



ABRIDGED ANNUAL REPORT

FOR THE YEAR ENDED
31 MARCH 2019

HANGALAPRESCIENT
UNIT TRUST



HANGALAPRESCIENT

CONTENTS PAGE

RETAIL CLASS UNITS	3
OUR UNIT TRUSTS	5
OUR FINANCIAL INFORMATION	11
TRUSTEES REPORT	12

RETAIL CLASS UNITS

HANGALAPRESCIENT FUNDS

ANNUAL MANAGEMENT FEE

(EXCL VAT)

Catalyst Cautious Balanced Fund - HangalaPrescient	1.25%
HangalaPrescient Absolute Balanced Fund	1.00%
HangalaPrescient Corporate Fund	0.45%
HangalaPrescient Income Provider Fund	0.75%
HangalaPrescient Money Market Fund	0.50%

RETAIL CLASS UNITS (CONTINUED)

DISTRIBUTIONS

HANGALAPRESCIENT FUNDS

ANNUAL DISTRIBUTIONS

FUND	PAYMENT DATE	CENTS PER UNIT
HangalaPrescient Absolute Balanced Fund	1 April 2019	6.66
HangalaPrescient Corporate Fund	1 April 2019	0.03
HangalaPrescient Income Provider Fund	1 April 2019	7.58

Note: The HangalaPrescient Money Market Fund distributes monthly.

OUR UNIT TRUSTS

HANGALAPRESCIENT FUNDS

Catalyst Cautious Balanced Fund - HangalaPrescient

HangalaPrescient Absolute Balanced Fund

HangalaPrescient Corporate Fund

HangalaPrescient Income Provider Fund

HangalaPrescient Money Market Fund

CATALYST CAUTIOUS BALANCED FUND - HANGALAPRESCIENT

FUND INFORMATION

Fund manager:	Catalyst Investment Manager
Fund classification:	Multi-Asset
Benchmark:	Namibian Inflation (NCPI) + 3%
Fund size:	N\$0.5m
Inception date:	01 March 2019
Risk profile	Conservative to Moderately Conservative

OBJECTIVE

The objective of the fund is to provide total return that is in excess of Namibian Inflation over the medium term. Further, the fund seeks to provide a high level of capital stability and minimize losses over any 1-year period.

ASSET ALLOCATION

Financials	6.37%
Resources	6.31%
Industrials	10.97%
Information technology	2.32%
Specialist securities	9.18%
Cash – net receivables and payables	64.85%

PERFORMANCE

	FUND
Since inception (p.a.)	0.48%

HANGALAPRESCIENT ABSOLUTE BALANCED FUND

FUND INFORMATION

Fund manager:	Prescient Balanced Team
Fund classification:	Namibian Domestic - Asset Allocation - Prudential Variable Equity
Benchmark:	Namibia Headline CPI+5% LAG
Fund size:	N\$32.0m
Inception date:	31 July 2012
Risk profile	Moderate

OBJECTIVE

The Fund aims to return CPI + 5% per annum over a full market cycle with less capital risk than the average balanced fund. The Fund is Regulation 28 compliant and at least 45% is invested in Namibian assets.

ASSET ALLOCATION

Specialist securities	18.84%
Unit trusts	30.77%
Bonds	6.72%
Cash – net receivables and payables	43.67%

PERFORMANCE

	FUND	BENCHMARK
1 Year	5.88%	9.66%
3 Years (p.a.)	4.14%	10.47%
5 Years (p.a.)	4.47%	10.32%
Since inception (p.a.)	6.06%	10.59%

HANGALAPRESCIENT CORPORATE FUND

FUND INFORMATION

Fund manager:	Prescient Interest Bearing Team
Fund classification:	Namibian Domestic – Fixed Interest – Varied Specialist
Benchmark:	SteFi Call
Fund size:	N\$985.0m
Inception date:	31 December 2018
Risk profile	Moderately Conservative

OBJECTIVE

The Fund aims to return CPI + 3% per annum through a full interest rate cycle while providing stability by aiming never to lose capital over any rolling 3 month period. At least 45% is invested in Namibian assets.

ASSET ALLOCATION

Unit trusts	98.35%
Cash – net receivables and payables	1.65%

PERFORMANCE

	FUND	BENCHMARK
Since inception (p.a.)	1.97%	1.62%

HANGALAPRESCIENT INCOME PROVIDER FUND

FUND INFORMATION

Fund manager:	Prescient Interest Bearing Team
Fund classification:	Namibian Domestic - Fixed Interest - Varied Specialist
Benchmark:	SteFi Call 110%
Fund size:	N\$2.12bn
Inception date:	31 July 2012
Risk profile:	Moderately Conservative

OBJECTIVE

The Fund aims to return CPI + 3% per annum through a full interest rate cycle while providing stability by aiming never to lose capital over any rolling 3 month period. The Fund is Regulation 28 compliant and at least 45% is invested in Namibian assets.

