



**INVESTMENT OBJECTIVE**

The Fund's objective is to produce above average long-term returns by investing in the South African equity market. It will simultaneously aim to assume less risk than the risk inherent in the market itself. The Fund adopts a conservative investment philosophy.

**FUND BENCHMARK (BMK)**

The Fund will measure itself against the FTSE-JSE All Share Index. It will also use an internal benchmark, the Maestro Equity Benchmark, which consists of an equal weighting of the FTSE-JSE Top40 and Findi30 indices which effectively yields an index that is roughly equally weighted between the resource, financial and industrial sectors.

**LEGAL STRUCTURE**

The Fund is a scheme in the nature of a trust known as a collective investment scheme. The portfolio manager is Maestro Investment Management (Pty) Ltd, an approved Financial Services Provider in terms of the Financial Advisory and Intermediary Services Act, operating under licence number 739. This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

**FEE STRUCTURE**

The maximum initial fee is 2.0%. The annual investment management fee is 1.75%. The annual total expense ratio (TER) for period ended 30 June 2010, in respect of class A, was 2.23%.

**Income Declaration (annually)**

10.44 cents per unit  
31 March 2010

**FUND SIZE**

R64 295 252

**MANAGEMENT COMPANY**

Prescient Management Company Ltd  
PO Box 31142, Tokai, 7945

**TRUSTEE AND AUDITOR**

Trustee: Nedbank Limited  
Auditor: KPMG Inc.

**PORTFOLIO MANAGER**

Maestro Investment Management (Pty) Ltd

**ENQUIRIES**

Maestro Investment Management  
Box 1289  
CAPE TOWN  
8000  
Fax: 021 674 3209  
Email: [equityfund@maestroinvestment.co.za](mailto:equityfund@maestroinvestment.co.za)

**MARKET OVERVIEW**

The strength seen in equity markets during September continued in most world markets into October on the back of speculation about the effects of a second round of quantitative easing or "QE2" by the US Federal Reserve. Developed Markets outperformed Emerging Markets as the MSCI World and Emerging Market rose 3.7% and 2.9% respectively. Within the developed markets, Germany was a star performer, rising 6.0% despite the strong euro, the S&P 500 rose 3.9% and UK 2.3%. Asia was mixed with the China rising 12.2% (having lagged badly this year), Russia 5.3%, Indonesia 3.8% and Hong Kong 3.3%. However, India fell 0.2% and Japan 1.8% as the Yen strengthened to a 30-year high against the dollar. The dollar was weak, falling 1.8% and 1.5% against the euro and sterling respectively. Dollar weakness continued to propel most commodity prices higher; copper rose 2.1%, platinum 2.3%, palladium 11.7%, silver 8.6% and gold 3.0%. Oil however, declined 1.1%. The rand gained 0.3% against the dollar, 1.6% against the euro and 1.8% against sterling. On the local front the All share index rose 3.6%, with the biggest gainers coming from the basic material sector, which rose 8.8%. The industrials index rose a modest 1.9% while financials were the laggards as the sector declined 2.3%. SA small caps (4.2%) outperformed their mid (2.7%) and large (3.7%) cap brethren. The All bond index rose 1.0% during October as yields continued to fall. The one month return on cash was 0.5%.

