CORONATION GLOBAL OPPORTUNITIES EQUITY [ZAR] FEEDER FUND

Fund Information as at 31 March 2024

CORONATION
TRUST IS EARNED™

WHAT IS THE FUND'S OBJECTIVE?

Global Opportunities Equity seeks to give investors access to some of the best fund managers across the globe. Our intent is to outperform its benchmark over any five year period.

WHAT DOES THE FUND INVEST IN?

Global Opportunities Equity is a multi-manager fund which invests in a limited number of strategies (funds and segregated mandates) managed by top-quality managers that mainly have exposure to shares in developed markets. It is also mandated to include some exposure to emerging markets.

Typically, six to ten strategies are included. Each strategy is selected based on its long-term track record of outperforming the market, its investment philosophy and the quality of its fund managers.

The fund is mandated to use derivative instruments for efficient portfolio management purposes.

IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

Risk Profile

8/10
Aggressive

Maximum growth/ minimum income exposures

Growth Assets: 100%
Income Assets: 0%

Global Opportunities Equity invests in equity funds that mostly cover developed markets, including the US, Europe and Japan.

The fund is well-diversified; it has exposure to a range of different countries, industries and fund manager styles. The fund managers included in the fund are well-established and have been rigorously researched and vetted.

While we have a disciplined approach to carefully balance the risks across the different funds, shares can be volatile investments and there is a meaningful risk of capital loss over the short term. Global currency movements may intensify investment gains or declines.

This feeder fund aims to remain fully invested in units in the offshore domiciled Global Opportunities Equity Fund. The only other assets that will be held at feeder fund level are local and foreign cash holdings for liquidity purposes.

HOW LONG SHOULD INVESTORS REMAIN INVESTED?

The fund is managed to deliver the best possible returns over the long term; an investment horizon of ten years or more is therefore ideal. It is not suitable as a single investment for investors who need to preserve their capital over five years or less.

WHO SHOULD CONSIDER INVESTING IN THE FUND?

Investors who are building wealth, and who

- want exposure to some of the world's top equity funds as part of a diversified investment portfolio;
- accept that the fund may underperform the market significantly in the short term in pursuit of superior long-term gains;
- are overexposed to South Africa and require an international investment;
- do not require an income from their investment.

WHAT COSTS CAN I EXPECT TO PAY?

An annual fee of a minimum of 0.45% is payable.

The component of the fund fee charged at feeder fund level is subject to VAT. Fund expenses that are incurred in the fund include annual fees paid to unconnected underlying fund managers, administrative, trading, custody and audit charges. All performance information is disclosed after deducting all fees and other portfolio costs.

We do not charge any fees to access or withdraw from the fund.

More detail is available on www.coronation.com.

WHO ARE THE FUND MANAGERS?

TONY GIBSON
BCom

KARL LEINBERGER
BBusSc, CA (SA), CFA

GENERAL FUND INFORMATION

Fund Launch Date	1 August 1997
Fund Class	P (previously class B4)
Class Launch Date	1 October 2013
Benchmark	MSCI All Country World Index
ASISA Fund Category	Global – Equity – General
Income Distribution	Semi-annually (March & September)
Bloomberg Code	CORINB4
ISIN Code	ZAE000182184
JSE Code	CWEB4

CORONATION GLOBAL OPPORTUNITIES EQUITY [ZAR] FEEDER FUND

CLASS P as at 31 March 2024

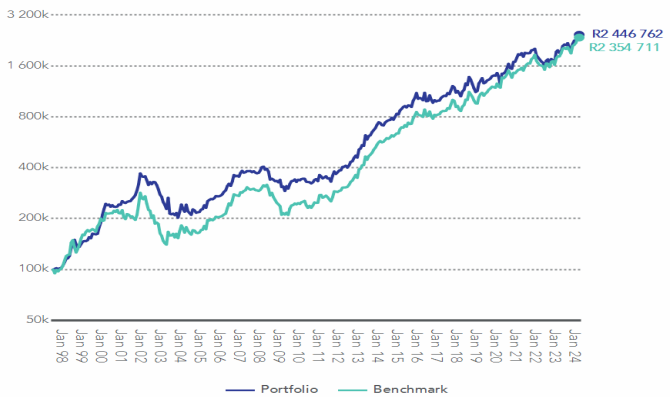
CORONATION
TRUST IS EARNED™

ASISA Fund Category	Global - Equity - General
Launch date	01 October 2013
Fund size	R 8.43 billion
NAV	23182.09 cents
Benchmark	MSCI All Country World Index
Portfolio manager/s	Tony Gibson and Karl Leinberger

