

PRESCIENT CORE ALL SHARE EQUITY FUND (A2)

MINIMUM DISCLOSURE DOCUMENT & GENERAL INVESTOR REPORT

INVESTMENT AND RETURN OBJECTIVE

The Fund aims to deliver returns close to the FTSE/JSE Africa All Share Total Return Index at low cost. Although the Fund is structured similarly to the All Share, it can out / underperform the All Share by small amounts over time.

INVESTMENT PROCESS

The Fund follows an investment policy which firstly endeavours to follow the composition of the FTSE/JSE Africa All Share Total Return Index closely and secondly seeks enhancement opportunities to secure for investors an optimum overall return. In addition to investing in physical assets, the Fund can use derivatives to create exposure to the FTSE/JSE Africa All Share Total Return Index or subsets thereof in a low cost and efficient manner.

WHO SHOULD INVEST

Investors who are seeking long term capital growth through exposure to the South Africa equity market by investing in a fund with a low tracking error relative to the FTSE/JSE Africa All Share Total Return Index and who are cost conscious.

RISK INDICATOR DEFINITION

These portfolios typically hold meaningful equity and/or offshore exposure which may result in significant capital volatility over all periods. Due to their nature expected long term returns are higher than for the other risk categories.

RISK INDICATOR



ANNUALISED PERFORMANCE (%)			CUMULATIVE PERFORMANCE	
	Fund	Benchmark		
1 year	10.48	9.14		
3 years	10.83	10.96		
Since incep.	11.68	11.84		
Highest rolling 1 year	52.46	53.98		
Lowest rolling 1 year	-3.66	-2.86		

RISK AND FUND STATS (Since inception)			TOP 10 SHARES	
Since inception (p.a.)	Fund	Benchmark		% of Fund
Alpha	-0.16%		Naspers Ltd - N Shares	10.5
Sharpe Ratio	0.34	0.36	Firststrand Ltd	6.5
Standard Deviation	18.01%	17.41%	Standard Bank Group Ltd	4.7
Max Drawdown	-20.84%	-21.38%	Gold Fields Ltd	4.0
Dividend Yield	4.15%	4.17%	Anglo American	4.0
PE Ratio	18.93	17.37	Capitec Bank Hldgs Ltd	3.7
			Prosus	3.5
			Compagnie Financiere Richemont AG	2.8
			MTN Group	2.6
			British American Tobacco Plc	2.4
			Total	44.9

ASSET ALLOCATION		SECTOR ALLOCATION (%)			
		Fund	Benchmark	Relative	
		Basic Materials	22.1	22.2	-0.1
		Consumer Discretionary	0.1	0.2	-0.1
		Consumer Goods	7.7	7.7	0.0
		Consumer Services	11.7	11.9	-0.2
		Financials	34.1	33.9	0.2
		Health Care	2.0	2.1	-0.1
		Industrials	4.0	4.1	-0.1
		Technology	14.2	14.2	0.0
		Telecommunications	3.6	3.6	0.0
		Utilities	0.0	0.1	-0.1
		Cash	0.5	0.0	0.5

Prescient

INVESTMENT MANAGEMENT

30 JUNE 2024

ABOUT THE FUND

Fund Manager:
Prescient Equity Team

Fund Classification:
South African - Equity - General

Benchmark:
FTSE/JSE ALSI

JSE Code:
PCALA2

ISIN:
ZAE000282471

Fund Size:
R445.2 m

No of Units:
48,657,423

Unit Price (cpu):
149.90

Inception Date:
31 December 2019

Minimum Investment:
R10 000 lump-sum
R1 000 per month

Income Distribution:
31 March 2024 - 1.62 cpu

Initial Fee:
0.00%

Annual Management Fee:
0.30% (excl VAT)

(All performance figures are net of TIC)

Fee Breakdown:	
Management Fee	0.30%
Performance Fees	0.00%
Other Fees*	0.08%
Total Expense Ratio (TER)	0.38%
Transaction Costs (TC)	0.02%
Total Investment Charge (TIC)	0.40%

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

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FUND MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2020	-1.94%	-8.71%	-11.57%	13.85%	0.50%	7.63%	2.61%	-0.39%	-1.62%	-4.88%	10.58%	4.16%	7.40%
2021	5.13%	5.60%	1.23%	1.06%	1.66%	-2.60%	4.28%	-1.95%	-3.29%	5.10%	4.55%	4.83%	28.08%
2022	0.99%	2.88%	-0.12%	-3.81%	-0.35%	-8.45%	3.95%	-1.30%	-5.16%	5.39%	13.23%	-2.26%	3.36%
2023	9.84%	-2.82%	-0.94%	2.60%	-6.00%	2.63%	4.49%	-4.78%	-3.08%	-3.20%	9.45%	2.09%	9.15%
2024	-3.05%	-2.67%	2.52%	3.31%	0.87%	5.09%							5.94%