ASSET ALLOCATION

Property	1.64%
Specialist securities	1.46%
Derivatives	-0.01%
Unit trusts	44.92%
Bonds	7.59%
Cash – net receivables and payables	44.40%

PERFORMANCE

	FUND	BENCHMARK
1 Year	8.38%	7.25%
3 Years (p.a.)	8.14%	7.48%
5 Years (p.a.)	8.29%	7.04%
Since inception (p.a.)	8.14%	6.61%

HANGALAPRESCIENT MONEY MARKET FUND

FUND INFORMATION

Fund manager:	Prescient Interest Bearing Team
Fund classification:	Money Market NAD/ZAR
Benchmark:	SteFi Call
Fund size:	N\$152.0m
Inception date:	28 February 2013
Risk profile:	Conservative

OBJECTIVE

The Fund aims to achieve returns above the benchmark (SteFi Call), while minimising the risk of any under-performance. At the same time, it aims to maintain capital stability and liquidity. The Fund is Regulation 28 compliant and at least 45% is invested in Namibian assets.

ASSET ALLOCATION

Bonds	13.61%
Cash – net receivables and payables	86.39%

PERFORMANCE

	FUND	BENCHMARK
1 Year	7.54%	6.57%
3 Years (p.a.)	7.36%	6.78%
5 Years (p.a.)	6.90%	6.38%
Since inception (p.a.)	6.65%	6.11%

OUR FINANCIAL INFORMATION

HANGALAPRESCIENT FUNDS (FORMERLY KNOWN AS EMHPRESCIENT UNIT TRUST SCHEME)

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Catalyst Cautious Balanced Fund - HangalaPrescient	HangalaPrescient Absolute Balanced Fund	HangalaPrescient Corporate Fund	HangalaPrescient Income Provider Fund	HangalaPrescient Money Market Fund
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Condensed Statement of Financial Position

Assets

Securities at market value	570	31 046	968 748	2 156 227	150 567
Other assets	1	2 980	16 587	51 288	2 835
Total	571	34 026	985 335	2 207 515	153 402
Total unitholder funds	569	32 017	985 046	2 122 051	152 048
Total liabilities	2	2 009	289	85 464	1 354
Total	571	34 026	985 335	2 207 515	153 402

Condensed Statement of Comprehensive Income

Net income/(deficit)	1	2 001	18 252	111 541	11 562
Distributions	-	1 918	289	83 059	11 564
Undistributed income/(deficit) at year end	1	83	17 963	28 482	(2)

TRUSTEES REPORT

Annual Report for HangalaPrescient Unit Trust Ltd

As a trustee for the HangalaPrescient Unit Trust Ltd Management Company, we confirm that the following funds: HangalaPrescient Income Provider Fund; HangalaPrescient Absolute Balanced Fund; HangalaPrescient Money Market Fund; HangalaPrescient Corporate Fund and Catalyst Cautious Balanced Fund – HangalaPrescient, established under this scheme, have complied with the requirements of the Unit Trust Control Act and applicable regulations. The scheme has been administered in accordance with the limitations imposed on the investment and borrowing powers of the Manager by this Act and in accordance with the provisions of this Act and Trust Deed during the April 2018 to March 2019 period.

There were no material instances of compliance contraventions and therefore no consequent losses incurred by the Portfolios in the year.

Yours truly



Christine Carstens

Manager

Custody Operations



Nollyda Gaoses

Client Liaison Officer

Custody Operations

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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 are traded at the ruling price and can engage scrip lending and borrowing 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 HangalaPrescient Unit Trust (Pty) Ltd. Commission and incentives may be paid and if so, would be included in the overall costs. Different classes of units may apply in a portfolio and are subject to different fees and charges. A fund of funds is a portfolio that invests in portfolios of collective investment schemes, which levy their own charges, which could result in a higher fee structure for these portfolios. A Feeder Fund is a portfolio that, apart from assets in liquid form, consists solely of participatory interests in a single portfolio of a collective investment scheme. Forward pricing is used. Fluctuations or movements in exchange rates may cause the value of any underlying international investments to go up and down. 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. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value 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.