

# PRESCIENT GLOBAL POSITIVE RETURN FEEDER FUND

## MINIMUM DISCLOSURE DOCUMENT

### INVESTMENT AND RETURN OBJECTIVE

The Fund is priced in Rands and aims to outperform G7 inflation in Euro terms over time while aiming to limit capital losses.

### INVESTMENT PROCESS

The Fund invests in money market instruments, capital market instruments and equities with an active asset allocation overlay. The equity component of the Fund is always protected. As the underlying Fund is priced in Euro's the exchange rate volatility between Euro's and Rands are reflected in the price. The feeder fund is invested wholly in the Prescient Global Positive Return Fund.

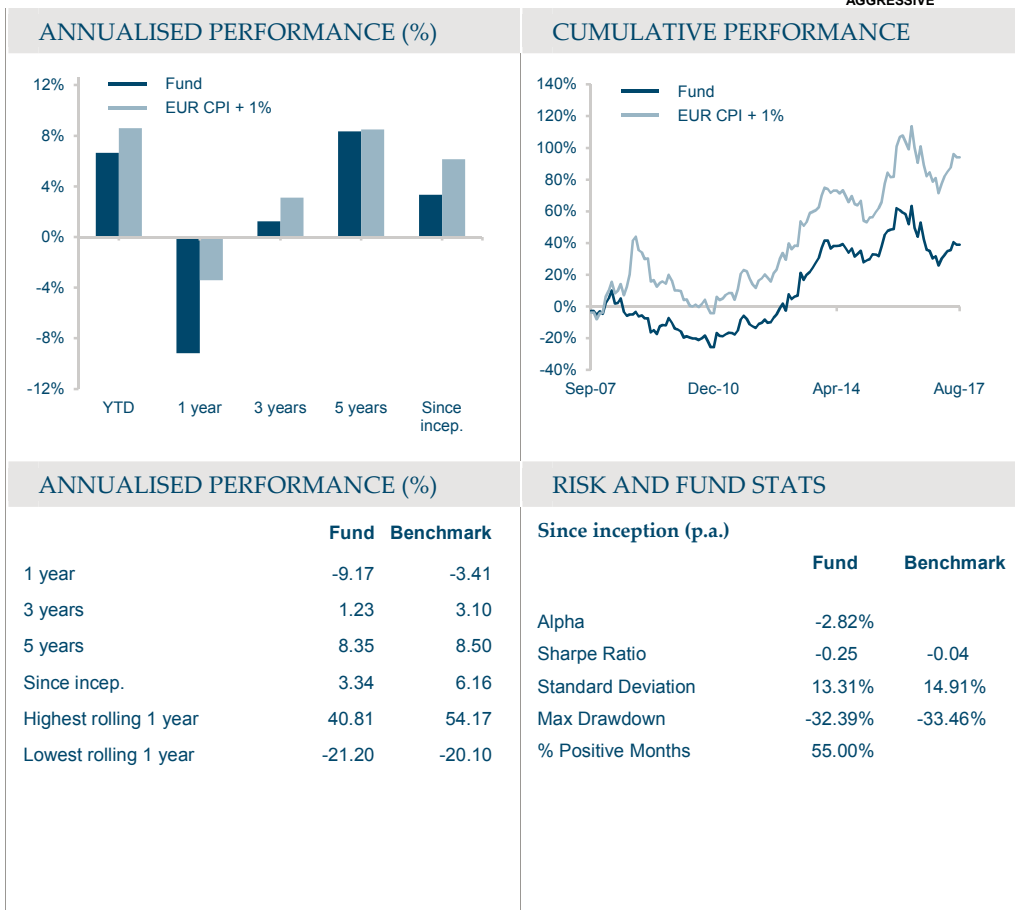
### WHO SHOULD INVEST

Investors seeking a hedge against any Rand depreciation while gaining exposure to a risk aware asset allocation offshore fund. This Fund is suitable to investors with a medium to long-term investment horizon.

### RISK INDICATOR DEFINITION

These portfolios typically exhibit more volatility and potential for capital losses due to higher exposure to equities and exposure to offshore markets where currency fluctuations may result in capital losses. These portfolios typically target returns in the region of 5% - 6% above inflation over the long term.

## RISK INDICATOR



| ANNUALISED PERFORMANCE (%) |             |                  | RISK AND FUND STATS           |             |                  |
|----------------------------|-------------|------------------|-------------------------------|-------------|------------------|
|                            | <b>Fund</b> | <b>Benchmark</b> | <b>Since inception (p.a.)</b> |             |                  |
| 1 year                     | -9.17       | -3.41            |                               | <b>Fund</b> | <b>Benchmark</b> |
| 3 years                    | 1.23        | 3.10             | Alpha                         | -2.82%      | -0.04            |
| 5 years                    | 8.35        | 8.50             | Sharpe Ratio                  | -0.25       | -0.04            |
| Since incep.               | 3.34        | 6.16             | Standard Deviation            | 13.31%      | 14.91%           |
| Highest rolling 1 year     | 40.81       | 54.17            | Max Drawdown                  | -32.39%     | -33.46%          |
| Lowest rolling 1 year      | -21.20      | -20.10           | % Positive Months             | 55.00%      |                  |

