ClucasGray Equilibrium Prescient Fund

MINIMUM DISCLOSURE DOCUMENT 31 JANUARY 2022

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

Portfolio Managers:	Andrew Vintcent & Grant Morris
Inception Date:	16 January 2015
Fund Size:	R1111 million
Unit Price:	139.68 cents
ASISA Category:	South African Multi-Asset High Equity
Benchmark:	Market value-weighted average return of ASISA category
Min Lump Sum:	R20 000
Min Monthly Investment:	R1 000
Issue Date:	02 February 2022
ISIN:	ZAE000243838

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.

LOW	LOW - MED	MED	MED - HIGH	HIGH

NET PERFORMANCE (ANNUALISED) AT 31 JANUARY 2022

	3-Months	6-Months	1-Year
Fund*	5.7%	12.2%	26.4%
Class C**	5.6%	11.9%	25.6%
Class B2***	5.7%	12.2%	26.3%
Peer Group	2.8%	6.0%	15.3%

	3-Year	5-Year	Since Inception
Fund*	11.2%	9.4%	9.4%
Class C**	10.6%	8.8%	8.8%
Class B2***	11.1%	n/a	9.3%
Peer Group	10.2%	7.0%	6.5%

CALENDAR YEAR PERFORMANCE

	Fund	Class C	Class B2***	Peer Group
2015*	12.5%	11.9%	0.0%	7.9%
2016	5.1%	4.6%	0.0%	1.2%
2017	11.9%	11.3%	7.8%	9.1%
2018	1.4%	0.8%	1.3%	-3.8%
2019	8.8%	8.2%	8.7%	9.7%
2020	-0.3%	-0.9%	-0.5%	4.9%
2021	28.4%	27.7%	28.4%	20.0%
2022**	0.8%	0.7%	0.8%	-1.4%

* Since inception 16 January 2015

** Year to date

*** Class B2 Inception 31 May 2017

ROLLING 12 MONTH RETURN

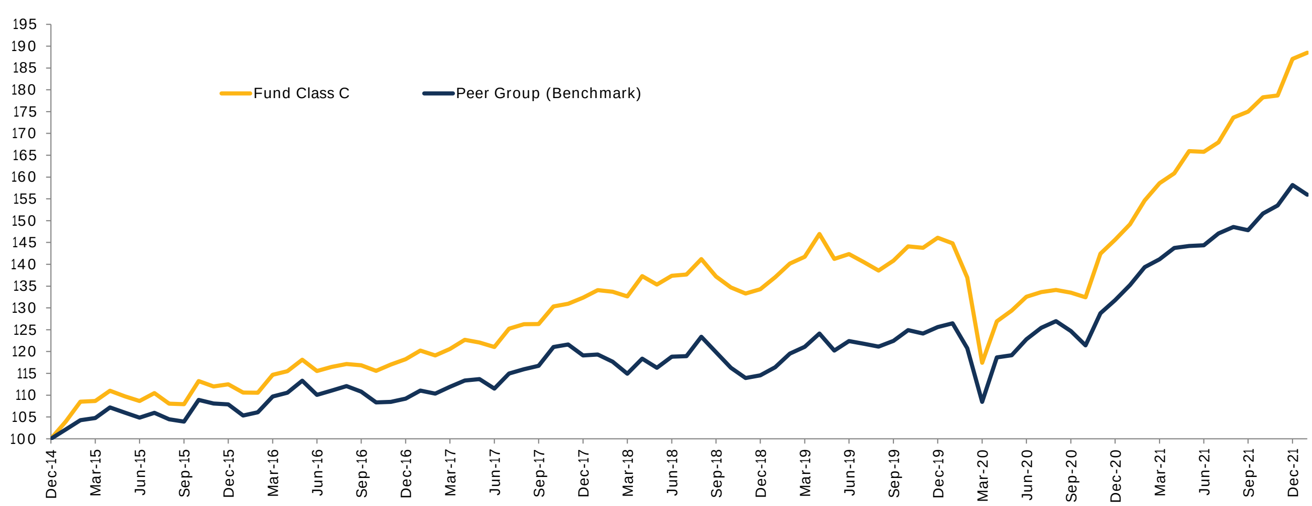
	Highest	Average	Lowest
Fund Class C	34.2%	7.5%	-17.6%

* Fund performance is the net weighted average fee return for the fund

** Highest Fee Class

*** Class B2 Inception 31 May 2017

CUMULATIVE VALUE OF R100 INVESTED AT INCEPTION VS BENCHMARK (ILLUSTRATIVE PERFORMANCE)



Source: Prescient Fund Services

The illustrative investment performance is shown for illustrative purposes only and 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.

CLUCASGRAY

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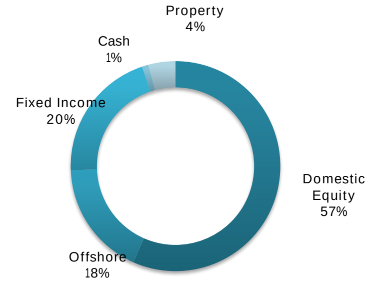
TOP 15 SA EQUITY HOLDINGS

ABSA	Reunert
British American Tobacco	AECI
Standard Bank	Adcock Ingram
MTN	Life Heatlhcare
Old Mutual	EPE Capital Partners
Long4Life	Prosus
Anglo American	Metrofile
Sasol	

The Top 15 holdings make up 37% of the total fund.