	1 Year	3 Year
Total Expense Ratio	1.43%	1.36%
Fund management fee	0.45%	0.45%
Fund expenses	0.98%	0.91%
VAT	0.00%	0.00%
Transaction costs (inc. VAT)	0.21%	0.20%
Total Investment Charge	1.64%	1.56%

PERFORMANCE AND RISK STATISTICS

GROWTH OF A R100,000 INVESTMENT (AFTER FEES)



PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES) - (ZAR)

	Fund	Benchmark	Active Return
Since Launch (unannualised)	2346.8%	2254.7%	92.0%
Since Launch (annualised)	12.7%	12.6%	0.2%
Latest 20 years (annualised)	12.8%	14.2%	(1.4)%
Latest 15 years (annualised)	14.8%	17.3%	(2.5)%
Latest 10 years (annualised)	13.1%	15.3%	(2.2)%
Latest 5 years (annualised)	13.4%	16.7%	(3.3)%
Latest 3 years (annualised)	9.6%	15.6%	(6.0)%
Latest 1 year	28.0%	29.3%	(1.3)%
Year to date	8.3%	10.4%	(2.1)%

PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES) - (USD)

	Fund	Benchmark	Active Return
Since Launch (unannualised)	491.2%	481.0%	10.2%
Since Launch (annualised)	6.9%	6.8%	0.1%
Latest 15 years (annualised)	9.7%	12.2%	(2.5)%
Latest 10 years (annualised)	6.6%	8.9%	(2.3)%
Latest 5 years (annualised)	7.4%	10.9%	(3.5)%
Latest 3 years (annualised)	0.9%	7.0%	(6.1)%
Latest 1 year (annualised)	19.7%	23.2%	(3.5)%
Year to date	5.2%	8.2%	(3.0)%
2023	23.2%	22.2%	1.0%
2022	(21.5)%	(18.4)%	(3.1)%

PORTFOLIO DETAIL

EFFECTIVE ASSET ALLOCATION EXPOSURE

	31 Mar 2024
Equities	90.6%
Global (7 funds)	90.6%
Equity futures	9.1%
Cash	0.3%

TOP 5 HOLDINGS

As at 31 Mar 2024
Eminence Capital
Egerton Capital Equity Fund
Contrarius Global Equity Fund
Tremblant Capital
Select Equity Group

RISK STATISTICS SINCE LAUNCH

	Fund	Benchmark
Annualised Deviation	16.6%	16.6%
Sharpe Ratio	0.31	0.30
Maximum Gain	51.7%	53.2%
Maximum Drawdown	(45.3)%	(50.7)%
Positive Months	61.3%	58.1%

	Fund	Date Range
Highest annual return	66.2%	Apr 1999 - Mar 2000
Lowest annual return	(36.1%)	Oct 2002 - Sep 2003

INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
28 Mar 2024	02 Apr 2024	5.48	0.00	5.48
29 Sep 2023	02 Oct 2023	8.12	0.00	8.12

MONTHLY PERFORMANCE (AFTER FEES) - (ZAR)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2024	0.3%	7.1%	0.8%										8.3%
Fund 2023	15.0%	2.0%	(3.5)%	1.8%	7.8%	2.0%	(0.8)%	2.8%	(5.5)%	(5.9)%	11.3%	4.6%	34.0%
Fund 2022	(9.0)%	(2.3)%	(2.8)%	(2.7)%	(1.5)%	(6.1)%	9.3%	1.9%	(5.3)%	6.1%	(2.1)%	(2.1)%	(16.6)%
Fund 2021	5.6%	4.8%	(1.0)%	2.5%	(4.7)%	5.5%	(0.5)%	(0.1)%	0.3%	3.8%	0.6%	1.5%	19.3%
Fund 2020	3.8%	(4.6)%	(10.9)%	16.4%	0.3%	1.8%	5.0%	6.9%	(5.6)%	(1.1)%	10.0%	0.2%	21.1%

Issue date: 2024/04/15

Please refer to page 4 of the Comprehensive Fact Sheet for important additional infomation, including change in cost disclosures.

Please note that the commentary is for the US dollar retail class of the Fund. The feeder Fund is 100% invested in the underlying US dollar Fund. However, given small valuation, trading and translation differences for the two Funds, investors should expect differences in returns in the short term. Over the long term, we aim to achieve the same outcome in US dollar terms for both Funds.