### FUND COMMENTARY

The Global Positive Return Strategy squared with the MSCI World index in August, which ended the monthly relatively flat. Owing to attractive valuations, easy monetary policy and a recovering economy, Europe remains our top choice from a regional point of view. In addition, we favour Japan as that economy has begun to benefit from extraordinary expansive monetary policy and fiscal stimuli. We remain underweight the UK as well as the US. The former still has to stomach the aftermath of Brexit while the latter is trading at stretched valuations, in an environment of monetary tightening and a business cycle that has entered its last stage. Focusing on emerging economies, we have persisted with our off-benchmark bet to China. The fund remains short duration on German and US Government bonds. Exposure is obtained synthetically through options and futures, as volatility trades at all-time lows. No active currency positions are in place.

**Contributors to performance:** Exposure to credit as well as our income positions added value. Contributions stemming from equity exposure were neutral as the market traded flat for the month. Same holds true for our equity derivative overlay.

**Detractor from performance:** Our short duration positions detracted value since interest rates moved lower across the globe. Our overweight to Europe detracted value in August as well.

PRESCIENT  
MANAGEMENT COMPANY

31 AUGUST 2017

## ABOUT THE FUND

### Fund manager:

Bastian Teichgreeber

Guy Toms

### Fund classification:

Global - Multi Asset - Medium Equity

### Benchmark:

EU Harmonised CPI + 1%

### Fund Size:

R3.2 m

### No of units:

72,794

### Unit price:

138.84

### Inception date:

05 September 2007

### Minimum Investment:

R10 000 lump-sum

R1 000 per month

### Initial Fee:

0.00%

### Annual management fee:

0.57% (incl VAT)

### Fee class:

A1

### Fee breakdown:

Management Fee 0.50%

Performance Fees 0.00%

Other Fees\* 3.63%

**Total Expense Ratio (TER) 4.13%**

**Transaction Costs (TC) 0.07%**

**Total Investment Charge (TIC) 4.20%**

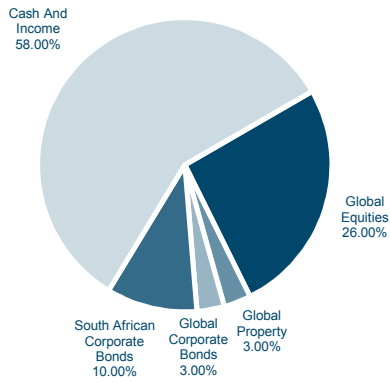
\*Other fees includes underlying fee (where applicable): Audit Fees, Custody Fees, Trustee Fees and VAT

### Income distribution:

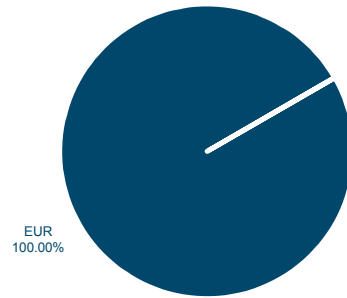
31 March 2017 - 0 cpu

# PRESCIENT GLOBAL POSITIVE RETURN FEEDER FUND

## ASSET ALLOCATION



## CURRENCY EXPOSURE



## FUND MONTHLY RETURNS

|             | JAN    | FEB    | MAR    | APR    | MAY    | JUN    | JUL    | AUG    | SEP    | OCT    | NOV    | DEC    | YTD     |
|-------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| <b>2007</b> |        |        |        |        |        |        |        |        | -2.92% | -2.40% | 2.38%  | -1.79% | -4.74%  |
| <b>2008</b> | 7.18%  | 3.15%  | 4.53%  | -7.48% | 0.33%  | 2.73%  | -8.09% | -2.52% | 0.87%  | 0.12%  | 1.64%  | -2.89% | -1.59%  |
| <b>2009</b> | 0.57%  | -1.80% | -0.12% | -9.46% | 1.54%  | -2.69% | 5.74%  | 0.88%  | -0.27% | 5.45%  | -3.41% | -3.89% | -8.09%  |
| <b>2010</b> | -0.82% | -1.36% | -4.64% | 1.07%  | -1.11% | -0.68% | 0.08%  | -1.29% | 1.24%  | 2.29%  | -4.15% | -4.88% | -13.62% |
| <b>2011</b> | 11.78% | -2.02% | -0.44% | 1.63%  | 1.16%  | -0.24% | -1.19% | 3.16%  | 8.21%  | 2.49%  | -2.18% | -3.57% | 19.27%  |
| <b>2012</b> | -1.48% | -1.10% | 2.69%  | 0.98%  | 2.20%  | -2.08% | 0.37%  | 3.21%  | 2.13%  | 4.13%  | 2.97%  | -4.44% | 9.61%   |
| <b>2013</b> | 10.73% | -2.87% | 1.52%  | 0.56%  | 13.46% | -3.75% | 2.78%  | 1.63%  | 2.11%  | 2.46%  | 2.50%  | 4.84%  | 40.81%  |
| <b>2014</b> | 3.39%  | -0.06% | -3.50% | 1.08%  | 0.12%  | 0.78%  | -1.82% | -2.17% | 2.02%  | -3.77% | 1.35%  | 1.48%  | -1.37%  |
| <b>2015</b> | -5.33% | 0.96%  | 0.57%  | 2.28%  | -0.13% | -0.69% | 4.55%  | 5.34%  | 1.74%  | 0.60%  | 0.15%  | 8.89%  | 19.87%  |
| <b>2016</b> | -0.81% | -0.96% | -0.67% | -3.99% | 7.69%  | -8.50% | -3.68% | 6.12%  | -6.86% | -4.75% | -0.39% | -3.63% | -19.63% |
| <b>2017</b> | 1.11%  | -4.41% | 3.58%  | 1.63%  | 1.85%  | 0.43%  | 3.76%  | -1.23% |        |        |        |        | 6.65%   |

