

PORTFOLIO MANAGER COMMENTARY

The fund returned -9.1% (in US dollar terms) for the quarter, against the benchmark MSCI World Index's -12.5%. For a rolling 12-month period, the fund's return of 10.1% is behind the benchmark return of 10.8%.

Markets fell sharply during the second quarter as the sovereign credit crisis continued amid early signs that the global economic recovery has started to lose steam. A trillion dollar bailout agreement between the euro states brought a brief calm to the markets in April but actions taken to cut budget deficits in Europe have raised fears of a double dip recession. Speculation of a breakup of the euro led to euro weakness during the quarter but eased during June, allowing the currency to rise off its recent lows. Adding to market concerns were the drastic steps taken by the Chinese government to reign in rampant real estate speculation. Oil fell \$10 as economic woes increased and gold rose strongly, briefly reaching a record of \$1257/oz before the end of June.

In terms of regional equity performance, Japan was the best performing region, falling 10.1% (in US dollar terms). North America was next best, falling 11.4%. Given the region's current troubles, Europe was the worst performing region, falling almost 15% on the back of a weakening euro. Asia ex-Japan fell 14.2%. The fund's regional positioning therefore detracted from performance for this quarter.

The underlying managers had a significant impact on the relative outperformance this quarter.

Cantillon Global Equity was the biggest contributor, falling only 3.4% compared to the MSCI Global Equity Index's decline of 12.5%. Cantillon has a very strict investment strategy of investing in high ROE, low PE stocks and the outperformance, generated mostly in June, was generally across the portfolio rather than any one or two individual stocks. Cantillon remain fully invested at all times.

Veritas Asia fell 8.2% significantly outperforming the market decline of 11.2% (MSCI Pacific ex-Japan in US dollar). The manager, Ezra Sun, has a unique insight into China and this has been key to his excellent long-term performance. However, he has also invested well in other countries and his keen sense of currency movements has led to an effective hedging strategy when required.

Ruffer European protected capital well in the drawdown as would be expected given the put option overlay that the manager normally has in place. This became even more important in recent months as he increased his equity exposure from its credit crisis lows to around 75%.

Positive contributions also came from Coronation Global Emerging Market Fund, Morant Wright Japan Fund and Contrarius Global Equity Fund.

Legg Mason US Equity Fund had a poor quarter and was the biggest detractor from overall performance over the quarter. Edinburgh Partners Global Fund also marginally underperformed.

Outlook

We continue to see fundamental value in equity markets and our managers speak eloquently on the many companies they invest in that will continue to achieve double-digit growth even with the lower global growth prospects. Despite recent pessimistic newsflow, we believe that corporate earnings will remain robust and may be well ahead of the flat expectations of sell-side analysts. The crisis in Europe is now fully reflected in the market but may generate some volatility in the near term as political and policy issues are dealt with. Another equity market rally may be some time away but in the interim, this is a good environment for the fundamental stock picking managers in this portfolio.

Portfolio manager

Tony Gibson

CORONATION WORLD EQUITY [ZAR] FUND OF FUNDS

CLASS A as at 30 June 2010

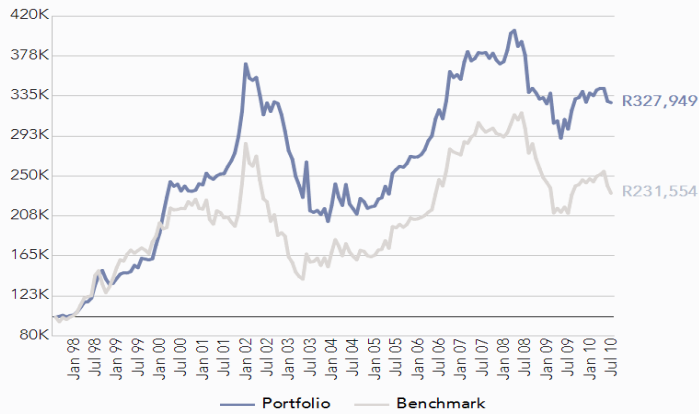
CORONATION
FUND MANAGERS

Fund category Foreign - Equity - General
Fund description Aims to achieve long-term capital growth that exceeds the MSCI World Index in dollar terms while ensuring lower volatility of returns, particularly on the downside, than conventional index-linked equity portfolios.
Launch date 01 August 1997
Portfolio manager/s Tony Gibson

Fund size R717.03 million
NAV 3052.21 cents
Benchmark/Performance Fee Hurdle MSCI World Index (Rands)
Risk profile Cons Mod Aggr

PERFORMANCE AND RISK STATISTICS¹

GROWTH OF A R100,000 INVESTMENT



PORTFOLIO DETAIL

GEOGRAPHIC ASSET ALLOCATION EXPOSURE

	30 Jun 2010
Equities	89.7%
Europe (3 Funds)	28.5%
Global (4 Funds)	22.8%
North America (3 Funds)	17.8%
Japan (2 Funds)	10.3%
Asia (1 Fund)	10.2%
Hedge	8.1%
North America (1 Fund)	8.1%
Cash	2.2%
Domestic	2.2%
Foreign	0.0%

