2016	2015	2014
Maestro Global Balanced Fund	9.2	NA**	NA**	NA**	NA**
Fund benchmark	9.7	4.0	-9.1	31.7	13.0
Sector*	8.4	5.3	-8.6	26.7	9.5

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