# PRESCIENT GLOBAL POSITIVE RETURN FEEDER FUND

---

## DISCLAIMER

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's are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may borrow 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 from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. 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. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) 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 TERs. During the phase in period TERs do not include information gathered over a full year. Transaction Costs (TC) is the percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction cost is a necessary cost in administering the Fund and impacts Fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, investment decisions of the investment manager and the TER.

A Feeder Fund is a portfolio that invests in a single portfolio of a collective investment scheme which levies its own charges and which could result in a higher fee structure for the feeder fund.

Where a current yield has been included for Funds that derive its income primarily from interest bearing income, the yield is a weighted average yield of all underlying interest bearing instruments as at the last day of the month. This yield is subject to change as market rates and underlying investments change.

The Manager retains full legal responsibility for any third-party-named portfolio. Where foreign securities are included in a portfolio there may be potential constraints on liquidity and the repatriation of funds, macroeconomic risks, political risks, foreign exchange risks, tax risks, settlement risks; and potential limitations on the availability of market information. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by Prescient by or before 13:00 (SA), to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut-off time, Prescient shall not be obliged to transact at the net asset value price as agreed to. Money Market Funds are priced at 1pm, all other Funds are priced at either 3pm or 5pm depending on the nature of the Fund. Prices are published daily and are available on the Prescient website.

Performance has been calculated using net NAV to NAV numbers, including actual initial and all ongoing fees, with income reinvested on the reinvestment date. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request.

For any additional information such as fund prices, brochures and application forms please go to [www.prescient.co.za](http://www.prescient.co.za)

# PRESCIENT GLOBAL POSITIVE RETURN FEEDER FUND

---

## GLOSSARY

**Annualised performance:** Annualised performance show longer term performance rescaled to a 1 year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

**Highest & Lowest performance:** The highest and lowest performance for any 1 year over the period since inception have been shown.

**NAV:** The net asset value represents the assets of a Fund less its liabilities.

**Current Yield:** Annual income (interest or dividends) divided by the current price of the security.

**Alpha:** Denoted the outperformance of the fund over the benchmark.

**Sharpe Ratio:** The Sharpe ratio is used to indicate the excess return the portfolio delivers over the risk free rate per unit of risk adopted by the fund.

**Standard Deviation:** The deviation of the return stream relative to its own average.

**Max Drawdown:** The maximum peak to trough loss suffered by the Fund since inception.

**% Positive Month:** The percentage of months since inception where the Fund has delivered positive return.

## CONTACT DETAILS

### Management Company:

Prescient Management Company (RF) (Pty) Ltd., **Registration number:** 2002/022560/07 **Physical address:** Prescient House, Westlake Business Park, Otto Close, Westlake, 7945 **Postal address:** PO Box 31142, Tokai, 7966 **Telephone number:** 0800 111 899 **E-mail:** info@prescient.co.za **Website:** www.prescient.co.za

### Trustee:

Nedbank Investor Services, **Physical address:** 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709 **Telephone number:** +27 11 534 6557 **Website:** www.nedbank.co.za

The Management Company and Trustee are registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). Prescient is a member of the Association for Savings and Investments SA.

### Investment Manager:

Prescient Investment Management (Pty) Ltd, Registration number: 1998/023640/07 is an authorised Financial Services Provider (FSP 612.0) under the Financial Advisory and Intermediary Services Act (No.37 of 2002), to act in the capacity as investment manager. This information is not advice, as defined in the Financial Advisory and Intermediary Services Act (No.37 of 2002). Please be advised that there may be representatives acting under supervision. **Physical address:** Prescient House, Westlake Business Park, Otto Close, Westlake 7945 **Postal address:** PO Box 31142, Tokai 7966 **Telephone number:** +27 21 700 3600 **Website:** www.prescient.co.za

*This document is for information purposes only and does not constitute or form part of any offer to issue or sell or any solicitation of any offer to subscribe for or purchase any particular investments. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable directly or indirectly to the use of or reliance upon the information. Issue date 13 September 2017.*

---