

**FUND OBJECTIVE & STRATEGY**

The Future Titans Prescient Fund has a flexible mandate to invest in a range of asset classes but will typically have high exposure to companies outside of the Top 40 Index. The fund is permitted to invest 25% offshore plus an additional 5% in Africa. The primary objective of the fund is to achieve real long-term capital growth ahead of CPI + 6%. The fund looks to acquire fast growing, mispriced, mid-and small-cap shares, "Future Titans", on the back of high conviction

**FUND INFORMATION**

<b>Portfolio Managers:</b>	Brendon Hubbard
<b>Inception Date:</b>	01 September 2009
<b>Fund Size:</b>	268.0
<b>Unit Price:</b>	246.74
<b>ASISA Category:</b>	South African - Multi Asset - Flexible
<b>Benchmark:</b>	CPI Upper Limit
<b>Min lump Sum:</b>	20,000
<b>Min monthly investment:</b>	1,000
<b>Issue Date:</b>	13 October 2017

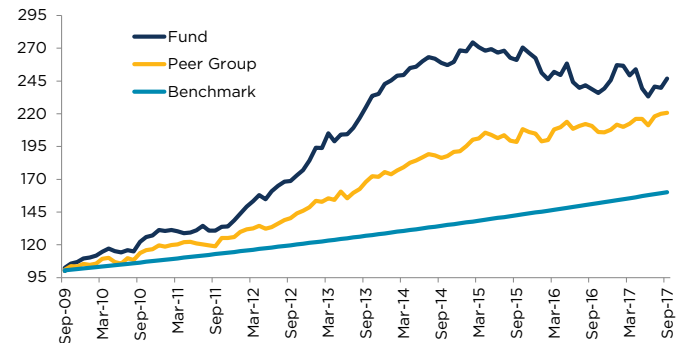
**WHO SHOULD INVEST**

The fund is a high risk, high return fund and should be invested in as a complementary investment to any long-term blue-chip portfolio.

**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.

LOW	LOW - MED	MED	MED - HIGH	HIGH
-----	-----------	-----	------------	------

**CUMULATIVE PERFORMANCE SINCE INCEPTION**

**NET PERFORMANCE**

Period	Fund	Benchmark	Peer Group
1 month	2.9%	0.5%	0.4%
6 months	-1.0%	3.0%	3.9%
12 months	3.3%	6.0%	4.7%
3 years, annualised	-1.6%	6.0%	5.8%
5 years, annualised	7.9%	6.0%	9.5%
Year to Date	0.5%	4.5%	6.2%
Percentage positive months	66.0%	100.0%	66.0%
Annualised since inception	11.8%	6.1%	10.3%
Highest rolling 1-year return*	35.0%	6.0%	21.3%
Lowest rolling 1-year return*	-12.8%	6.0%	-1.1%

\*Since inception

**MONTHLY COMMENTARY**

Future Titans was up 2.94% for the month versus the flexible index of 0.36%.

Dawn was one of the largest movers for the month as it announced the sale of the GDW (Cobra taps and Vaal Sanitary ware) to Lixil of Japan for R224m. This sale alone accounts for 54% of Dawns market cap in cash. In addition, Dawn announced the sale of a pipe business in Angola for R11m, Boutique Baths for R3m and Swan Plastics for R35m. This leaves Dawn with the original building, plumbing and hardware supply distribution business and the pipe manufacturing and associated fittings business. The new management team intend increasing the imported product range to 50% of sales which pushes more volume down the fixed cost distribution network. In a more upbeat investor day hosted during the month, management announced a move to improve distribution margins to 5% and manufacturing margins to 12%. Masterdrilling released solid interim results, with turnover up 12% and EPS up 4.8% in Dollars. Unfortunately the strong Rand detracted from the positive earnings result. Importantly, Masterdrilling is developing two new machines to allow for automated mining that reduces the use of people and explosives. The first machine is a vertical blind borer that drills a shaft down into the earth and will be the first of its type globally. The second is a "Gripper" machine that bores a horizontal hole following the ore bearing seam. Echo Polska properties "EPP" announced they will be disposing of their office portfolio in Poland and focusing on retail shopping centers. EPP has a high dividend yield

**FEE STRUCTURE**

TER	Class A1
Annual Management Fee (excl. VAT)	1.30%
Other Cost	0.09%
VAT	0.20%
Total Expense Ratio (incl. VAT)	1.59%
Transaction Costs (incl. VAT)	0.17%
Total Investment Charge (incl. VAT)	1.76%

**DISTRIBUTIONS**

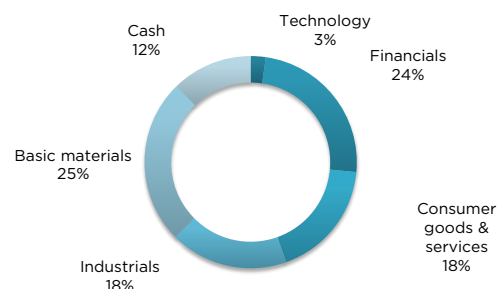
Distribution Frequency	Annually
Distribution Date	01 April
Last Distribution	4.50

**TOP 5 EQUITY HOLDINGS**

Hulamin	8.9%
Wescoal	5.3%
Glencore	5.1%
Wentworth	4.8%
Metair	4.7%

**FUND ASSET ALLOCATIONS**

Asset Class	%
Domestic Equity	76.9%
Foreign Equity	10.8%
Cash and near cash	12.3%





## 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.clucasgray.co.za](http://www.clucasgray.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.clucasgray.co.za](http://www.clucasgray.co.za)

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.

### Performance Fee:

Performance Fee: The Fund charges a base and performance fee. Performance fees are payable on outperformance of the benchmark using a participation rate of 10%. A permanent high watermark is applied, which ensure that performance fees will only be charged on new performance. There is a cap up to a maximum of 2.5%.

### 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.