

PORTFOLIO MANAGER COMMENTARY

The now much talked about "risk on – risk off" investor behaviour continued into the third quarter of 2010. July was a positive month for risky assets, August was negative, and then September brought a strong wave of upward pricing of risk, resulting in a quarterly return for the MSCI World Index of 13.9%. The year-to-date return number now lies on 3.0%, albeit with a lot of volatility around this number during the course of the year. The renewed optimism coincided with continued weakness in the dollar across all the major currencies of the world, but specifically against the euro. Gold continued to rise amidst more talk of the second round of quantitative easing, whilst global bond markets (and specifically higher yielding markets) continued to attract vast investor flows as the search for yield intensified. Listed property also benefited from this search for risk, with the REIT sector slightly outperforming global equities over the last three months, highlighting their attractive valuation levels going into this calendar year. The rand was also a major beneficiary of the risk re-rating, strengthening by over 10% against the US dollar during the third quarter, and by almost 5% against the pound sterling, whilst retaining its value against a strong euro.

Your fund performed very well against this background. The quarterly return of over 10% in dollar terms not only reversed the previous quarter's disappointing trend, but also put the fund back in positive territory in dollar terms since the beginning of the calendar year. The 12-month rolling dollar return of 5.95% comfortably outperformed the benchmark of global cash by around 6%, a credible performance given the turbulent times in financial markets. Since inception almost 2 years ago, the fund has generated an annualised return of 15.5%, admittedly with a strong front-end loading of returns due to the strong bounce-back experienced by risky assets 18 months ago.

Unfortunately a lot of the good work described above would not be visible to investors in the fund given that the numbers are reported in rand terms. In local currency terms the fund lost 1.9% of its value over 1 year, and achieved a negative annualised return of 3.25% since inception. As always, we stress to investors that we manage the fund in dollar terms, and do not try to manage the currency conversion risk into rands. We continue to be astonished by the strength in the local currency, and would urge investors not to lose patience at potentially the point of maximum pain.

The fund benefited from quite a few positive levers over the period. Its equity selections performed very well, outperforming the market by more than 3% over the quarter. Its property selection outperformed the market by almost 10%, whilst the positions in wheat and corn finally turned around very decisively following the Russian drought and the country's restrictions on the export of wheat. These positions, whilst small, added about 1% to fund performance. The physical gold position again contributed positively, as did the fixed interest positions. The only black mark on the score card was the positions in natural gas. We remain convinced of the merits of this view and will continue to hold these positions.

Within our equity universe the cash offer for McAfee added significantly to performance, as did holdings in other slightly more cyclical counters like Wirecard, Qualcomm and our Greek holdings. More significant detractors included Warner Music, HP, and Heidelberg Cement. Most of the property holdings added value, especially the Australian and Singaporean stocks. We exited the wheat position into the euphoria around potential global shortages, and reduced the corn position.

Equity exposure has been brought down slightly in September, given the very strong markets, but we continue to find value in equities over the longer term. We still see lots of value in listed property, and remain nervous of developed market bond yields. We intend retaining the gold position as long as the uncertainty around the effects of the economic meltdown persists.

Portfolio managers

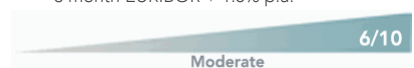
Tony Gibson and Louis Stassen

CORONATION LATITUDE [ZAR] FUND

CLASS A as at 30 September 2010

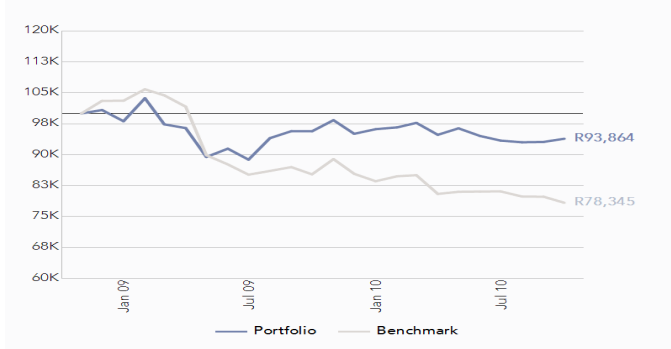
CORONATION
FUND MANAGERS

Fund category Foreign Asset Allocation Flexible
Fund description Aims to provide diversified exposure to global assets with a focus on capital preservation.
Launch date 22 September 2008
Portfolio manager/s Tony Gibson and Louis Stassen

