

# Mosaic Flexible Prescient Fund

## Minimum Disclosure Document

### 30 September 2017



#### Fund Classification

Fund classification	South African - Multi-Asset - Flexible
Benchmark	FTSE/JSE All Share Total Return Index
Risk profile	High

#### Investment Objectives

The fund is suitable for investors who are in pursuit of maximum long-term returns and can withstand short-term market turbulence. It is not appropriate for investors who are concerned about short-term capital losses or who want to generate income.

The fund has maximum flexibility in terms of asset allocation and shall not be precluded from continually varying the underlying exposure to both local and offshore assets.

A minimum time horizon of more than 5 years is advisable.

#### Investment Constraints

The fund invests in a diversified mix of assets, including equities, property, bonds, preference shares, money market and other financial instruments.

#### General Information

Investment manager	Mosaic Invest (Pty) Ltd
Administrator	Prescient Management Company (RF) (Pty) Ltd
Trustee	Nedbank Investor Services
Auditor	KPMG
Launch	23 March 2016
Fund size	R30.2m
Minimum lump sum	R1000
Minimum debit order	R500 per month

#### Monthly Performance (%)

	Jan		Feb		Mar		Apr		May		Jun		Jul		Aug		Sep		Oct		Nov		Dec		YTD	
	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM	Fund	BM
2016	-	-	-	-	-0.5	-0.2	0.1	1.7	1.6	1.8	-1.4	-3.0	-0.5	1.2	1.3	0.3	-0.8	-0.9	-0.4	-2.5	-0.1	-0.6	0.4	1.0	-0.5	-1.4
2017	0.5	4.3	0.4	-3.1	0.4	2.7	0.4	3.6	0.5	-0.4	0.5	-3.5	0.5	7.0	1.3	2.6	0.0	-0.9							4.7	12.6

#### Major Positions (%)

Nedbank Call Account	12.1
ABSA Bank NCD 8.175%	7.0
FirstRand Bank NCD 7.85%	6.8
Investec Bank NCD 7.875%	6.8
ABSA Bank NCD 7.375%	6.7

#### Asset Allocation (%)

	SA	Foreign	Total
Equity	34.6	0.0	34.6
Property	9.9	0.0	9.9
Fixed income	0.0	0.0	0.0
Cash & money market	54.0	1.4	55.4
<b>Total</b>	<b>98.6</b>	<b>1.4</b>	<b>100.0</b>

#### Portfolio Income

Annual distribution (c)	Dividend	Interest	Total
March 2017	0.05	4.41	4.46

#### Risk Statistics (%)

Highest annual return	4.6
Lowest annual return	0.5



## Fee structure

Investment management fee	1.25%
VAT	0.18%
Other fees	0.45%
Total expense ratio	1.87%
Transaction costs	0.07%
Total investment charge	1.94%

## 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.

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.mosaic.co.za](http://www.mosaic.co.za).

## Risk guidance

### Low

Generally low risk portfolios have minimal equity exposure or equity exposure, resulting in far less volatility than more aggressive mandated portfolio and in turn the probability of capital loss (permanent/temporary) is less likely. However, expected potential long term investment returns could be lower over the medium to long term.

### Moderate

These portfolios generally hold more equity exposure than low risk portfolios but less than high risk portfolios. In turn the expected volatility is higher than low risk portfolios but less than high risk portfolios. The probability of losses are higher than low risk portfolios, but less than high risk portfolios. Expected potential long term investment returns could therefore be lower than high risk portfolios due to lower equity exposure, but higher than low risk portfolios.

### High

Generally these portfolios hold more equity exposure than any other risk profiled portfolios, therefore tend to carry more volatility. Expected potential long term returns could be higher than other risk profiles, in turn potential losses of capital could be higher.

## Glossary

**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 return:** 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.

## Contact Details

### Investment Manager

Mosaic Invest (Pty) Ltd

Registration number: 2015/288102/07; Authorised financial services provider #46319; Physical address: Daisy Street Office Park, 135 Daisy Street, Sandown, 2196; Postal address: PO Box 653852, Benmore, 2010; Tel: 011 083 7145; E-mail: [client.services@mosaic.co.za](mailto:client.services@mosaic.co.za); Web: [www.mosaic.co.za](http://www.mosaic.co.za).

### 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; Tel: 0800 111 899; E-mail: [info@prescient.co.za](mailto:info@prescient.co.za); Web: [www.prescient.co.za](http://www.prescient.co.za).

### Trustee

Nedbank Investor Services

Physical address: 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709; Tel: 011 534 6557; Web: [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. Prescient is a member of the Association for Savings and Investments South Africa.

