

PORTFOLIO MANAGER COMMENTARY

The Coronation World Equity Fund of Funds returned -0.1% (in US dollar terms) for the quarter, compared to 0.7% from the benchmark MSCI World Index. For a rolling 12-month period, the fund's return of 19.1% is behind the benchmark's 31.2%.

The past quarter was dominated by the ongoing debt crisis in Europe, with Greece (again) at the centre. A tense standoff between Germany and the European Central Bank as to the best resolution for the Greek debt problem was compounded by an increasing resistance from the Greek electorate towards further 'austerity' cuts demanded by their neighbours, and consequently intense political wrangling by Greek politicians. More concerning however, is the political posturing in the US preventing an increase in the country's debt ceiling before 2 August, at which time the government estimates it will run out of funds. The current impasse is so deep that even the ratings agencies have warned that in order to prevent an outlook downgrade on US debt, a resolution needs to be found soon. Furthermore, despite promising data points earlier in the year, recent economic data is signaling a slowdown in the recovery in both the US and wider Europe, while even China's robust growth has eased slightly. These issues all contributed to a choppy market, which recovered strongly in the final week of the quarter on the apparent resolution of this round of Greek funding issues.

In terms of regional equity performance Europe was the best performing region rising 2.9% (in US dollar terms), while North America performed the worst falling 0.3% (in US dollar terms). Japan was marginally positive at 0.2%, while Asia declined by 0.2%. The fund's regional positioning therefore had a positive, albeit small, impact over the quarter.

The managers had a mixed quarter, with the global and European funds detracting from performance, and the US and Japan funds finishing in line with the fund's performance. Cantillon struggled over the period as did all the European funds, all of which lagged the index over the three months.

During the quarter, we redeemed from Veritas Asia so as to reduce our exposure to that region and invested in the Veritas Global Equity Fund, which has a stellar long-term track record.

Outlook

Greece's debt issues (and the others in Europe) are resolved for now and in all likelihood the US debt ceiling will be raised before August and avert any major crisis. This will not, however, be the end of it and we would expect the sovereign debt crisis to rumble on for some time. Measures that need to be taken will act as a handbrake on growth and other factors such as credit and commodities will continue to drive volatility in markets. Equity markets continue to provide attractive investment opportunities especially in the larger, multinational companies that offer diversity, growth and high dividend yields. The investment liquidity of such stocks is another attraction to investors and, even if this might at some point be a negative, such times will provide our managers with a buying opportunity.

Portfolio manager

Tony Gibson

CORONATION WORLD EQUITY [ZAR] FUND OF FUNDS

CLASS A as at 30 June 2011

CORONATION
FUND MANAGERS

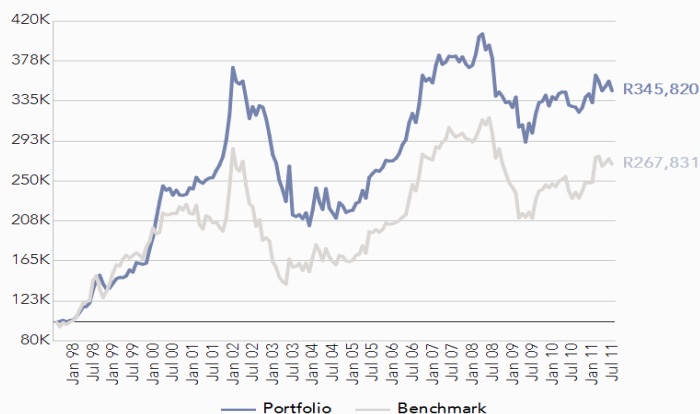
Fund category Foreign - Equity - General
Fund description Aims to achieve long-term capital growth that exceeds the MSCI World Index in dollar terms while ensuring lower volatility of returns, particularly on the downside, than conventional index-linked equity portfolios.
Launch date 01 August 1997
Portfolio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

Fund size R993.42 million
NAV 3205.67 cents
Benchmark/Performance Fee Hurdle MSCI World Index (Rands)
Risk profile

8/10
Aggressive

PERFORMANCE AND RISK STATISTICS¹

GROWTH OF A R100,000 INVESTMENT



PORTFOLIO DETAIL

GEOGRAPHIC ASSET ALLOCATION EXPOSURE

	30 Jun 2011
Equities	97.3%
Europe (4 Funds)	38.5%
Global (2 Funds)	34.4%
North America (2 Funds)	17.3%
Japan (1 Fund)	7.1%
Cash	2.7%
Foreign	1.7%
Domestic	1.1%

PERFORMANCE FOR VARIOUS PERIODS - ZAR RETURNS

	Fund	Benchmark	Outperformance
Since Launch (unannualised)	245.8%	167.8%	78.0%
Since Launch (annualised)	9.3%	7.3%	2.0%
Latest 10 years (annualised)	3.2%	2.7%	0.5%
Latest 5 years (annualised)	1.5%	1.7%	(0.2)%
Latest 3 years (annualised)	(3.1)%	(3.8)%	0.7%
Latest 1 year (annualised)	5.0%	15.7%	(10.6)%
Year to date	3.8%	7.9%	(4.1)%
2010	(1.8)%	0.5%	(2.3)%
2009	3.5%	1.6%	1.9%
2008	(12.1)%	(16.6)%	4.5%

TOP 5 HOLDINGS

As at 30 Jun 2011

Contrarius Global Equity Fund
Cantillon GV Fund E-Series E1
Vulcan Value Partners Fund
Adelphi Europe Inc
Coronation Global Emerging Markets Fund

PERFORMANCE FOR VARIOUS PERIODS - USD RETURNS

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	134.7%	82.5%	52.2%
Since Inception (annualised)	6.3%	4.4%	1.9%
Latest 10 years (annualised)	5.0%	4.5%	0.5%
Latest 5 years (annualised)	2.6%	2.8%	(0.2)%
Latest 3 years (annualised)	1.8%	1.0%	0.7%
Latest 1 year (annualised)	19.1%	31.2%	(12.1)%
Year to date	1.6%	5.6%	(4.0)%
2010	9.7%	12.3%	(2.6)%
2009	33.2%	30.8%	2.4%
2008	(37.1)%	(40.3)%	3.2%

RISK STATISTICS SINCE INCEPTION

	Fund	Benchmark
Annualised Deviation	16.3%	18.2%
Sharpe Ratio	0.12	0.00
Maximum Gain	51.7%	53.2%
Maximum Drawdown	(45.3)%	(50.7)%
Positive Months	58.7%	53.9%

MONTHLY PERFORMANCE - ZAR RETURNS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2011	8.8%	(1.8)%	(2.8)%	1.3%	1.7%	(2.9)%							3.8%
Fund 2010	(0.8)%	1.8%	0.5%	0.0%	(4.0)%	(0.4)%	(0.2)%	(1.7)%	1.5%	3.4%	1.1%	(2.8)%	(1.8)%
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%

FEES (excl. VAT)

Initial Fee	Coronation: 0.00%
Annual Management Fee - performance related*	Minimum: 1.35% Maximum: 3.00% Sharing Rate: 15.00%

* 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 for the relevant 12-month period, the minimum fee applies. Please note that the fees have been adjusted, with effect 1 May 2011. For further information regarding our fee structure please contact us or visit our website.

Total Expense Ratio (TER)²	2.35% per annum, which includes a performance fee of 0.03%
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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 as calculated by Coronation as at 30 June 2011 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 2011. 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.