

# MAESTRO GLOBAL BALANCED FUND



## 27four Life

31 October 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 95 602 338 as at 31 October 2021

### NAV

Class A2: 1.2822

### 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



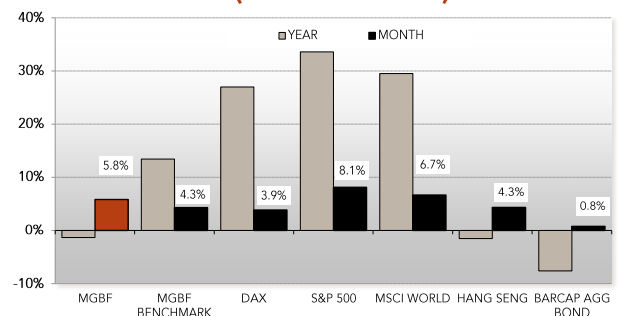
## Market Overview

As has been the case so often this year, global equity markets defied expectations, staging a strong recovery during October. A real sense of nervousness and uncertainty about the persistence of rising inflation and the integrity of the post-pandemic economic recovery had led to considerable weakness in certain market sectors in general and growth stocks in particular. Just when many investors had thought they had seen the best equity markets had to offer in 2021, global markets went on to register record levels.

The MSCI World index rose 5.6% in October, the US equity market, 7.0% and NASDAQ 7.3%. The S&P Mid and Small cap indices rose 5.8% and 3.4% respectively. Switzerland rose 4.0%, Hong Kong 3.3% and the German market, which rose 2.8%. The MSCI Emerging Market index rose only 0.9%. On the back of a strong (+6.3%) oil price, the Russian equity market was firm (+3.7%). The Brazilian equity market declined 6.7%, while the Turkish market rose 8.2% in local currency terms. The Chinese equity market fell 0.6% but the Indian market rose 0.9%.

Global bond yields continue to rise gradually, and prices fall accordingly, resulting in the Bloomberg Global Aggregate Bond index falling 0.2% - in stark contrast to the MSCI World index comparable return of 18.0%.

## Market Returns (In rand terms)



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

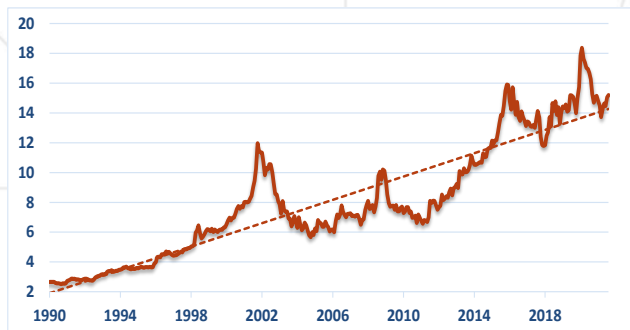
- Leonard Bernstein



**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 1.0% this month. The Maestro Global Balanced Fund rose 5.8% in October, this can be compared to the benchmark and comparable sector returns of 4.3% and 3.7% respectively.

Share price movements that detracted from the returns included Kintor Pharmaceutical which lost 25.7%, Zur Rose, which lost 13.1%, CSPC Pharma 12.8%, Mercado Libre 11.8%, and Moderna down 10.3%. On a more positive note, Alphabet rose 11.3%, the Lithium ETF rose 12.1%, Varta rose 12.2%, Adobe 13.0%, CrowdStrike 14.7%, Sinsirion 16.0%, Microsoft 17.6% and the VAT Group 18.1%.

At the end of October 10.5% of the Fund was invested in bonds, 4.9% was retained in cash and the balance of 84.7% invested in global equity markets, which included 2.7% 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	10.4%
Adobe Systems	5.7%
Alphabet Inc	5.7%
Partners Group Holdings AG	4.8%
Swiss Life Holdings	4.3%
Vat Group AG	4.2%
SAP AG	4.0%
Visa Inc	3.7%
Lonza Group	3.5%
Sika AG	3.4%
<b>Total</b>	<b>49.7%</b>

### Monthly and Annual Average Returns

Investment	1 month	6 month	1 year	2 years	3 years
<b>Maestro Global Balanced Fund</b>	<b>5.8</b>	<b>-2.5</b>	<b>-1.3</b>	<b>9.0</b>	<b>11.8</b>
Fund benchmark	4.3	9.3	12.8	12.7	12.7
Sector*	3.7	7.7	13.7	11.6	11.3

\* Morningstar ASISA Global Multi Asset Flexible Category

\*\* Inception Date 1 December 2017

Investment	YTD	2020	2019	2018	2017
<b>Maestro Global Balanced Fund</b>	<b>-0.8</b>	<b>21.5</b>	<b>26.2</b>	<b>-5.6</b>	<b>NA**</b>
Fund benchmark	12.4	17.8	14.6	8.4	4.0
Sector*	12.4	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).