

MAESTRO GLOBAL BALANCED FUND



PRESCIENT
LIFE

May
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

R40 315 538 as at 31 May 2018

NAV

Class A: R96.51

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



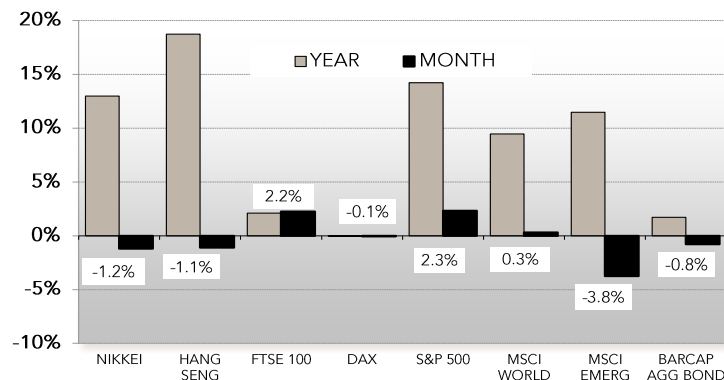
Market Overview

May provided all sorts of reasons for equity markets to decline. We had, and still have in some cases, political crises in Italy and Spain, economic crises in Turkey and Brazil, the initiation of trade wars by the US, and a surprising movement towards peace on the Korean peninsula. Emerging currencies were weak, as was the euro, the dollar was strong, and so too was the oil price, but gold disappointed yet again as a so-called "store of value".

The Italian and Spanish political crises weighed heavily on the euro, which declined 3.4% against the dollar. The pound also declined 3.4% against the dollar. The latter remained firm throughout the month, supported by the resilient state of the US economy; the trade-weighted (DXY) dollar index rose 2.3%.

The Bloomberg Global Aggregate Bond index declined 0.8% while the US Bond index rose 0.8%. Developed equity markets registered mixed fortunes; the Swiss market declined 4.8%, the Hang Seng fell 1.1%, and the German market 0.1%, but the US equity market rose 2.3%. The NASDAQ index rose 5.3% as tech companies powered ahead, and the S&P Mid and Small cap indices ended up 4.0% and 6.3% respectively.

Market Returns



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

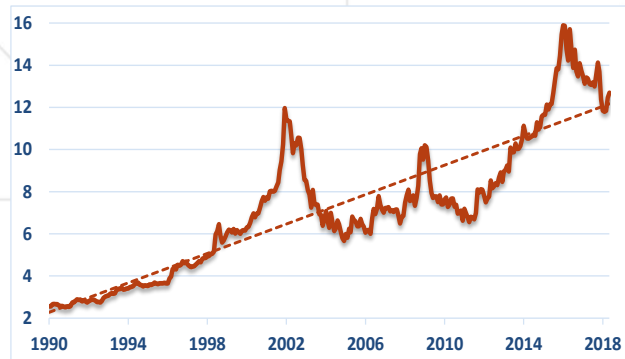
- Leonard Bernstein



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The Rand Dollar Exchange rate



Investment Manager Comment

The Fund rose 7.2% in May, which can be compared to the benchmark and comparable sector returns of 1.3% and 0.7% respectively.

Disappointing returns were registered by Swiss Life, which fell 3.6%, Bucher Industries lost 2.9%, BB Biotech 2.6% and Bossard 2.0%. Shares that led the charge higher included Noah Holdings, which rose 15.9% and TAL Education, which rose 16.6%. Shanghai Fosun Pharma rose 17.0%, Wirecard 17.4%, CSPC Pharma 21.5%, and Sunny Optical 22.7%.

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

Monthly and Annual Average Returns (%)

Investment	1 month	3 month	6 month	9 month	1 year
Maestro Global Balanced Fund	7.2	12.5	0.9	NA**	NA**
Fund benchmark	1.3	6.0	-7.0	1.1	2.2
Sector*	0.7	4.5	-7.4	-0.1	1.5

* 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	1.6	4.0	-9.1	31.7	13.0
Sector*	0.7	5.3	-8.6	26.7	9.5

* Morningstar ASISA Global Multi Asset Flexible Category

At the end of May 0.8% of the Fund was invested in bonds, 16.2% was retained in cash and the balance of 83.0% 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	8.0%
Tencent Holdings Limited	6.8%
Alphabet Inc.	5.7%
CSPC Pharma Group Ltd	5.0%
FedEx Corporation	4.8%
Adobe Systems	4.6%
Shanghai Fosun Pharma Group	4.3%
TAL Education Group	4.3%
New Oriental Education & Tech Group	4.2%
Visa Inc.	3.9%
Total	51.6%

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).

