

Cordatus

Balanced Prescient Fund

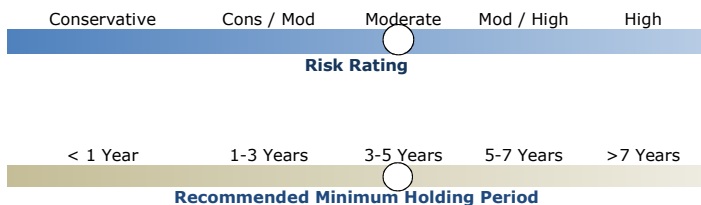


30 Sept 2018



Investor Profile

The Fund is suitable for individuals, charities, trusts and companies that seek an actively managed balanced portfolio which invests in direct equity instruments and collective investment schemes, both locally and offshore. The Fund is subject to currency risk as a result. The Fund is suitable for retirement funding purposes as a stand-alone option and complies with Reg28.



Investment Objective and Strategy

The objective of the Fund is to achieve returns in excess of the composite benchmark over the medium-term, whilst actively managing the fund capital through economic cycles. The Fund will invest in equity, cash, bond, credit, alternative and property instruments as well as 3rd party funds to achieve this objective. The Fund will be positioned according to the managers' assessment of prevailing investment prospects for each asset class and when deemed appropriate, the fund manager may invest up to 30% in offshore assets and up to a maximum of 75% of the portfolio in equities.

Portfolio Manager:	Craig McKay, B.Com(Hons), CFA
Benchmark*:	50% FTSE/JSE All Share Index [TR] + 25% BESA All Bond Index [TR] + 10% STeFi Cash 15% MSCI World Index [TR]
Base Currency:	SA Rands
Asisa Sector:	SA - Multi Asset - High Equity
Fund NAV (R'm):	107.1
Distributions:	Annually in Cents Per Unit (cpu)
Distribution History (March 2018):	A1: 2.60 cpu / A2: 2.16 cpu

Highest / lowest rolling 1 year return since inception

Class A1:	Highest	12.2%	Lowest	-0.2%
Class A2:	Highest	11.8%	Lowest	-0.6%

Rolling Monthly Returns (%) Benchmark* Fund [A2] Fund [A1]

Cumulative returns	Benchmark*	Fund [A2]	Fund [A1]
1 Year	7.0%	4.8%	5.3%
2 Years	18.2%	10.9%	11.8%
Inception	30.1%	15.2%	16.5%

Annualised returns	Benchmark*	Fund [A2]	Fund [A1]
1 Year	7.0%	4.8%	5.3%
2 Years	8.7%	5.3%	5.7%
Inception	10.4%	5.5%	5.9%

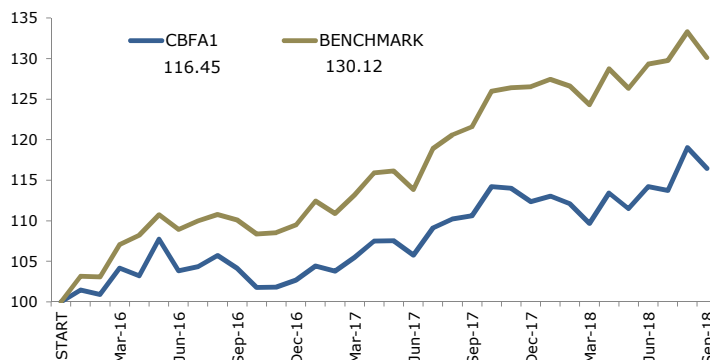
Fees & minimums

Initial & Exit Fees (incl VAT):	N/A	
Performance Fees (incl VAT)	N/A	
	Class A1	Class A2
Inv Management Fee (incl VAT)	0.75%	1.15%
Portfolio TER (incl VAT):	1.01%	1.41%
Pricing Daily at:	17:00	17:00
Unit Price (cents):	110.98	110.76
Min Lump Sum:	R 10 000 000	R 10 000
Min Debit Order:	n/a	R 500

Notes on performance charts and tables

The actual investment performance which is depicted and tabulated in this MDD is for illustrative purposes and is calculated by taking the actual initial fees and all ongoing fees into account. Income is reinvested on the reinvestment date.