FUND COMMENTARY

June consolidated a positive period for global equity markets. As we cross over to the second half of the calendar year, the MSCI World index gained 2.03% and 2.66% for the month and quarter respectively, stretching the year-to-date return to an impressive 11.75%. This bout of performance continues to be largely driven by technology counters in the US, where softer economic data in May has seemingly revived expectations of monetary policy easing in the near term. The S&P 500 index closed the month just off its newly found all time highs to return 3.59% and 4.28% for the month and quarter respectively. European markets on the other hand fared less favourably. Despite a relatively well telegraphed move by the European Central Bank (ECB) to lower interest rates, uncertainty on the back of upcoming elections in the region dampened investor sentiment. The Eurostoxx index was down 4.03% and 4.29% respectively for the month and quarter albeit still positive 2.46% year-to-date. Asian markets were similarly sluggish. Despite posting a marginally positive return, up 0.50% for the month, Japans' Nikkei 225 index suffered a sizeable drawdown, down 7.25% for the quarter in US dollars as the Yen continues to slip. China's CSI 300 index gave back 3.64% for the month to close the quarter and year to date periods down 2.23% and 10.08% respectively. With still some ground to make up, Emerging market equities outperformed the developed markets over the month and quarter, the MSCI EM index up 3.94% and 5.29% respectively.

Locally, political developments were in the foreground as market participants grappled with the potential constitution of the new government. The markets rallied with a sigh of relief as an agreement was reached that will enable a 'market friendly' government to be formed. The financials sector led the equity market higher, closing the month up an impressive 14.51% for the month and 14.35% for the quarter. Resources were the primary underperformers, down 3.67% for the month, albeit still positive 3.16% for the quarter. The rand strengthened considerably on the back of the market favourable election outcome to close the month and quarter at 18.19 to the US dollar.

The FTSE/JSE Africa All Share Index closed the month up 5.09%. The Fund was ahead of the benchmark, up 5.12% (gross of fees) for the month.

Contributors to Performance:

The positions that contributed most to the absolute performance of the fund for the month were FirstRand Ltd (+18.31%), Capitec Bank Holdings Ltd (+23.43%), and Standard Bank Group Ltd (+17.65%).

Detractors from Performance:

The largest detractors from the month's absolute performance were Naspers Ltd – N Shares (-4.32%), Gold Fields Ltd (-6.58%) and Sibanye Stillwater Ltd (-16.48%).

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GLOSSARY

Annualised performance: Annualised performance shows 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.

CPU: Cents Per Unit to the Glossary

Alpha: Denotes 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.

Dividend Yield: The weighted average dividend yield of all the underlying equity in the Fund. The dividend yield of each company is the dividends per share divided by the price.

PE Ratio: The weighted average price earnings ratio of all the underlying equity in the Fund. The price earnings ratio of each company is the price divided by the earnings per share.

Fund Specific Risks

Default Risk: The risk that the issuers of fixed income instruments may not be able to meet interest payments nor repay the money they have borrowed. The issuers credit quality is vital. The worse the credit quality, the greater the risk of default and therefore investment loss.

Derivatives risk: The use of derivatives could increase overall risk by magnifying the effect of both gains and losses in a Fund. As such, large changes in value and potentially large financial losses could result.

Interest rate risk: The value of fixed income investments (e.g. bonds) tends to be inversely related to interest and inflation rates. Hence their value decreases when interest rates and/or inflation rises.

% Property risk: Investments in real estate securities can carry the same risks as investing directly in real estate itself. Real estate prices move in response to a variety of factors, including local, regional and national economic and political conditions, interest rates and tax considerations.

Geographic / Sector risk: For investments primarily concentrated in specific countries, geographical regions and/or industry sectors, their resulting value may decrease whilst portfolios more broadly invested might grow.

Derivative counterparty risk: A counterparty to a derivative transaction may experience a breakdown in meeting its obligations thereby leading to financial loss.

Liquidity risk: If there are insufficient buyers or sellers of particular investments, the result may lead to delays in trading and being able to make settlements, and/or large fluctuations in value. This may lead to larger financial losses than expected.

Equity investment risk: Value of equities (e.g. shares) and equity-related investments may vary according to company profits and future prospects as well as more general market factors. In the event of a company default (e.g. bankruptcy), the owners of their equity rank last in terms of any financial payment from that company.

Information Disclosure

The portfolio has adhered to its policy objective and there were no material changes to the composition of the portfolio during the quarter.

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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.

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. 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.

This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

For any additional information such as fund prices, brochures and application forms please go to www.prescient.co.za

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) 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:** Block B, Silverwood, Silverwood Lane, Steenberg Office Park, Tokai, 7945 **Postal address:** PO Box 31142, Tokai 7966 **Telephone number:** +27 21 700 3600 **Website:** www.prescient.co.za

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