

MAESTRO GLOBAL BALANCED FUND



27 f o
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LIFE

March
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 85 396 383 as at 31 March 2020

NAV

Class A: 119.98

Long term insurer

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

Auditor

SNG Grant Thornton International

Investment manager

Maestro Investment Management (Pty) Limited

Enquiries

Maestro Investment Management
Box 1289
Cape Town
8000
Email: shane@maestroinvestment.co.za
Tel: (021) 674 9220

Orchestrating Your Wealth



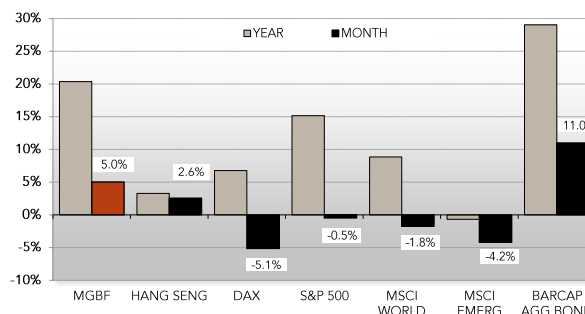
Market Overview

I fear I ambushed myself last month by calling February's market action "brutal". It certainly felt brutal, but goodness me, if February was brutal, market activity during March is simply indescribable. I could fill this entire page with records set by global indices, from the fastest bear market in history (22 days), to the worst quarter in decades, the worst three-day decline since the 1930s, and yes, even the best daily gain (9.4%) since 2008 and the 10th largest daily gain since 1927, when the collection of daily data started.

The MSCI World and Emerging indices declined 13.5% and 15.6% during March. The German, US, Hong Kong and Swiss markets declined 16.4%, 12.3%, 9.7%, and 5.3% respectively. The tech-heavy NASDAQ index fell 10.1% and Japan 10.5%. South Africa fell 12.1% (but 22.6% in dollar terms), Turkey 17.8%, Russia 22.0%, Greece 22.5%, India 23.1%, and Brazil a whopping 30.0%. Interestingly, the Chinese equity market only lost 4.5%. The US large cap (S&P500) index fell 12.3%, but the S&P Mid and Small cap indices ended March down 20.4% and 22.6% respectively.

The dollar (DXY) index rose 0.9%. The pound declined 2.9%, the Indian rupee lost 4.6% against the dollar, the Aussie dollar 5.0%, the rand 11.9%, the Brazilian real 13.0%, and the Russian rouble 14.0%. The price of Brent crude oil fell 47.3% in March, Gold only declined 2%, but the platinum and palladium prices declined 20.4% and 18.6% respectively.

Market Returns (In rand terms)



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

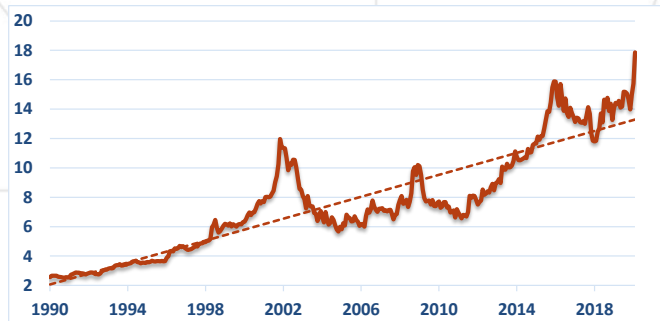
- Leonard Bernstein



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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 weak rand. The rand weakened 11.9% this month. The Maestro Global Balanced Fund rose 5.0% in March, this can be compared to the benchmark and comparable sector returns of 3.3% and 0.3% respectively.

Turning to the specific drivers of the Global Balanced Fund's return this month: Swiss life and Helvetia fell 34.9% and 24.9% respectively during March. Partners Group fell 19.4%, Vifor Pharma 16.8%, New Oriental Education 15.4%, Sunny Optical 13.9%, and Alphabet 13.4%. Sika, declined 6.7%, Alibaba lost 6.5%, TAL Education 2.1%, and Tencent 1.5%. Lonza rose 5.2%.

At the end of March 1.1% of the Fund was invested in bonds, 32.0% was retained in cash and the balance of 66.9% 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
Tencent Holdings Limited	7.3%
Alibaba Group Holdings Limited	6.4%
Visa Inc.	5.4%
TAL Education Group	5.2%
Adobe Systems	4.7%
New Oriental Education and Tech Group	4.6%
SAP AG	4.1%
Alphabet Inc.	4.0%
Ping An Ins Group Co of China	3.7%
CSPC Pharma Group Ltd	3.6%
Total	49.0%

Monthly and Annual Average Returns

Investment	1 month	3 month	6 month	1 year	2 years
Maestro Global Balanced Fund	5.0	13.9	15.9	20.4	17.7
Fund benchmark	3.3	10.7	7.3	17.1	20.5
Sector*	0.3	5.4	4.0	11.1	15.9

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

Investment	YTD	2019	2018	2017	2016
Maestro Global Balanced Fund	13.9	26.2	-5.6	NA**	NA**
Fund benchmark	10.7	14.6	8.4	4.0	-9.1
Sector*	5.4	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).

