

# PRESCIENT GLOBAL EQUITY FEEDER FUND

## MINIMUM DISCLOSURE DOCUMENT

### INVESTMENT AND RETURN OBJECTIVE

The Fund is an actively managed global equity fund that aims to outperform MSCI World Index in Rands over time.

### INVESTMENT PROCESS

The Fund is fully invested in equities and is structured to minimise the risk of underperforming the benchmark by investing in a diversity of risk premia and blending those strategies to reduce relative market risk over time. The feeder fund is invested wholly in the Prescient Global Equity Fund.

### WHO SHOULD INVEST

Investors seeking growth and protection against Rand depreciation through a benchmark aware global equity fund. This Fund is suitable to investors with a long-term investment horizon who want to invest in Rands.

### 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 (%)		CUMULATIVE PERFORMANCE	
ANNUALISED PERFORMANCE (%)		RISK AND FUND STATS	
	<b>Fund</b>	<b>Benchmark</b>	
1 year	1.90	4.02	
3 years	7.33	6.56	
Since incep.	7.22	8.48	
Highest rolling 1 year	29.46	30.12	
Lowest rolling 1 year	-4.72	-6.80	
			<b>Since inception (p.a.)</b>
			<b>Fund</b>
			Alpha -1.26%
			Sharpe Ratio 0.06
			Standard Deviation 14.37%
			Max Drawdown -13.12%
			% Positive Months 54.55%
ASSET ALLOCATION		EQUITY REGIONAL ALLOCATION	

\*Please note name change from Global Growth Feeder Fund to Global Equity Feeder Fund on 1 March 2017

PRESCIENT  
MANAGEMENT COMPANY

28 FEBRUARY 2018

## ABOUT THE FUND

### Fund manager:

Prescient Equity Team

### Fund classification:

Global - Equity General

### Benchmark:

MSCI World Index (ZAR)

### Fund Size:

R5.5 m

### No of units:

519,174

### Unit price:

204.31

### Inception date:

30 June 2014

### 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:

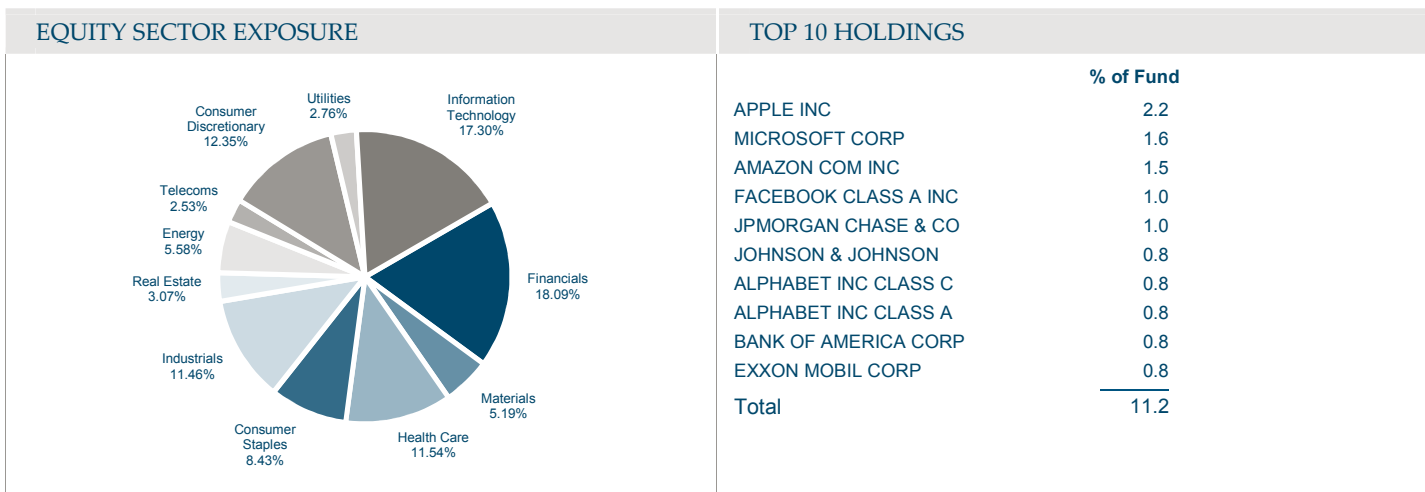
Management Fee	0.50%
Performance Fees	0.00%
Other Fees*	2.03%
<b>Total Expense Ratio (TER)</b>	<b>2.53%</b>
<b>Transaction Costs (TC)</b>	<b>0.00%</b>
<b>Total Investment Charge (TIC)</b>	<b>2.53%</b>

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

### Income distribution:

31 March 2017 - 0 cpu

# PRESCIENT GLOBAL EQUITY FEEDER FUND



FUND MONTHLY RETURNS													
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
<b>2014</b>							0.42%	-0.47%	1.46%	-2.87%	1.88%	2.25%	2.62%
<b>2015</b>	-2.12%	3.97%	2.47%	0.45%	2.31%	-3.32%	5.39%	-0.39%	-0.39%	8.09%	4.52%	5.75%	29.46%
<b>2016</b>	-4.43%	1.56%	-0.75%	-4.05%	11.29%	-8.18%	-1.29%	6.83%	-6.76%	-3.78%	5.95%	0.63%	-4.72%
<b>2017</b>	0.37%	-0.26%	3.64%	0.76%	-0.40%	-0.92%	1.94%	-2.62%	6.19%	6.80%	-2.02%	-7.83%	4.90%
<b>2018</b>	0.78%	-3.50%											-2.75%

## FUND COMMENTARY

Global markets took a breather in February, giving back most of the January gains. The source of the sell-off emanated from fears of rising inflation in the US leading to higher interest rates. As can be expected, volatility spiked as anxiety crept into the markets. At his testimony to congress, new Fed Chairman Jerome Powell's mention of soaring consumer confidence as well as the strength of the US economy contributed to selling pressure as speculation of four interest rate hikes this year rose. The MSCI Emerging Markets index ended February -4.73% in the red whilst developed markets didn't escape the pain as the MSCI World index ended -4.30% down.

On the domestic front, Cyril Ramaphosa was sworn in as South Africa's president. His maiden State of the Nations address was favourably received by markets as was the Budget speech, where the key theme unsurprisingly was fiscal consolidation. Meanwhile, markets also reacted positively to the cabinet reshuffle, when vital positions were filled with adept personnel. As such, the rand strengthened over the month to end at 11.79/USD (appreciation of 0.66%). The rand appreciated 0.47% against the dollar for the month, which reduced returns for rand-based investors.

### Contributors to performance:

Globally, the only country that contributed positively to performance was Finland (+0.02%) whilst the only sector that contributed to performance was Information Technology (+0.01%).

### Detractors from performance:

The following countries detracted the most: The United States (-2.04%), The United Kingdom (-0.44%), and Germany (-0.26%). The sectors that weighted the most on performance were: Financials (-0.65%), Consumer Staples (-0.56%) and Energy (-0.51%).

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## 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)

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## 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

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