

ABOUT THE FUND

Fund Objective:

Maximise the extraction of total returns on equity from opportunities presented or related to the real estate sector, through a long term approach and the use of derivatives, hedging and leveraging strategies. It is acknowledged that in order to maximise return, increased exposure to certain risks will occur. The fund is a variable bias long short equity hedge fund.

Maximum leverage can be 7:1 being adjusted gross exposure to net asset value.

| | | |
|----------------------------|---|------|
| Benchmark | 3 Month JIBAR Rate | |
| ASISA Classification | Hedge Fund | |
| Investment Universe | SA and offshore equity securities, non-equity securities, debentures, warrants, options, futures, bonds, interest rate swaps, money market, over the counter securities and any property related securities. The fund is permitted to invest in listed and unlisted financial instruments in line with the conditions as determined by legislation from time to time. | |
| Portfolio Managers | Paul Duncan CFA & Andre Stadler CFA | |
| Inception Date | February 2006 | |
| Establishment Date of CIS | 1 August 2016 | |
| Min. Investment | R1 000 000 | |
| Trading Days | Last Business Day of Each Month with One Month Prior Notice. Monthly priced fund. | |
| Adjusted Gross Exposure | Mark to Market Longs Plus Mark to Market Shorts less Cash Holdings | |
| Exposure Restrictions | Single Security Exposure will be limited to 2 times NAV for Long Positions and 1 times NAV for Short Positions | |
| Who should invest | The fund is suitable for sophisticated investors who are looking for exceptional returns and who are willing to take on increased specific risk to achieve such a return. | |
| Risk Indicator | ●●●●●●●●●●●●●●●●○ | |
| Risks to consider | Investments into a hedge fund are not suitable for all members of the public and one should carefully consider whether such investments are suitable for you in the light of your circumstances and financial resources. | |
| Initial Charges | 0% - No initial fees are charged | |
| Annual Management Fee | 1.5% (Plus VAT) | |
| TER (as at 30 June 2018) | Management Fees | 1.50 |
| | Performance Fees | 1.55 |
| | Other Fees | 0.16 |
| | Total Expense Ratio (TER) | 3.21 |
| | Transaction Costs (TC) | 0.76 |
| | Total Investment Charges (TIC) | 3.97 |
| Performance Fee | 20% of out performance in excess of benchmark | |
| Fund Size | R 218,525,919 | |
| Fund price | R124.73 | |
| Distribution Date | 31 March annually | |
| Distribution 31 March 2018 | 108.44 CPU | |

INVESTMENT APPROACH

Variable Bias Funds do not conform to a constant specific long or short market exposure but are focused on individual security selection based on the manager's view of opportunities in the market. Our hedge fund is for sophisticated investors who are looking for exceptional returns and who are willing to take on increased specific risk to achieve such return. To maximise returns we focus on opportunities presented or related to the real estate sector. Through a long term approach and the use of derivatives, hedge and leveraging strategies we maximise exposure to specific return opportunities. The fund will exploit opportunities resulting from corporate events, such as vendor placements, initial public offerings, mergers and acquisitions, corporate restructuring, corporate announcements, share buybacks and proxy battles.

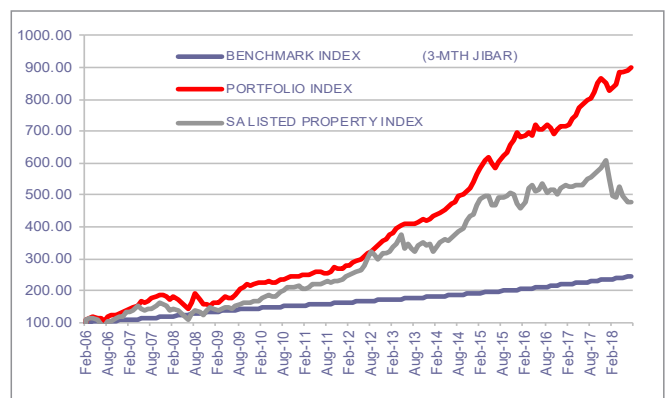
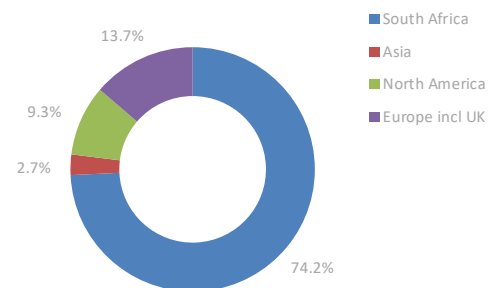
Net Fund Performance since Inception

