

Steyn Capital Equity Prescient Fund

Minimum Disclosure Document (MDD) as required by Board Notice 92

30 September 2018

Portfolio Profile

The Steyn Capital Equity Prescient Fund is a value orientated South African general equity portfolio. The portfolio invests only in South African listed equities and follows a bottom-up stock selection approach.

Objectives & Strategy

The portfolio's primary objective is the maximisation of long term returns through significant outperformance of the FTSE/JSE Capped SWIX Index. The investment strategy is to maximize investor capital by buying securities with trading values materially lower than their intrinsic values. The portfolio has a minimum equity exposure of 95%.

Fees

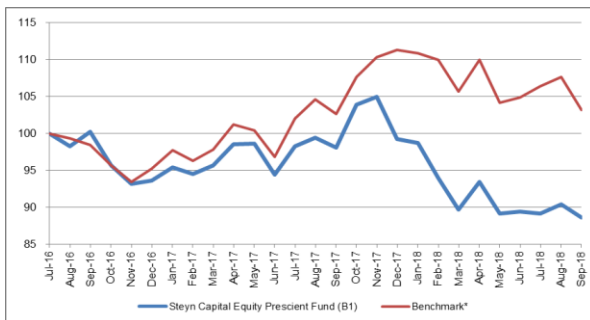
Annual Management Fee (Base Fee) ex. VAT		Initial Fee	
Class B1 (Institutional)	0.8%	0%	
Class A1 (Retail)	1.3%	0%	
Total Expense Ratio ² (incl. VAT)		Class B1	Class A1
	Base Fee	0.92%	1.49%
	Other Costs	0.02%	0.02%
	Total Expense Ratio	0.94%	1.51%
	Transaction Costs	0.55%	0.55%
	Total Investment Costs	1.49%	2.06%

Portfolio Details

Investment Manager	Steyn Capital Management (Pty) Ltd		
Portfolio Manager	André Steyn		
ASISA Classification	South African – Equity – General		
Risk-reward Profile ¹	High		
Benchmark*	FTSE/JSE Capped SWIX (J433PR)		
Launch Date	31 July 2016		
NAV Price (Portfolio Inception)	100		
NAV Price as at month end	85.28c (Class B1) 85.06c (Class A1)		
Portfolio Size	Fund: R 1 305 million Strategy: R 6 900 million		
Distributions	Annually on 31 March		
Last distribution made (31 March 2018)	1.99c per unit (Class B1) 1.44c per unit (Class A1)		
Portfolio Valuation	Daily @ 3 pm		
Transaction cut-off time	1 pm		
Minimum Investment	Class B1 (Institutional)	Class A1 (Retail)	
	Initial Lump Sum	R10 million	R20 000
	Monthly Debit Order	n/a	R1 000

Portfolio Performance Report (Class B1)

Investment growth of R100 since inception of the portfolio



The investment performance shown is for illustrative purposes only. Investment performance is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown. Income is reinvested on the reinvestment date.

Performance Analysis[#]

	Fund	Benchmark*	Alpha
1 month	-1.95%	-4.21%	2.26%
3 months	-0.89%	-1.62%	0.73%
6 months	-1.18%	-2.38%	1.20%
Year to Date	-10.70%	-7.34%	-3.36%
1 Year	-9.66%	0.48%	-10.14%
Since Inception	-5.41%	1.45%	-6.86%

Highest and Lowest Rolling 1-year Return (Since inception)

Highest	12.65%	18.07%	-5.42%
Lowest	-9.66%	0.48%	-10.14%

[#] Returns for periods greater than one year are annualised⁴.

* The benchmark was changed from the FTSE/JSE SWIX Index to the FTSE/JSE Capped SWIX Index effective 24 February 2017. As a result, the numbers reflected were determined using the FTSE/JSE SWIX Index as a benchmark for the period since inception to January 2017 and the FTSE/JSE Capped SWIX Index as a benchmark for February 2017.

Historical Performance (Net of Fees)% - Class B1

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016	-	-	-	-	-	-	-	-1.74	2.03	-4.52	-2.66	0.54	-6.32
2017	1.87	-0.92	1.17	3.05	0.10	-4.30	4.05	1.17	-1.29	5.94	0.97	-5.42	5.97
2018	-0.55	-4.77	-4.59	4.19	-4.56	0.27	-0.29	1.38	-1.95				-10.70

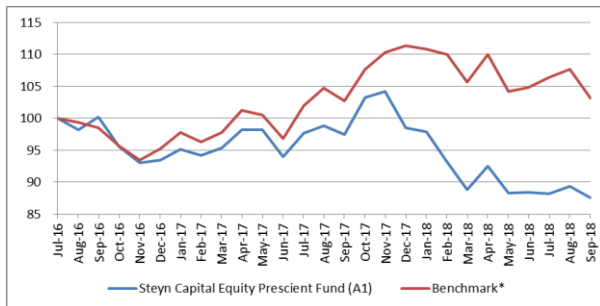
Steyn Capital Equity Prescient Fund

Minimum Disclosure Document (MDD) as required by Board Notice 92

30 September 2018

Portfolio Performance Report (Class A1)

Investment growth of R100 since inception of the portfolio



The investment performance shown is for illustrative purposes only. Investment performance is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown. Income is reinvested on the reinvestment date.

