



FUND OBJECTIVE & STRATEGY

The ClucasGray Equity Prescient Fund is a SA only, general equity fund. The Fund aims to provide long term capital growth ahead of its benchmark (SWIX) and the competing unit trust category by investing in any shares that are listed on the JSE. The Fund is a high conviction fund aiming to hold no more than 25 stocks at any one time. Fundamental analysis, a valuation discipline and a belief that inefficient markets create opportunities in mispriced assets underpin our process.

FUND INFORMATION

Table with 2 columns: Fund Information (Portfolio Managers, Inception Date, Fund Size, Unit Price, ASISA Category, Benchmark, Min Lump Sum, Min Monthly Investment, Issue Date, ISIN) and Values (Andrew Vintcent & Grant Morris, 01 October 2011, R781 million, 241.02 cents, South African Equity General, SWIX Total Return, R20 000, R1 000, 04 May 2022, ZAE000160693).

WHO SHOULD INVEST

The Fund is suitable for long-term investors seeking high levels of investment growth who can tolerate the associated levels of capital volatility.

RISK INDICATOR

These funds typically exhibit more volatility given their higher exposure to equities which 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.

Risk indicator scale: LOW | LOW - MED | MED | MED - HIGH | HIGH (with HIGH highlighted)

NET PERFORMANCE (ANNUALISED) AT 30 APRIL 2022

Table showing annualised performance for 3-Months, 6-Months, 1-Year, 3-Year, 5-Year, 7-Year, 10-Year, and Since Inception for Fund*, Class A1, Class A2**, SWIX TR, and Peer Group.

ROLLING 12 MONTH RETURN

Table showing Rolling 12 Month Return: Highest (55.3%), Average (11.1%), Lowest (-30.7%) for Fund Class A2.

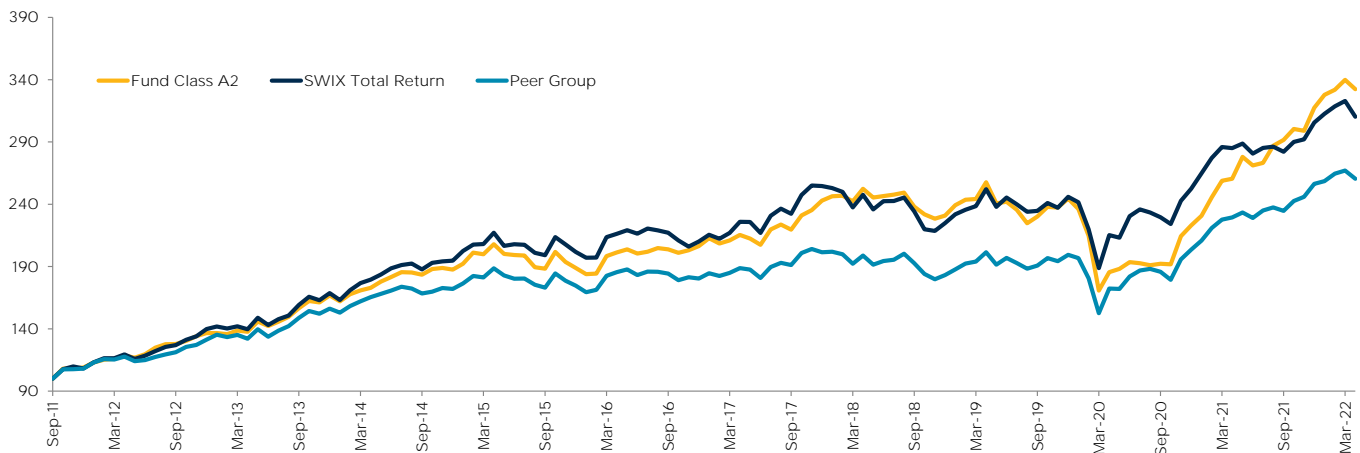
* Fund performance is the net weighted average fee return for the fund
** Highest Fee Class

CALENDAR YEAR PERFORMANCE

Table showing calendar year performance for Fund, Class A1, Class A2, SWIX Total Return, and Peer Group from 2011* to 2022**.

* Since inception 1 October 2011
** Year to date

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



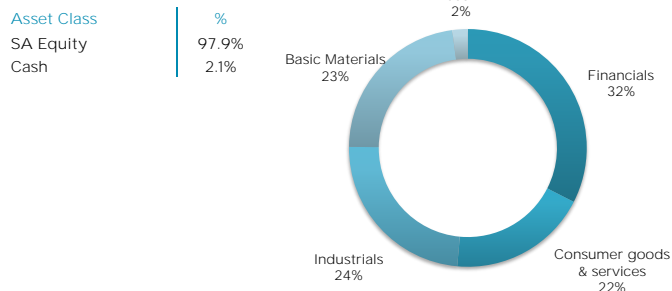
Source: Prescient Fund Services

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.


TOP 15 EQUITY HOLDINGS

| | |
|--------------------------|-----------------|
| ABSA | AECI |
| Standard Bank | Glencore |
| British American Tobacco | Life Healthcare |
| Old Mutual | Sasol |
| Anglo American | Metrofile |
| MTN | Adcock Ingram |
| Reunert | Massmart |
| Naspers | |

The Top 15 holdings make up 64% of the total fund.