| | Fund | Benchmark |
|------------------------------------|---------|-----------|
| July 2018 | 0.84% | 0.59% |
| 2018 YTD | 5.22% | 4.14% |
| 1 Year | 12.72% | 7.27% |
| From inception* to date | 797.77% | 143.86% |
| Annualised from inception* to date | 19.19% | 7.39% |
| Standard deviation | 12.64% | 0.58% |
| Sharpe Ratio | 0.93 | |

Asset Allocation - Exposure % NAV

| Asset Class | Long | Short | Net |
|----------------------------------|-------|--------|--------|
| SA Listed Property Equity | 53.7% | -6.5% | 47.2% |
| SA Bonds | 0.0% | -17.5% | -17.5% |
| Total cash and cash equivalents | 32.9% | -0.1% | 32.7% |
| SA Listed Property, Rand Hedge | 11.9% | -8.3% | 3.7% |
| Rand hedge other | 14.5% | -13.7% | 0.8% |
| Global Listed Property Equity | 0.0% | 0.0% | 0.0% |
| Global Qualifying Investor Funds | 47.9% | -14.8% | 33.1% |

Underlying Currency Exposure



*Note performance to date includes the performance from inception of the Catalyst en Commandite Partnership

Calendar Year - Monthly Unit Price Return

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|----------------------|--------|--------|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Best | 12.59% | 9.60% | 17.51% | 9.27% | 4.86% | 4.99% | 4.03% | 5.22% | 3.96% | 4.45% | 4.94% | 3.81% | 4.47% |
| Worst | -5.25% | -1.99% | -9.64% | -1.40% | -1.47% | -2.13% | -0.70% | -0.68% | 0.71% | -2.68% | -2.77% | -1.46% | -3.01% |
| Annual Return | 32.11% | 38.42% | -17.50% | 45.83% | 10.10% | 10.65% | 34.02% | 18.21% | 27.48% | 28.75% | 2.39% | 19.55% | 5.22%* |

*YTD

| | | | | | |
|---|---------|-----------------------------------|--|--------|-----------------------------------|
| Best rolling 12 month return since inception | 56.17% | 1 August 2006 - 31 July 2007 | Best rolling 12 month return - last 5 years | 37.00% | 1 April 2014 - 31 March 2015 |
| Worst rolling 12 month return since inception | -17.50% | 1 January 2008 - 31 December 2008 | Worst rolling 12 month return - last 5 years | 2.39% | 1 January 2016 - 31 December 2016 |

| Term | Meaning |
|---------------------------------------|--|
| 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. |
| Co-named Collective Investment Scheme | A portfolio approved and branded in the name of both the manager (Prescient Management Company) and the financial services provider (Catalyst Fund Managers) and where the financial services provider undertakes the function of discretionary financial services in relation to the assets of the portfolio. |

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. CISs are traded at the ruling price and can engage in scrip lending and borrowing. The collective investment scheme may have leverage of a ratio of 7:1. 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 TERs. During the phase in period TERs 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. 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 close of the second last day of the preceding month, for dealing the first of the month, to be transacted at the net asset value price for that month's dealing 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 monthly 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.catalyst.co.za.

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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:

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