PERFORMANCE FOR VARIOUS PERIODS - ZAR RETURNS

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	228.0%	131.6%	96.4%
Since Inception (annualised)	9.6%	6.7%	2.9%
Latest 5 years (annualised)	5.0%	3.5%	1.5%
Latest 3 years (annualised)	(4.8)%	(8.4)%	3.5%
Latest 1 year (annualised)	9.4%	10.1%	(0.7)%
Year to date	(3.0)%	(6.3)%	3.3%
2009	3.5%	1.6%	1.9%
2008	(12.0)%	(16.6)%	4.5%
2007	5.3%	7.0%	(1.7)%
2006	30.5%	33.2%	(2.7)%

TOP 5 HOLDINGS

As at 30 Jun 2010

Cantillon GV Fund E-Series E1
Legg Mason US Equity Fund B
Edinburgh Partners European Opportunity Fund
Veritas Asian Fund
Coronation Global Emerging Markets Fund

PERFORMANCE FOR VARIOUS PERIODS - USD RETURNS

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	97.0%	39.1%	57.9%
Since Inception (annualised)	5.4%	2.6%	2.8%
Latest 5 years (annualised)	2.1%	0.6%	1.5%
Latest 3 years (annualised)	(7.5)%	(10.9)%	3.4%
Latest 1 year (annualised)	10.1%	10.8%	(0.7)%
Year to date	(6.4)%	(9.6)%	3.2%
2009	33.2%	30.8%	2.4%
2008	(37.1)%	(40.3)%	3.2%
2007	7.8%	9.6%	(1.7)%
2006	18.2%	20.7%	(2.4)%

RISK STATISTICS SINCE INCEPTION

	Fund	Benchmark
Annualised Deviation	16.7%	18.5%
Sharpe Ratio	(0.09)	(0.24)
Maximum Gain	51.7%	53.2%
Maximum Drawdown	(45.3)%	(50.7)%
Positive Months	59.4%	52.9%

MONTHLY PERFORMANCE - ZAR RETURNS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2010	(0.8)%	1.8%	0.5%	0.0%	(4.0)%	(0.4)%							(3.0)%
Fund 2009	3.4%	(9.4)%	0.8%	(6.0)%	6.9%	(3.3)%	6.7%	3.9%	0.4%	2.0%	(3.4)%	3.0%	3.5%
Fund 2008	3.2%	4.7%	0.8%	(4.2)%	1.3%	(3.7)%	(10.5)%	1.3%	(1.4)%	(2.0)%	0.4%	(1.9)%	(12.0)%

FEES (excl. VAT)

Initial Fee	Coronation: 0.00%
Annual Management Fee - performance related*	Minimum: 1.40% Maximum: 3.50% Sharing Rate: 10.00%

* A portion of Coronation's annual management fee may be paid to administration platforms like LISP's as a payment for administrative and distribution services.

Advice Costs (excluding VAT)

- Initial and ongoing advice fees may be facilitated on agreement between the Client and Financial Advisor.
- An initial advice fee may be negotiated to a maximum of 3% and is applied to each contribution and deducted before investment is made.
- Ongoing advice fees may be negotiated to a maximum of 1% per annum (if initial advice fee greater than 1.5% is selected, then the maximum annual advice fee is 0.5%), charged by way of unit reduction and paid to the Financial Advisor monthly in arrears. This annual advice fee is not part of the normal annual management fee as disclosed above.
- Where commission and incentives are paid, these are included in the overall costs.

Total Expense Ratio (TER)² 2.74% per annum, which includes a performance fee of 0.05%

When applicable, Coronation shares in the fund performance above the benchmark. This performance fee is accrued daily, based on performance over a rolling 12-month period, and paid to Coronation monthly. If the fund produces a return in line with or below the benchmark for the relevant 12-month period, the minimum fee of 1.40% applies. For further information regarding our fee structure please contact us or visit our website.

Unit trusts should be considered a medium- to long-term investment. The value of units may go down as well as up. Past performance is not necessarily an indication of future performance. Unit trusts are traded at ruling prices and can engage in scrip lending and borrowing. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. Instructions must reach the Management Company before 2pm (12pm for the Money Market Fund) to ensure same day value. Fund valuations take place at approximately 15h00 each business day and forward pricing is used. Coronation is a Full member of the Association for Savings & Investment SA (ASISA). ¹Performance is quoted from Morningstar as at 30 June 2010 for a lump sum investment using Class A NAV prices with income distributions reinvested. Performance figures are quoted after the deduction of all costs incurred within the fund. ²The TER is calculated as a percentage of the average NAV of the portfolio incurred as charges, levies and fees in the management of the portfolio for a rolling 12-month period to end March 2010. A higher TER ratio does not necessarily imply a poor return nor does a low TER imply a good return. The current disclosed TER cannot be regarded as an indication of future TER's.