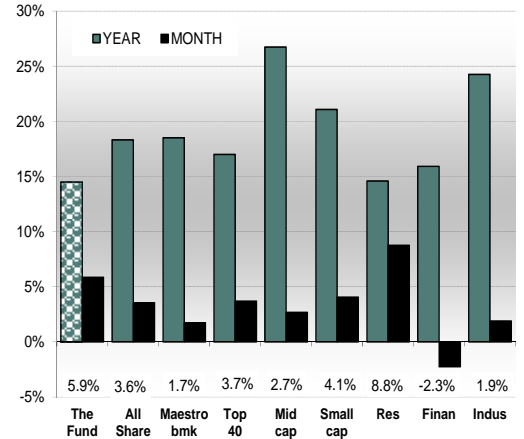
**INVESTMENT ADVISOR'S COMMENT**

**During October the NAV rose 5.9%** versus the 1.7% and 3.6% gains in the Maestro equity benchmark and the All Share Index respectively. Despite the Fund having an underweight position in the basic material sector, most of the small and mid cap holdings in the Fund rose substantially and this assisted in the relative outperformance. Amongst the small and mid cap holdings the star performers include Cashbuild, which rose 21.2%, Metmar 17.1%, Mr Price 15.8%, Blue Label Telecoms 14.3%, Altech 10.9%, B&W 8.7% and WBHO 8.3%. Amongst the large caps, Anglos rose 14.3%, Implats 10.0%, Kumba 9.7% and Billiton 9.6%.

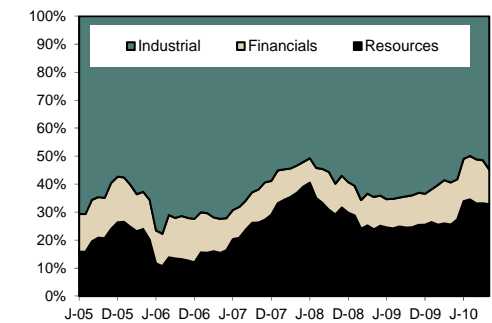
**LARGEST INDIVIDUAL HOLDINGS**

BHP Billiton plc	6.5%
Mr Price	5.4%
Capitec Bank	5.0%
Naspers	4.8%
Steinhoff	4.6%
Aspen	4.4%
Cashbuild	4.3%
Implats	4.1%
Kumba Iron Ore	3.8%
Exxaro	3.4%
<b>Total (% of Fund)</b>	<b>46.3%</b>