FUND ASSET ALLOCATIONS

Asset Class	%
Domestic Equity	56.6%
Foreign Equity	15.5%
SA Cash	1.0%



DISTRIBUTIONS

Distribution Frequency	Annually
Distribution Date	01 April
Last Distribution	4.30 cents per unit

FEE STRUCTURE

TER	Class C	Class B2
Annual Management Fee (excl. VAT)	1.20%	0.75%
Other Cost	0.15%	0.15%
VAT	0.20%	0.13%
Total Expense Ratio (incl. VAT)	1.52%	1.01%
Transaction Costs (incl. VAT)	0.19%	0.19%
Total Investment Charge (incl. VAT)	1.71%	1.20%

QUARTERLY COMMENTARY - DECEMBER 2021

The final quarter of the year was a good one for investors in the ClucasGray Equilibrium Prescient Fund, with the Fund gaining nearly 7% in the quarter. 2021 saw the fund gaining over 28% - a pleasing outcome which compares favorably to the peer group returns of 20%. As depicted on the fact sheet, the Fund has a proud track record of delivering industry leading real returns over all periods since its inception nearly 7 years ago in January 2015 – these outcome align well with the funds policy objectives. The Fund's compound annual return since inception of 9.8% per annum is well ahead of both the peer group and inflation over the same period.

The Fund benefitted from some standout company returns in the year, most notably Motus, Distell, MTN, RB Plats and Long4Life, all of which increased by over 70% in the year. Aside from these, the fund had a large core of holdings, including Absa, Anglos, Massmart, Sabvest, Reunert, AECI, Old Mutual to name a few, which gained more than 25% in the year.

During the quarter, the Fund has been managed in accordance with its policy objectives. There have been no material changes to the asset allocation of the Fund, as evidenced by the below table, although there have been meaningful changes within the underlying asset classes, as we attempt to explain below.

Fund Asset Allocation	Q4 2021	Q3 2021
SA Equity	55%	55%
Offshore	19%	20%
Fixed Income	21%	20%
Property	4%	2%
Cash	1%	3%

We believe the gyrations in the relative performance of many companies over the last year, coupled with our strategy to be active managers and construct relatively concentrated portfolios of higher conviction holdings, has resulted in us making a number of changes in the quarter. During the quarter we exited our holdings in 5 companies, namely Distell, Motus, Billiton, Pepkor and RB Plats. Both Distell and RB Plats were as a result of corporate action, where their share price had rallied hard – this is a theme that also played out in Long4Life during the quarter, which was the subject of a buyout offer from a private equity group. We took some profits in Long4Life but do still continue to have a holding in it.

We added 3 new positions in the quarter, being Anheuser, Spar and Impala – Impala being the result of a share swap for our RB Plats holding in the corporate action referred to earlier. In our desire to express conviction in our holdings, we increased our weightings in numerous companies, using the proceeds of the above mentioned sales. These include Absa, Old Mutual, Standard Bank, British American Tobacco, Truworths, Anglos, Glencore, African Rainbow Minerals, Life Healthcare and Reunert. In each of these cases, we believe the relative prospective returns are more attractive than the companies we exited.

We reduced our exposure to global equity, given our growing concerns around the valuation risks building. Our global equity weighting is now as low as we can recall in the nearly 7 year history of the ClucasGray Equilibrium Prescient Fund. We believe the relative opportunity set in both South African Equities and Fixed Income is compelling, and a better use of our risk budget in the fund. We are guided by our objective of delivering real Rand returns to our investors – we believe the current construction of the portfolio positions us well to continue to deliver on these objectives.

The Fund increased its exposure to listed property during the quarter. The issues facing the sector in a post Covid world are well documented, but we have identified a number of opportunities that we believe have the potential to deliver attractive returns to investors. It is a sector the fund has had very little exposure to over the years, but a combination of strong balance sheets, elevated dividend yields, and steady if unspectacular growth, has resulted in us increasing our weightings selectively.

We find the current investment climate in South Africa particularly intriguing, as many good companies remain materially undervalued. Public companies have to contend with an ever increasing raft of regulations and costs to remain listed; management teams, ultimately only accountable for the operational and financial performance of their companies, find themselves spending time dealing with queries on why their share price continues to languish, and what they plan to do about it; institutional shareholders find themselves having to defend positions and performance to clients; frustrations develop, yet thankfully there are solutions. In our view, many management teams have levers to pull to unlock significant value for themselves and their shareholders – failing that, and unless share prices start to better reflect our estimate of the fair value of many local companies, we would expect the recent trend of an increase in corporate activity to continue.

Notwithstanding a very strong performance in 2021, we believe numerous locally listed companies offer very attractive prospective returns to patient investors. We have positioned the fund to benefit from these opportunities. Coupled with a healthy exposure to high yielding Rand denominated fixed income instruments, we believe the portfolio is well positioned to continue delivering on our investment objective – industry leading real returns to our fellow investors.

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. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. A list of fund specific risks is provided below. 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 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.

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.

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.

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.

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 it vital. The worse the credit quality, the greater the risk of default and therefore investment loss.

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.

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

Net Performance
Unit trust performance is net (after) management fees have been deducted.

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 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:
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 (N0.37 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

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