Performance Analysis*

	Fund	Benchmark*	Alpha
1 month	-1.99%	-4.21%	2.22%
3 months	-1.03%	-1.62%	0.59%
6 months	-1.47%	-2.38%	0.91%
Year to Date	-11.11%	-7.34%	-3.77%
1 Year	-10.21%	0.48%	-10.69%
Since Inception	-5.96%	1.45%	-7.41%

Highest and Lowest Rolling 1-year Return (Since Launch)

Highest	12.05%	18.07%	-6.02%
Lowest	-10.21%	0.48%	-10.69%

Historical Performance (Net of Fees)% - Class A1

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016	-	-	-	-	-	-	-	-1.79	1.99	-4.57	-2.71	0.48	-6.56
2017	1.83	-0.96	1.14	3.00	0.05	-4.35	3.99	1.13	-1.33	5.91	0.92	-5.49	5.39
2018	-0.60	-4.82	-4.64	4.14	-4.61	0.22	-0.34	1.32	-1.99				-11.11

Sector Asset Allocation

Sector	% NAV	Allocation
Financials	41.2%	<div style="width: 41.2%;"></div>
Resources	16.0%	<div style="width: 16.0%;"></div>
Industrials	40.5%	<div style="width: 40.5%;"></div>
Total SA Equity	97.7%	<div style="width: 97.7%;"></div>
Cash	2.3%	<div style="width: 2.3%;"></div>
Total NAV	100%	<div style="width: 100%;"></div>

Commentary by Investment Manager

Our portfolio (Class B1) declined 1.95% net for the month of September 2018, versus the JSE Capped SWIX Total Return Index which declined 4.21% for the month.

The portfolio benefitted in the month from our holdings in a Platinum producer, which traded up strongly alongside a higher platinum price, as well as a Base Metals producer, which reported earnings ahead of consensus expectations during the month. The portfolio also benefitted from a Life Insurer holding, which paid a special dividend after releasing earnings largely in line with expectations last month. This was only partly offset by a Retail holding which traded down alongside the retail sector following negative GDP data released in the month, and a Global Media holding which traded down alongside the share price of a major underlying investment.

At month end, we held 97.7% of our capital in 34 positions.

Steyn Capital Equity Prescient Fund

30 September 2018

Minimum Disclosure Document (MDD) as required by Board Notice 92

Information and Mandatory Disclosures

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 Prescient Management Company (RF) (Pty) Ltd ("the manager³⁾). 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. Prices are published daily on the manager's website and in local media. Additional information, including Key Investor Information Documents, Minimum Disclosure Documents, as well as other information relating to the portfolio is available, free of charge, on request from the manager.

Portfolio performance is calculated on a NAV to NAV basis 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.

Portfolio specific risks include the following:

Equity investment risk: the 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.

Geographic / sector risk: investments may be primarily concentrated in specific countries, geographical regions and/or industry sectors. This may mean that the resulting value may decrease whilst portfolios more broadly invested might grow.

Footnotes

¹High risk portfolios generally hold more equity exposure than any other risk profiled portfolios and therefore tend to carry higher volatility. Expected potential long term returns could be higher than other risk profiles, in turn potential losses of capital could be higher.

²The portfolio'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. During the phase in period TER's do not include information gathered over a full year. Transaction Costs (TC) is the percentage of the value of the portfolio incurred as costs relating to the buying and selling of the portfolio's underlying assets. Transaction costs are a necessary cost in administering the portfolio and impacts portfolio 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 portfolio, investment decisions of the investment manager and the TER. TER and TC ratios are calculated on a quarterly basis and the ratios included in this document represent those as at 30 June 2018.

³The manager (Prescient Management Company (RF) (Pty) Ltd) retains full legal responsibility for any third-party-named portfolio.

⁴Annualised performance shows longer term performance rescaled to a one year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request.

Contact Details

Management Company

Prescient Management Company (RF) (Pty) Ltd
Registered and approved by the Financial Sector Conduct Authority under the Collective Investment Schemes Control Act 45 of 2002
Prescient House, Westlake Business Park, Otto Close, Westlake, 7945; PO Box 31142, Tokai, 7966
Tel: +27 21 700 3600 Fax: +27 21 700 5495
Email: info@prescient.co.za
Website: www.prescient.co.za

Investment Manager

Steyn Capital Management (Pty) Ltd
Authorised under the Financial Advisory and Intermediary Services Act 37 of 2002 to render investment management services, FSP No. 37550
Unit 13-14, Block 3, Oude Westhof Village Square, 5 Van Riebeeckshof Road, Bellville, South Africa
Tel: +27 21 913 2846 Fax: +27 86 520 5935
Email: info@steyncapitalmanagement.com

Trustee

Nedbank Investor Services
Tel: +27 11 534 6557

Disclaimer

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.