

**FUND OBJECTIVE & STRATEGY**

The ClucasGray Global Flexible Prescient Fund aims to provide medium to long-term capital and income growth over time by investing in a flexible portfolio of global asset classes and currencies. The Fund will invest in a diversified mix of global assets, including equities, bonds, property, preference shares, debentures, fixed interest securities and money market instruments. The Fund will employ asset and geographical allocations to reflect changing economic and market conditions to maximise returns over the long term.

**FUND INFORMATION**

Portfolio Managers:	Guy MacRobert & JP Maritz *
Inception Date:	31 January 2020
Fund Size (ZAR millions):	182.70
Unit Price:	115.83
ASISA Category:	Global Multi-Asset Flexible
Benchmark:	Market value-weighted average return of Global Multi Asset High Equity (50%) and Low Equity (50%)
Min lump Sum:	R10 000
Min monthly investment:	R1 000
Issue Date:	07 March 2022
	* Under Supervision

**CUMULATIVE VALUE OF R100 INVESTED AT INCEPTION VS PEER GROUP (ILLUSTRATIVE PERFORMANCE)**



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.

**ROLLING 12 MONTH RETURN\*\***

	Highest	Average	Lowest
Fund Class B1	20.0%	4.0%	-7.9%

\* Fund performance is the net weighted average fee return for the fund  
 \*\* Highest Fee Class

**PERFORMANCE (NET OF FEES) AT 28 FEBRUARY 2022**

	1 month	6 months	YTD	1 year	2 years	Since Inception (Ann)
Fund*	-3.0%	0.6%	-7.9%	7.2%	6.6%	7.3%
Class B1	-3.0%	0.6%	-7.9%	7.2%	6.6%	7.3%
Benchmark	-1.6%	0.6%	-8.3%	2.4%	5.0%	5.6%

**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.



**MONTHLY COMMENTARY**

Markets were under pressure from the start of the month, initially as result of concerns around how aggressive central banks will be in its monetary tightening cycle, with many expecting a 50 basis-point (bps) increase from the Federal Reserve in March. But toward the latter stages of the month, focus shifted toward the increasing risk of Russia invading the Ukraine, which eventually became a reality on the 24th of February. Markets never perform well in uncertain times and in this case the uncertainty is as high as ever. Both developed markets (-2.5%) and emerging markets (-3.0%) came under pressure during the month as there was a flight to safe-haven assets. The only area of the market that performed well was the Global commodity index, increasing by 6.2% amid supply fears, as Russia is a major player in the oil, gas, wheat and palladium market. As expected, value stocks (-1.6%) outperformed growth stocks (-3.5%) during the month.

Any concerns around the strength of the USA consumer faded as retail sales for January came in better than expected, rising 3.8% year-on-year (YoY) with both manufacturing and services PMI numbers also rising. But inflation remains the biggest concern, with the January reading continuing to rise to 7.5% YoY, much higher than anticipated. This places Fed chair Jerome Powell in a difficult position as he needs to decide if he wants to fight inflation, or a potential economic recession should events get dramatically worse in Eastern Europe. For now, the USA economy appears to be in good shape as it added another 467 000 jobs in January, and wages increased by 5.7%. The S&P 500 (-2.99%), Nasdaq (-3.43%) and Dow Jones Industrial average (-3.53%) all moved lower during February.

Europe faces a more direct risk from the conflict between Russia and Ukraine as they import as much as 40% of its natural gas from Russia. With headline inflation increasing 5.1% in January and half of that being attributed to energy inflation, the cost of living for consumers could increase materially over the next couple of months. We are, however, seeing signs of economic strength as the regions' unemployment rate declined to 7.0%, but a tight labour market could place additional pressure on inflation. The Bank of England (BOE) raised rates by another 25 bps to 0.50% as it aims to meet its medium-term inflation target of 2.0%. Japan gave up its January returns as they were not immune to the current geopolitical uncertainty even though Russia is a relatively small trade partner, accounting for around 1.0% of exports and 2.0% imports. The wider Asia regions also experienced declines amid the risk-off sentiment towards the latter part of the month.

Our top performing shares during the month were British American Tobacco, BHP Group and Lockheed Martin with the biggest detractors being PayPal, Alibaba and Meta Platforms.

**FEE STRUCTURE**

TER	Class B1
Annual Management Fee (excl. VAT)	0.90%
Other Cost	0.33%
VAT	0.13%
Total Expense Ratio (incl. VAT)	1.36%
Transaction Costs (incl. VAT)	0.09%
Total Investment Charge (incl. VAT)	1.45%

**DISTRIBUTIONS**

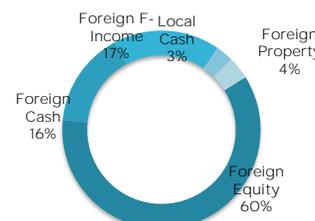
Distribution Frequency	Annually
Distribution Date	01 April
Last Distribution	0.20 cents per share

**TOP 10 HOLDINGS**

JnJ	2.8%	Visa	2.2%
Brit Am Tobacco	2.7%	Amazon	2.0%
TotalEnergies	2.6%	Nestle	2.0%
Alphabet	2.3%	Qualcomm	2.0%
Euronext	2.2%	Lockheed Martin	2.0%

**FUND ASSET ALLOCATIONS**

Asset Class	%
Foreign Equity	60.4%
Foreign Cash	15.7%
Foreign F-Income	17.4%
Local Cash	2.8%
Foreign Property	3.7%





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.

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.

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.

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.

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.

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.

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.

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.

Property risk: Investments in real estate securities can carry the same risks as investing directly in real estate itself.

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.

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.

Developing Market (excluding SA) risk: Some of the countries invested in may have less developed legal, political, economic and/or other systems.

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

GLOSSARY SUMMARY

Annualised Performance:

Annualised performance show longer term performance rescaled to a 1 year period.

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.

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).

Investment Manager:

ClucasGray (Pty) Ltd, Registration number: 2005/012445/07 is an authorised Financial Services Provider FSP 21117 under the Financial Advisory and Intermediary Services Act (No.37 of 2002).

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.

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