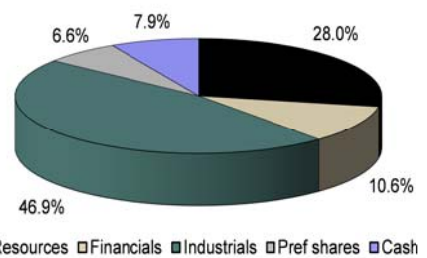
**MARKET RETURNS**



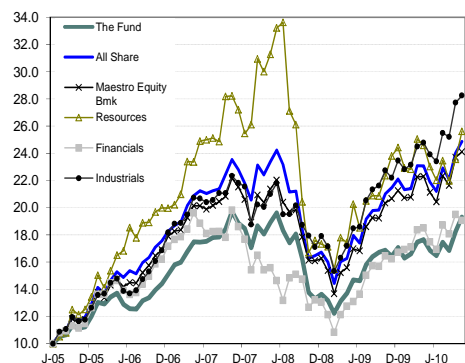
**SECTOR ALLOCATION (% OF EQUITY)**



**ASSET ALLOCATION (% OF FUND)**



**HISTORIC PERFORMANCE**





**MAESTRO**

Equity Fund

**PRESCIENT**

MANAGEMENT COMPANY

October 2010

**HISTORIC RETURNS – CLASS A**

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
2005	NAV Fund <sup>1</sup>						1000.00	1052.64	1064.69	1133.23	1112.53	1123.78	1201.08	
	All Share Maestro Equity Benchmark							5.26%	1.14%	6.44%	-1.83%	1.01%	6.88%	20.10%**
	All Share Maestro Equity Benchmark							7.20%	2.01%	9.70%	-2.42%	2.30%	8.08%	29.42%**
2006	NAV Fund <sup>1</sup>	1304.49	1292.39	1343.91	1347.50	1267.41	1234.21	1232.41	1292.71	1313.47	1369.63	1414.76	1482.83	25.57%
	All Share Maestro Equity Benchmark	8.61%	-0.93%	3.99%	2.08%*	-5.94%	-2.62%	-0.15%	4.89%	1.61%	4.28%	3.29%	4.74%	41.24%
	All Share Maestro Equity Benchmark	9.24%	-3.22%	7.11%	4.27%	-2.70%	3.39%	-1.48%	5.44%	2.36%	4.56%	2.66%	4.17%	40.47%
2007	NAV Fund <sup>1</sup>	1551.44	1569.60	1646.48	1699.85	1698.82	1703.96	1731.96	1734.23	1792.24	1928.09	1849.07	1812.33	22.51%
	All Share Maestro Equity Benchmark	4.70%	1.17%	4.90%	4.28%*	-0.06%	0.30%	1.64%	0.13%	3.35%	6.93%	-4.21%	-2.10%	19.18%
	All Share Maestro Equity Benchmark	2.22%	1.52%	6.37%	3.49%	1.74%	-0.94%	0.95%	0.67%	5.02%	4.78%	-3.17%	-4.40%	15.00%
2008	NAV Fund <sup>1</sup>	1659.39	1815.66	1756.22	1824.88	1892.31	1767.12	1680.10	1742.42	1564.90	1326.71	1282.78	1314.95	-26.23%
	All Share Maestro Equity Benchmark	-7.67%	9.41%	-3.27%	4.76%*	3.70%	-6.62%	-4.92%	3.71%	-10.2%	-15.2%	-3.31%	2.51%	-23.22%
	All Share Maestro Equity Benchmark	-5.58%	12.44%	-3.04%	4.21%	3.71%	-4.37%	-8.71%	0.30%	-13.2%	-11.7%	1.27%	1.52%	-21.06%
2009	NAV Fund <sup>1</sup>	1270.53	1179.69	1265.70	1284.41	1379.11	1373.61	1480.21	1535.59	1566.69	1580.08	1537.83	1599.72	25.28%
	All Share Maestro Equity Benchmark	-3.38%	-7.15%	7.29%	4.48%*	7.19%	-0.50%	8.06%	3.50%	2.03%	0.86%	-2.67%	4.03%	32.13%
	All Share Maestro Equity Benchmark	-4.26%	-9.85%	11.02%	1.55%	10.34%	-3.05%	10.08%	3.22%	0.22%	6.02%	2.13%	2.95%	30.65%
2010	NAV Fund <sup>1</sup>	1526.48	1553.66	1636.50	1642.35	1569.04	1533.46	1624.72	1568.55	1698.23	1797.59			13.09%***
	All Share Maestro Equity Benchmark	-4.58%	1.78%	5.33%	1.00%*	-4.46%	-2.27%	5.95%	-3.46%	8.27%	5.85%			12.54%***
	All Share Maestro Equity Benchmark	-3.50%	0.37%	7.87%	-0.06%	-5.11%	-3.18%	8.08%	-3.60%	8.75%	3.55%			13.46%***

<sup>1</sup>Fund not available to the public  
 \*Adjusted for income distribution  
 \*\* 6-month period  
 \*\*\*Year to date

Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS are traded at the ruling price and can engage scrip lending and borrowing up to 10% of the market value of the portfolio to bridge insufficient liquidity. A schedule of fees, charges and maximum commissions is available on request. Commission and incentives may be paid and if so, would be included in the overall costs. Different classes of units may apply in a portfolio and are subject to different fees and charges. A fund of funds is a portfolio that invests in portfolios of collective investment schemes, which levy their own charges, which could result in a higher fee structure for these portfolios. A Feeder Fund is a portfolio that, apart from assets in liquid form, consists solely of participatory interests in a single portfolio of a collective investment scheme. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of any underlying international investments to go up and down. CIS 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, STT, VAT, Auditor's fees, Bank Charges, Trustee and Custodian fees and the annual Management fee) from the portfolio divided by the number of participatory interests (units) in issue. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's. During the phase in period TER's do not include information gathered over a full year. Maestro is a member of the Association of Savings and Investments.