Performance and fund positioning

The Fund returned 5.6% for the quarter (Q1-24) behind the benchmark return of 8.2%, bringing the rolling 12-month performance to 19.1% against the 23.2% returned by the MSCI All Country World Index (ACWI).

Good economic data made for strong equity market performance in Q1-24. The US economy grew more than expected in the final quarter of 2023, and leading indicators showed that it continued to grow steadily in Q1-24. Global economic data was generally encouraging and boosted prospects that a soft landing was still possible, boosting investor sentiment. The strong economy does bring into question the US Federal Reserve's willingness to cut rates quite as they were projecting in December, especially since inflation is proving stickier than anticipated and the bond market retreated, paring back on the number and depth of expected rate cuts for 2024. This didn't stop equities from powering ahead, led by developed markets and growth stocks.

Japan was the best-performing region in Q1-24, advancing 11.2% (in US dollar terms). The weakest return was from the Pacific ex-Japan, with -1.7% (in US dollar terms). Europe rose 5.4%, and North America advanced 10.1% (both in US dollar terms). Developed markets outperformed emerging markets, advancing 9.0% compared to 1.9% (both in US dollar terms).

Amongst the global sectors, IT (12.1%), industrials (9.2%) and telecommunications (12.7%) were the best-performing sectors for the quarter. The worst-performing sectors were utilities (0.6%), real estate (0.0%) and materials (2.6%).

The Fund was behind the index over the quarter during which very strong performance from Egerton Capital was negated by a poor return from Contrarius Global Equity and the remaining funds, which were marginally behind the index.

Egerton Capital returned 14.9%, driven by big contributions from its financial and industrial stocks. General Electric (+37.5%), Safran (+28.6%) and Rolls Royce (+41.0%) were some of the top industrial names contributing to performance, while Munich Re (+17.8%) and Fiserv Inc. (+20.3) were the big contributors within financials. Positions in Meta (+37.3%), Amazon (+18.7%), and Microsoft (+12.1%) also generated positive performance.

Eminence Capital was behind the index at 7.9%. Positions in Entain (-19.7%), Zillow Group (-15.7%), Smartsheet Inc. (-19.5%), and HDFC Bank (-15.4%) were the big detractors over the quarter. On the positive side, Verano Holdings (+33.0%), Green Thumb Industries (+29.9%), and Amazon (+18.7%) were among those positions that limited the losses.

Tremblant Capital returned 7.0%. Its concentrated portfolio had several laggards over the quarter, with Charter Communications (-25.2%), Smartsheet Inc. (-19.5%), Five9 Inc. (-21.1%), and Air Products & Chemical (-10.9%) being the key detractors. However, the portfolio did benefit from holdings in Spotify (+40.4%), Doordash (+39.3%), Meta (+37.3%), and Uber Technologies (+25.0%), which helped limit the losses.

Coronation Global Emerging Markets enjoyed a good quarter, outperforming the GEM index but lagging the performance of developed markets during the period. Taiwan Semiconductors (+26.2%), Nu Holdings (+43.2%), MakeMyTrip (+51.2%), and Airbus (+19.3%) were amongst the most significant contributors.

After a period of strong performance, Contrarius Global Equity had a poor quarter, returning -7.0%, well behind the index. Although the fund holds Meta (+37.3%), Coinbase (+52.4%), Amazon (+18.7%), and JD.com (+21.5%), which had a positive impact on performance, a number of its larger holdings had a more significant (negative) impact and dragged performance down. Tesla (-29.3%), WW International (-78.9%), Warner Brothers (-23.3%), Paramount (-20.1%), and Snap Inc. (-35.0%) were the main drivers of the negative return.

Outlook

2024 was expected to be a year of interest rate cuts after the bout of high inflation in 2022/3 had been brought under control. However, at the time of writing, US inflation prints came in higher than expected, meaning that a US rate cut in June is now highly unlikely and pushing out the timing and number of cuts for 2024. The ongoing wars in Ukraine and the Middle East only add to the uncertainty. Despite this, economic data continues to be resilient, and markets are expecting a good earnings season, which is about to start (at the time of writing). European equities are looking more attractively valued compared to US stocks. Artificial intelligence has driven US markets to new highs in recent months, and any setbacks, coupled with rates remaining at current levels, may lead to a pause in market euphoria.