FUND ASSET ALLOCATIONS

DISTRIBUTIONS

| | |
|------------------------|---------------------|
| Distribution Frequency | Annually |
| Distribution Date | 01 April |
| Last Distribution | 6.32 cents per unit |

FEE STRUCTURE

| TER | Class A2 | Class A1 |
|-------------------------------------|----------|----------|
| Annual Management Fee (excl. VAT) | 1.30% | 0.90% |
| Other Cost | 0.03% | 0.03% |
| VAT | 0.20% | 0.14% |
| Total Expense Ratio (incl. VAT) | 1.52% | 1.06% |
| Transaction Costs (incl. VAT) | 0.32% | 0.32% |
| Total Investment Charge (incl. VAT) | 1.84% | 1.38% |

QUARTERLY COMMENTARY | MARCH 2022

The 1st quarter of 2022 will forever be defined by the outbreak of War in Eastern Europe. We, like most, have been deeply disturbed by developments in Ukraine. Our thoughts and prayers extend to all those directly impacted by the acts of significant aggression that have taken place over - there is no place for unilateral aggression. The Western World's response to Russia has been uniform, swift, and economically brutal.

The JSE Capped Swix gained over 6%, but it was the divergence of returns that made the 1st quarter of 2022 such a remarkable one. The ClucasGray Equity Prescient Fund has been well exposed to both Resources and Banks for some time, and it was pleasing to see many of the large weightings in both sectors perform well. Some notable performances in the quarter include Exxaro, African Rainbow, Standard Bank, Absa and Grindrod all gaining over 25%. In addition, key holdings such as Anglos, Glencore, Ethos Capital and MTN all gained over 10%.

Countering the above, the JSE was severely impacted by the significant collapse in both Naspers & Prosus, which fell 33% & 39% respectively. The fund owns some in each, but the weightings were relatively modest. We used the sell off to incrementally add to Naspers - after the buying it is now the fund's 10th largest holding. Prosus is the 25th biggest position (or 5th smallest) weighting in the fund. Our view on Naspers is that they have some obvious levers to pull to, at the very least, unwind a meaningful portion of the discount to our estimate of their sum of the parts. It may require some humble pie from the executives, but it is now clear that the much maligned structure they created in 2021 has underwhelmed.

Away from the above, the Fund was impacted by a weak performance from Massmart, Reunert, Ninety One and Astral which all fell more than 12% in the quarter.

The net result of the above is that the ClucasGray Equity Prescient Fund gained over 7% in the quarter, ahead of the JSE Swix (5.7%) and of the peer group returns of 4.1%. Over the last 12 months, the Fund is up 31%, compared to Swix of 17% and peers of 13%. As depicted on the fact sheets, the Fund has outperformed both the JSE Swix and Peers over all periods since its inception 10th years ago. The compound net return of 12.4% since inception is 2.6% per annum ahead of the average general equity fund, and pleasingly for investors, the Fund has outperformed inflation by over 7% per annum over this period. During the quarter, the Fund continued to be managed in line with its investment objectives.

Regular readers of our commentary will recall that we have long held a constructive view on the Long4Life investment case. During 2021, the company was the subject of a buy out offer from a private equity firm - shareholders will receive 620c per share, and the group will delist. Whilst 620c is a healthy premium to where the company has traded for some time, it is in our view an unfortunate development in that it is a unique company, with good assets, highly cash generative, and undemandingly valued. With the share price now nearing the final offer price, we believe there are better opportunities elsewhere, and exited our position in the Fund.

The following paragraph was included in our December 2021 quarterly update: "We have already seen an uptick in corporate activity, and would expect this trend to continue, unless share prices start to better reflect our estimate of the fair value of many local companies. In our view, many management teams have levers to pull to unlock significant value for themselves and their shareholders - failing that, we would expect them to become the subject of corporate takeovers." Our sense is that many management teams have been increasingly proactive in driving value creation for shareholders, through buy backs, increased dividends and unbundling key assets. With many company valuations still undemanding, we would expect continued focus on ways to unlock value. Away from Long4Life, we also exited Multichoice, and reduced weightings in MTN, Sasol and some of the diversified miners.

We were fairly active in the quarter, taking advantage of valuation opportunities that have been presented in good companies that we believe have been unduly sold off. None of us have any insights into how long the conflict will last - we naturally all sincerely hope that sanity prevails and calm is restored soon. Each crisis is different, but history has taught us that crises tend to pass. The reaction of certain commodities and the commensurate performance of certain share prices, is ahead of our assessment of longer term fundamentals. We believe an opportunity has been presented to reduce weightings selectively in some of these companies, and reallocate to areas of the market that have been unduly punished. The Russian Ukraine conflict created a dislocation in the equity market - the spike in Oil on the back of nearer term supply constraints saw a very strong rally in both MTN and Sasol, and presented opportunities in a number of companies that we wanted to take advantage of. We introduced new holdings in Mondi, Foschini and the JSE, and added to our existing holdings in Spar, Anheuser, Old Mutual, FirstRand, Ninety One, Naspers and Reunert.

Notwithstanding a very strong recovery in the share prices of many companies since the lows of 2020, we remain of the view that a combination of a steadily improving earnings backdrop, and historically undemanding valuations will deliver attractive returns to 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.

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. Transaction costs are a necessary cost in administering the Fund and impacts Fund returns.

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.

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.

Geographic / Sector risk: For investments primarily concentrated in specific countries, geographical regions and/or industry sectors, their resulting value may decrease whilst portfolios more broadly invested might grow.

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.

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.

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 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.

Performance Fee:

Performance Fee: The Fund has a performance fee class. 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.

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