



INVESTMENT OBJECTIVE

The Mergence CPI + 4% Prescient Fund is a collective investment scheme that aims to provide investors with capital growth over the long term. The objective is to achieve a real return of CPI plus 4% per annum over the longer term while preserving capital over rolling 36-month periods. It may underperform relative to overall equity markets due to its focus on capital preservation and long-term capital growth.

The Fund is managed with an absolute return orientation, and is structured to generate a return of 4% above inflation at a low level of risk. It is broadly diversified across asset classes including, equities, listed property, conventional bonds and inflation-linked bonds. The Fund employs active asset allocation and derivative hedging to manage and reduce downside risk.

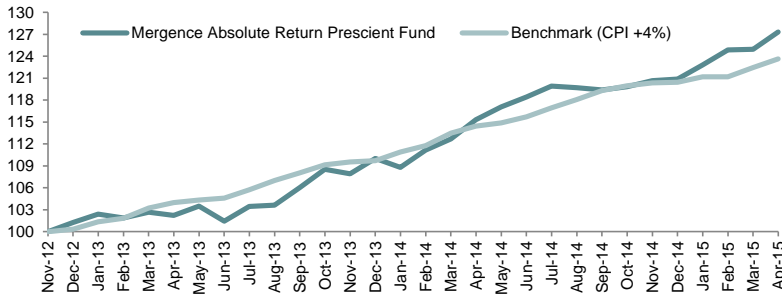
The Fund is suitable for investors who:

- / believe that the risk of monetary loss is more important than the risk of underperforming the equity markets;
- / seek a real return above inflation independent of the overall equity market returns; and
- / seek an investment solution with a strong focus on medium term capital preservation, while aiming to produce significant growth over the long term.

PERFORMANCE SUMMARY

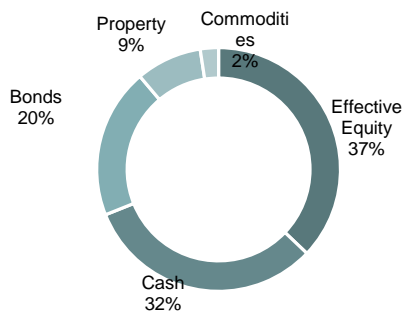
Cumulative returns	3 Months	1 Year	2 Year	Since Inception
Mergence CPI + 4% Prescient Fund	3.66%	10.41%	11.60%	10.51%
Benchmark (CPI +4%)	2.88%	8.05%	9.04%	9.44%

Cumulative returns since inception



PORTFOLIO CHARACTERISTICS

Asset Allocation



Top 10 Holdings

Company	% of Total
Naspers -N	5.23
MTN	3.06
Redefine	2.82
BHPBilliton	2.79
SAB Miller	2.78
NEPI	2.55
Sasol	2.23
Growthpoint	2.22
Richemont	2.03
Standard Bank	1.74

Statutory information

Collective Investment Schemes (unit trusts) should be considered as medium to long term investments. The value of units may go up as well as down and past performance is not necessarily a guide to future performance. Collective Investment Scheme prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accruals and less any permissible deductions from the portfolio divided by the number of units in issue. Permissible deductions may include management fees, brokerage, securities transfer tax (STT), VAT, auditor fees, bank charges, trustee and custodian fees. The Fund may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity and it may also engage in scrip lending. The manager reserves the right to open and close and portfolios to new investors in order to manage it more efficiently in accordance with its mandate and deed. A schedule of fees, charges, and maximum commissions is available on request from Prescient Management Company Ltd and/or Mergence Investment Managers (Pty) Ltd. Commissions and incentives may be paid and if so, are included in the overall cost. Forward pricing is used. In order to receive the price of the day, all transactions must be received before 13h00. The Fund is valued at the ruling price of the day. Prescient Management Company and Mergence Investment Managers are members of the Association for Savings & Investments SA (ASISA). 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 poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs. The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. The investor furthermore agrees that Mergence Investment Managers will not be liable for the consequences of market influences and consequent charges in unit prices. Mergence Investment Managers (Pty) Ltd is an authorised financial services provider (FSP no: 16134).

EQUITY RISK PROFILE



KEY FACTS

Asset Manager	Mergence Investment Managers
Portfolio managers	Bradley Preston & Patric Ho
Inception date	01 November 2012
ACI Classification	SA / Multi Asset / Medium Equity
Size of fund	R 20.82 million
Benchmark	CPI + 4% p.a.
Minimum Investment	None

FEES & CHARGES

Initial Fee:	zero (0.00%)
Performance fee:	zero (0.00%)
Management Fee (VAT Incl):	
Institutional	1.00% per annum
Retail	n/a
Total Expense Ratio (TER)	0.40%
Income Distribution	March 2014 (1.63 cents)

ADMINISTRATION

Fund administrators	Prescient Management Company
Fund auditors	KPMG
Fund trustees	Nedbank Investor Services
Fund bankers	Nedbank
Custodians	Nedbank Investor Services

CONTACT DETAILS

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