

MAESTRO GLOBAL BALANCED FUND



27four Life

30 June 2021

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 95 705 114 as at 30 June 2021

NAV

Class A2: 1.2643

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



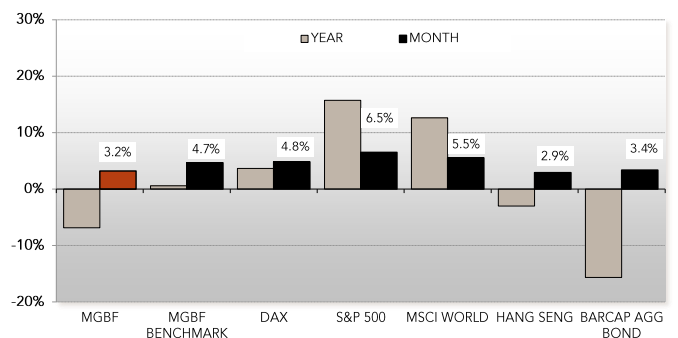
Market Overview

It seems heretical to call June a “boring” month, when so much happened during the period. However, if market returns are anything to go by, most market watchers and investors will agree that June was one of the quieter months we have had since the pandemic gripped the planet and turned it upside down in March last year.

The MSCI World index rose 1.4%, although the MSCI Emerging Markets index fell 0.1%. Emerging market bonds were relatively weak, too: this much is evident when one considers that the Bloomberg Global Aggregated Bond index fell 0.7% but the US Bond index rose 0.7%. Back to the equity markets, most market returns were muted, but strong returns were evident in the US, where the S&P500 index rose 2.3% and the tech-heavy NASDAQ index rose 5.5%. Ironically, despite having a defensive nature, the Swiss Market Index (SMI) rose 5.1%. Its annual return to end-June of 18.9% though can't compare with the NASDAQ annual return of 44.2%.

Contrary to the expectations of many, the US dollar was strong during the month, and rose against just about all other currencies and commodities. Oil was the standout commodity in June, with the Brent crude price rising 8.2% to bring its annual increase to 79.8%. The iron ore price was also firm, rising another 9.9%, bringing its annual increase to 116.1%.

Market Returns (In rand terms)



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

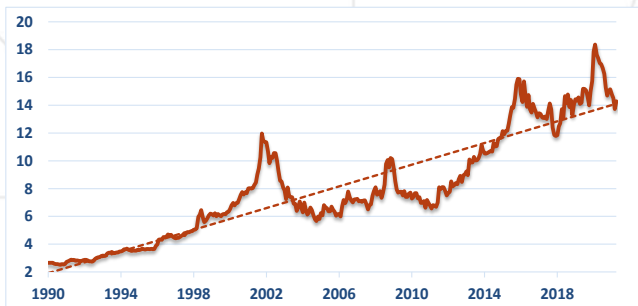
- Leonard Bernstein



27four
Life

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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 weak rand. The rand weakened 3.9% this month. The Maestro Global Balanced Fund rose 3.2% in June, this can be compared to the benchmark and comparable sector returns of 4.7% and 4.1% respectively.

Turning to the shares which disappointed during June, TAL Education and New Oriental Education led the decliners for the second consecutive month, falling 36.9% and 19.9% respectively. Yihai fell 16.0%, Ping An Insurance 9.9%, CSPC Pharma 7.7%, NetEase 6.6%, and Tencent 5.7%. In contrast, shares which posted attractive increases during June included VAT Group, which rose 11.4%, Lonza rose 13.3%, Mercadolibre 14.7%, Adobe 16.1% and Sunny Optical 24.3%.

Monthly and Annual Average Returns

| Investment | 1 month | 6 month | 1 year | 2 years | 3 years |
|-------------------------------------|------------|-------------|-------------|-------------|------------|
| Maestro Global Balanced Fund | 3.2 | -2.2 | -6.9 | 12.2 | 8.0 |
| Fund benchmark | 4.7 | 2.9 | 0.0 | 12.6 | 11.1 |
| Sector* | 4.1 | 4.5 | 3.8 | 12.1 | 10.0 |

* Morningstar ASISA Global Multi Asset Flexible Category

** Inception Date 1 December 2017

| Investment | YTD | 2020 | 2019 | 2018 | 2017 |
|-------------------------------------|-------------|-------------|-------------|-------------|-------------|
| Maestro Global Balanced Fund | -2.2 | 21.5 | 26.2 | -5.6 | NA** |
| Fund benchmark | 2.9 | 17.8 | 14.6 | 8.4 | 4.0 |
| Sector* | 4.5 | 14.4 | 15.5 | 4.6 | 5.3 |

* 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).

At the end of June 7.5% of the Fund was invested in bonds, 10.2% was retained in cash and the balance of 82.3% invested in global equity markets, which included 4.0% invested in the Aberdeen Palladium ETF.

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 |
|----------------------------|--------------|
| iShares China CNY Bond ETF | 7.5% |
| Adobe Systems | 5.4% |
| Alibaba | 5.1% |
| Alphabet Inc | 4.8% |
| Partners Group Holdings AG | 4.4% |
| Tencent Holdings | 4.3% |
| Visa Inc | 4.3% |
| SAP AG | 4.1% |
| Swiss Life Holdings | 4.0% |
| Aberdeen Palladium ETF | 4.0% |
| Total | 47.9% |