Portfolio managers
Tony Gibson and Karl Leinberger
as at 31 March 2024

IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION GLOBAL OPPORTUNITIES [ZAR] FEEDER FUND

The Global Opportunities Equity [ZAR] Feeder Fund should be considered a long-term investment. The value of units may go down as well as up, and therefore Coronation does not make any guarantees with respect to the protection of capital or returns. Past performance is not necessarily an indication of future performance. The fund is mandated to invest up to 100% of its portfolio into foreign securities and may as a result be exposed to macroeconomic, settlement, political, tax, reporting or illiquidity risk factors that may be different to similar investments in the South African markets. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. The top 10 holdings are reflected on a look-through basis. A feeder fund invests in a single fund of a collective investment scheme, which levies its own charges and could result in a higher fee structure for the feeder fund. Coronation Management Company (RF) (Pty) Ltd is a Collective Investment Schemes Manager approved by the Financial Sector Conduct Authority in terms of the Collective Investment Schemes Control Act. Portfolio managed by Coronation Asset Management (Pty) Ltd (FSP 548), an authorised financial services provider. The Management Company reserves the right to close the fund to new investors if we deem it necessary to limit further inflows in order for it to be managed in accordance with its mandate. Unit trusts are allowed to engage in scrip lending and borrowing. Standard Chartered has been appointed as trustees for the fund (www.sc.com/za; 011-2176600). Coronation is a full member of the Association for Savings & Investment SA (ASISA).

HOW ARE UNITS PRICED AND AT WHICH PRICE WILL MY TRANSACTION BE EXECUTED?

Unit trusts are traded at ruling prices set on every trading day. Fund valuations take place at approximately 15h00 each business day, except at month end when the valuation is performed at approximately 17h00 (JSE market close) and forward pricing is used. Instructions must reach the Management Company before 14h00 (12h00 for the Money Market Fund) to ensure same day value. The payment of withdrawals may be delayed in extraordinary circumstances, when the manager with the consent of the fund trustees deem this to be in the interest of all fund investors. These circumstances may include periods when significant underlying markets suspend trading which will prevent accurate valuation of the instruments held in the fund. When the suspension of trading relates to only certain assets held by the fund, these assets may be side-pocketed. This process allows normal liquidity on the assets that can be valued, but will delay liquidity on the affected portion of the fund. If the fund is faced with excessive withdrawals, the affected withdrawals may be ring-fenced, which is the separation and delayed sale of the assets reflecting the interest of the liquidity seeking investors. It ensures that the sale of a large number of units will not force Coronation to sell the underlying investments in a manner that may have a negative impact on remaining investors of the fund.

HOW WAS THE PERFORMANCE INFORMATION INCLUDED IN THIS FACT SHEET CALCULATED?

Performance is calculated by Coronation as at the last day of the month for a lump sum investment using Class P NAV prices with income distributions reinvested. Class A NAV prices were used for the period prior to the launch of Class P. All underlying price and distribution data is sourced from Morningstar. Performance figures are quoted after the deduction of all costs (including manager fees and trading costs) incurred within the fund. Note that individual investor performance may differ as a result of the actual investment date, the date of reinvestment of distributions and dividend withholding tax, where applicable. Annualised performance figures represent the geometric average return earned by the fund over the given time period. Unannualised performance represents the total return earned by the fund over the given time period, expressed as a percentage.

WHAT IS THE TOTAL EXPENSE RATIO (TER) AND TRANSACTION COSTS (TC)?

TER is calculated as a percentage of the average net asset value of the portfolio incurred as charges, levies and fees in the management of the portfolio over the period referenced. The TER charged by any underlying fund held as part of a fund's portfolio is included in the fund expenses portion of the TER, but trading and implementation costs incurred in managing the underlying fund are excluded. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. The 1 year TER is for the 12 months to end of the previous financial year (updated annually). The 3 year TER is for a rolling 36-month period to the last available quarter end (December, March, June and September).

Transaction costs are a necessary cost in managing a fund and impacts the fund's return. They should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER.

The Total Investment Charge is the sum of the Total Expense Ratio (TER) and transaction costs.

ADVICE AND PLATFORM COSTS

Coronation does not provide financial advice. If you appoint an adviser, advice fees are contracted directly between you and the adviser. For more information please contact the relevant platform (Linked Investment Service Provider or Life Assurance Provider).

WHERE CAN I FIND ADDITIONAL INFORMATION?

Additional information such as daily fund prices, brochures, application forms and a schedule of fund fees and charges is available on our website, www.coronation.com

IMPORTANT INFORMATION REGARDING TERMS OF USE

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