Value of R100 invested at inception, income reinvested. NAV-NAV



Effective Asset & Geographic Allocation

	SA	OFFSHORE	TOTAL	BENCHMARK
Equity	44.6	19.9	64.5	65.0
Property	2.7	2.8	5.5	5.5
Bonds	10.7	1.7	12.5	25.0
Prefs	4.4	0.0	4.4	4.4
Cash	11.3	1.3	12.6	10.0
Hedged	0.7	-0.2	0.5	0.5
Other	0.0	0.0	0.0	0.0
	74.5	25.5	100.0	100.0

Top 10 Share Holdings

	%
Old Mutual Ltd	3.4
British American Tobacco Plc	3.3
Naspers Limited	3.3
Investec Plc	3.3
Sasol	2.8
AH Inbev SA/NV	2.7
GlaxoSmithKline Plc	2.5
Simon Property Group	2.3
Amazon.com Inc	2.1
Microsoft Corp	2.1

Total Listed Shares 64.5

Total Fund Cash 1.5

Total Listed Preference Shares 3.8

Prescient Income Provider Fund B1	12.2
Coronation Strategic Income Fund B4	12.9
Coronation Global Emerging Markets Flex Fund B4	2.5
Nedgroup Property Fund A1	1.7
Prescient Global Income Provider Feeder Fund B3	0.8
Total Collective Investment Schemes	30.2

About the Fund

JSE Code:	A1: CBPA1	A2: CBPA2
ISIN Code:	A1: ZAE000213856	A2: ZAE000213864
Dealing:	Daily	
Inception Date:	January 18, 2016	
Administration:	Prescient Management Company (RF) (Pty) Ltd	
Custodians:	Nedbank Investor Services	
Bankers:	Nedbank	
Auditors:	KPMG	
Regulator:	Financial Sector Conduct Authority (FSCA)	
Cordatus FSP No:	21263	
Regulation 28:	Compliant	
TFSA:	Tax Free Savings Account Compliant	





Fund charges (incl VAT)

	Class A1	Class A2
Underlying Manager Fees:	0.20	0.20
Invest Management Fees:	0.81	1.21
Total Exp Ratio (TER):	1.01	1.41
Transaction Costs (TC):	0.30	0.30
Total Inv Charge (TIC):	1.31	1.71

Data as at 30 June 2018

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 TER's. **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 costs are a necessary cost in administering the Fund and impacts Fund returns. The **Total Investment Charge (TIC)** 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.

Specific risks that may apply to the fund

Default risk: The risk that the issuers of fixed income instruments (e.g. bonds) 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. **Developing Market (excluding SA) risk:** Some of the countries invested in may have less developed legal, political, economic and/or other systems. These markets carry a higher risk of financial loss than those in countries generally regarded as being more developed. **Foreign Investment risk:** Foreign securities investments may be subject to risks pertaining to overseas jurisdictions and markets, including (but not limited to) local liquidity, macroeconomic, political, tax, settlement risks and currency fluctuations. **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. **Currency exchange risk:** Changes in the relative values of individual currencies may adversely affect the value of investments and any related income. **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.

Contact

Investment Manager:
Cordatus Capital (Pty) Ltd, Registration number: 2004/027423/07 is an authorised Financial Services Provider (FSP 21263) 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: 3 Dreyer Close, Constantia, 7806. Postal address: PO Box 593, Constantia, 7848. Telephone number: 021 794 8526 Website: www.cordatus.co.za

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 address: info@prescient.co.za Website: www.prescient.co.za

Trustee:
Nedbank Investor Services Physical address: 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Rodepoort, 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.

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 CIS 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. Where a current yield has been included for a Fund that derives 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.

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. Prices are published daily and are available on the Prescient website. This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.

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 with income reinvested. 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.

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

Glossary

Annualised performance

An annualized total return is the geometric average amount of money earned by an investment each year over a given time period. It is calculated as a geometric average to show what an investor would earn over a period of time if the annual return was compounded.

NAV

The Net Asset Value (NAV) represents the assets of the Fund less its liabilities.

Highest / Lowest 1 year return

These figures represent the highest and lowest rolling 12-month returns on each asset class of the Fund since inception.

Medium Risk Portfolios:

Generally, these portfolios hold more equity and offshore exposure than lower risk portfolios / less than higher risk portfolios and therefore tend to exhibit higher / lower variability in returns (volatility). While expected returns could be higher than lower risk portfolios, the potential loss of capital could also be higher.