Fund size R88.56 million
NAV 97.78 cents
Benchmark/Performance Fee Hurdle † 50% USD 3 month LIBOR and 50% 3 month EURIBOR + 1.5% p.a.
Risk profile  Moderate **6/10**

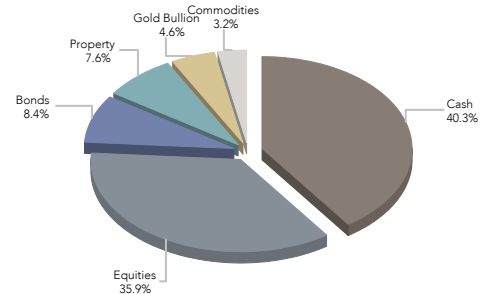
PERFORMANCE AND RISK STATISTICS¹

GROWTH OF A R100,000 INVESTMENT



PORTFOLIO DETAIL

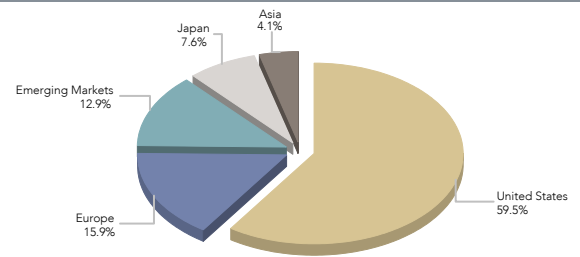
EFFECTIVE ASSET ALLOCATION EXPOSURE



PERFORMANCE FOR VARIOUS PERIODS (ZAR)

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	(6.1)%	(21.5)%	15.4%
Since Inception (annualised)	(3.2)%	(12.1)%	8.8%
Latest 1 year (annualised)	(1.9)%	(8.5)%	6.6%
Year to date	(2.4)%	(6.6)%	4.2%
2009	(2.0)%	(18.9)%	17.0%

GEOGRAPHIC ASSET ALLOCATION EXPOSURE



PERFORMANCE FOR VARIOUS PERIODS (USD)

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	31.8%	9.0%	22.8%
Since Inception (annualised)	15.5%	4.7%	10.8%
Latest 1 year (annualised)	6.0%	(1.3)%	7.2%
Year to date	3.8%	(0.7)%	4.5%
2009	26.2%	3.9%	22.3%

CURRENCY ALLOCATION

Currency as at 30 Sep 2010	% of Fund
US Dollar	51.0%
Euro	25.4%
Asia (ex Japan)	12.5%
UK Pound Sterling	10.1%
South African Rand	1.1%

RISK STATISTICS SINCE INCEPTION

	Fund	Benchmark
Annualised Deviation	11.0%	11.4%
Sharpe Ratio	(1.07)	(1.94)
Maximum Gain	7.8%	4.3%
Maximum Drawdown	(14.4)%	(28.4)%
Positive Months	52.2%	34.8%

MONTHLY PERFORMANCE RETURNS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2010	0.4%	1.1%	(3.0)%	1.7%	(1.9)%	(1.2)%	(0.4)%	0.1%	0.8%				(2.4)%
Fund 2009	5.7%	(6.1)%	(0.9)%	(7.3)%	2.3%	(2.9)%	5.9%	1.8%	0.0%	2.8%	(3.4)%	1.2%	(2.0)%
Fund 2008											0.8%	(2.7)%	(1.9)%

FEES (excl. VAT)

Initial Fee	Coronation: 0.00%
Annual Management Fee - performance related	Minimum - standard: 1.50% Minimum - discounted: 0.75% Maximum: 2.50% 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.

When applicable, Coronation shares in the fund performance above the performance fee hurdle. 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, the standard minimum fee will be levied. If the fund produces a negative return (measured in USD) over a rolling 12-month period, the discounted minimum fee applies. For further information regarding our fee structure please contact us or visit our website.

Total Expense Ratio (TER) ²	3.20% per annum, which includes a performance fee of 1.06%
--	--

† Please note that the benchmark of USD 3-month LIBOR+5% p.a. has changed with effect 5 August 2008.

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 September 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 June 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.

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.