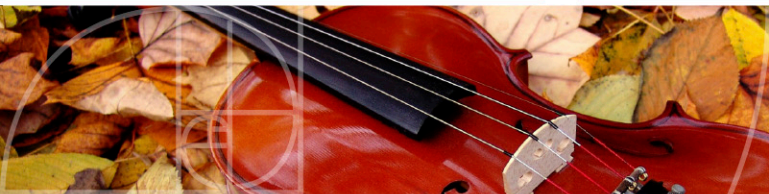


# MAESTRO GLOBAL BALANCED FUND



PRESCIENT  
LIFE

July  
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

R50 110 798 as at 31 July 2018

## NAV

Class A: R94.78

## Long term insurer

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

## Auditor

KPMG Inc.

## Investment manager

Maestro Investment Management (Pty) Limited

## Enquiries

Maestro Investment Management  
Box 1289  
Cape Town  
8000  
Email: shane@maestroinvestment.co.za  
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Orchestrating Your Wealth



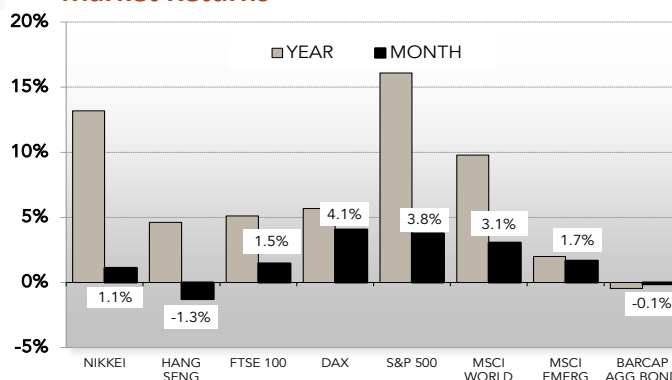
## Market Overview

July was, by all accounts, a frustrating and rather unprofitable month. Full of challenges on the local and global political front, and with an increasing amount of uncertainty, it certainly didn't feel like an environment in which one could make money. The global economy is growing well, despite the best efforts of politicians to undermine it, and it is this growth which is supporting the strength in global equity markets.

The MSCI World index rose 3.1%. China was very weak, with investors there taking fright at a prolonged and deep trade war with the US. The Hong Kong market lost 1.3%, bringing its year-to-date return to 4.5%. The Indian market rose 6.2% to a record high, having risen 10.2% so far this year. The US equity market was strong, rising 3.8%. The German market rose 4.1%, but Japan managed a gain of only 1.1%. The NASDAQ index rose 2.2%. The S&P Mid and Small cap indices rose 1.7% and 1.9% respectively.

The rand rose 4.6% against the dollar while the Turkish lira and Chinese yuan fell 6.7% and 3.0% against the greenback respectively. The oil price declined 12.0%, copper declined 5.6% although iron ore rose 4.8%. The Bloomberg Commodity index fell 2.3% and the Bloomberg Global Aggregated Bond index declined by only 0.1%.

## Market Returns



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

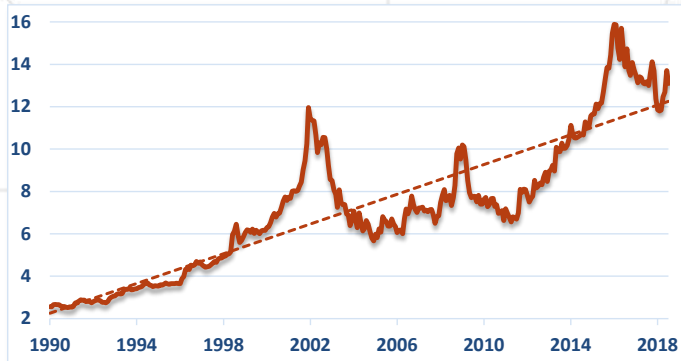
- Leonard Bernstein



**PRESCIENT**  
LIFE

July  
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**The Rand Dollar Exchange rate**



**Investment Manager Comment**

On the back of the firm rand, the Fund declined 5.5% in July, which can be compared to the benchmark and comparable sector returns of -2.7% and -2.3% respectively.

During July, Ctrip declined 13.6%, CSPC Pharma fell 13.5%, TAL Education 13.1%, Shanghai Fosun Pharma Group 13.0%, Geely Automobile 12.0%, and Sunny Optical 11.3%. On a positive note, the Indian ETF rose 6.5% as the Indian equity market reached a new high. Bossard rose 7.8%, FedEx 8.3%, Alphabet 9.1%, and Wirecard 15.4%. 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
<b>Maestro Global Balanced Fund</b>	-5.5	5.3	5.0	-5.2	NA**
Fund benchmark	-2.7	6.4	7.4	-4.2	4.9
Sector*	-2.3	5.7	6.0	-5.0	4.0

\* Morningstar ASISA Global Multi Asset Flexible Category

\*\* Inception Date 1 December 2017

Investment	Year-to-date	2017	2016	2015	2014
<b>Maestro Global Balanced Fund</b>	7.2	NA**	NA**	NA**	NA**
Fund benchmark	6.7	4.0	-9.1	31.7	13.0
Sector*	6.0	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).

At the end of June 0.9% of the Fund was invested in bonds, 15.9% was retained in cash and the balance of 83.2% 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 Holdings Limited	8.0%
Alphabet Inc.	6.8%
Tencent Holdings Limited	6.4%
Fedex Corporation	5.1%
Adobe Systems	4.8%
CSPC Pharma Group Ltd	4.4%
Visa Inc.	4.4%
SAP AG	4.1%
New Oriental Education and Tech Group	3.8%
TAL Education Group	3.4%
<b>Total</b>	<b>51.2%</b>