



**FUND OBJECTIVE & STRATEGY**

The ClucasGray Equilibrium Prescient Fund is a Regulation 28 compliant, multi-asset high equity fund. The fund aims to provide long term capital growth ahead of its peer group by delivering both income and capital growth in excess of inflation over time. The fund aims to achieve these objectives through an active approach to asset allocation, and via superior stock selection. Fundamental analysis, a valuation discipline and a belief that inefficient markets create opportunities in mispriced assets underpin both our asset allocation and stock selection process.

**FUND INFORMATION**

<b>Portfolio Managers:</b>	Andrew Vintcent & Grant Morris
<b>Inception Date:</b>	16 January 2015
<b>Fund Size:</b>	297.4
<b>Unit Price:</b>	116.87
<b>ASISA Category:</b>	South African Multi-Asset High Equity
<b>Benchmark:</b>	Market value-weighted average return of ASISA category
<b>Min lump Sum:</b>	20,000
<b>Min monthly investment:</b>	1,000
<b>Issue Date:</b>	07 December 2017

**WHO SHOULD INVEST**

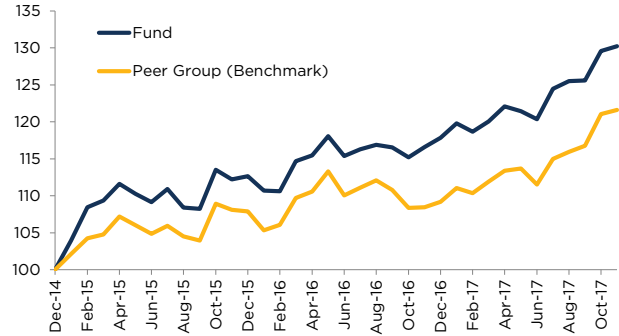
The fund is an ideal wealth creation vehicle for investors with a medium to long-term investment horizon.

**RISK INDICATOR**

These funds typically exhibit more volatility given their higher exposure to equities and offshore markets where currency fluctuations may result in capital losses. Expected potential long term returns could be higher than other risk profiles, in turn potential losses of capital could be higher.



**CUMULATIVE PERFORMANCE SINCE INCEPTION**



**NET PERFORMANCE**

Period	Fund	Peer Group (Benchmark)
1 month	0.5%	0.5%
3 months	3.7%	4.9%
6 months	7.2%	7.0%
12 months	11.7%	12.1%
2 years, annualised	7.7%	6.1%
Annualised since inception	9.6%	7.1%
Highest rolling 1-year return*	12.7%	12.1%
Lowest rolling 1-year return*	1.5%	-0.5%
Percentage positive months	62.9%	65.7%

\*Since inception

**MONTHLY COMMENTARY**

As articulated in the last few quarterly commentaries, we believe South African investors have been presented with numerous opportunities, principally due to concerns around further potential ratings agency downgrades and uncertainty in the lead up to the ANC elective conference. During the month, we reduced our positions in Naspers and certain commodity companies, following very strong performances. We further increased exposure to select financials, retailers and food producers - it is the latter two sectors where we are seeing good opportunities. The combination of Foschini and Massmart would feature prominently in the Top 10 of the portfolio, as would the combination of RCL, Zeder and Clover. During the latter part of November, we felt that South African bonds were more than discounting any adverse developments surrounding the rating agency reviews. We took the opportunity to increase the duration of our fixed income portfolio, both through longer dated Government Bonds and by extending the term profile of the fund NCD holdings. In a similar vein, we continue to hold relatively lower weightings in offshore assets, given our view of the opportunity set for patient investors domestically. Our approach to fact sheet commentaries has been to write a detailed quarterly, articulating our views and fund positioning. Please find the most recent Quarterly as at September 2017 on [www.cgam.co.za](http://www.cgam.co.za).

**FEE STRUCTURE**

TER	Class C**
Annual Management Fee (excl. VAT)	1.20%
Other Cost	0.14%
VAT	0.19%
Total Expense Ratio (incl. VAT)	1.53%
Transaction Costs (incl. VAT)	0.22%
Total Investment Charge (incl. VAT)	1.75%

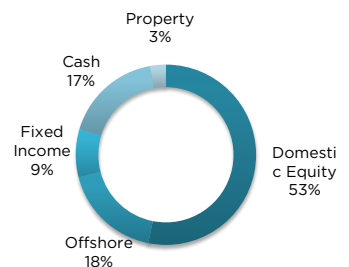
\*\* Performance figures are calculated net of the highest fee class

**TOP 10 EQUITY HOLDINGS**

iShares MSCI World	5.4%	Reunert	2.7%
Naspers	3.3%	Billiton	2.5%
Barclays Africa	3.3%	MTN	2.3%
Standard Bank	2.9%	Zeder	2.1%
Sasol	2.8%	Old Mutual	2.0%

**FUND ASSET ALLOCATIONS**

Asset Class	%
Domestic Equity	53.1%
Foreign Equity	14.0%
SA Cash	17.6%



**DISTRIBUTIONS**

Distribution Frequency	Annually
Distribution Date	01 April
Last Distribution	3.98c



## 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 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 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. 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. 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 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.

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

## GLOSSARY SUMMARY

### 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 Returns:

The highest and lowest returns 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.

### % Positive Months:

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 address: [info@prescient.co.za](mailto:info@prescient.co.za) Website: [www.prescient.co.za](http://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](http://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:

ClucasGray (Pty) Ltd, Registration number: 2005/012445/07 is an authorised Financial Services Provider FSP21117 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: Dunkeld Place, 12 North Road, Dunkeld West, 2196 Postal address: PO Box 413037, Craighall, 2024 Telephone number: +27 11 771 1960 Website: [www.cgam.co.za](http://www.cgam.co.za)

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### Management and administration:

Prescient Management Company (RF) (Pty) Ltd. This portfolio operates as a white label fund under the Prescient Unit Trust Scheme, which is governed by the Collective Investment Schemes Control Act.