

PORTFOLIO MANAGER COMMENTARY

The fund returned 1.7% (in US dollar terms) for the quarter, against 4.9% from the benchmark MSCI World Index. For a rolling 12-month period, the fund's return of 8.4% is behind the benchmark's 14.0%.

It has been an eventful quarter, starting with the floods in Australia and ending with the UN military intervention in Libya. Despite the myriad of unsettling events, the world economies seem to be gathering strength, building momentum from a number of positive headline figures. Markets rose strongly into 2011 on the back of improving economic situation, but the tragic events in Japan and unfolding political change in North Africa and the Middle East caused a sharp market downturn in mid-March, only to recover by month-end. Energy and food prices have also risen sharply, creating unwelcome inflation pressures. At this time, only the ECB seems intent on raising rates in the near future, while the US Federal Reserve and BOE are more concerned about higher interest rates derailing the recovery than transitory inflation that could ease in the months ahead. Indeed, while peripheral Europe remains mired in debt, many believe that the ECB may be about to make a major policy mistake by raising rates too early.

In terms of regional equity performance, Japan was the worst performing region, falling 4.9% (in US dollar terms), while Europe performed best, rising 6.6% (in US dollar terms). North America was also strong, finishing up 6.1% while Asia ex-Japan rose 2.8%. The fund's regional positioning was a significant detractor from performance over the quarter.

Overall, the performance from our underlying managers was also the core reason for this quarters' underperformance.

Contrarius Global underperformed due to an overweight exposure to Japan prior to the earthquake and subsequent tsunami. These tragic events and the aftermath have shown how resilient the Japanese are and while there will be supply chain disruptions and a period of economic contraction; the correction was probably overdone and this could be a catalyst to reignite a flailing economy. Morant Wright Japan mostly hold companies with domestic exposure which would explain that fund's quarterly underperformance.

Cantillon Global Equity was affected by a strong rotation out of quality stocks into more risky financials and energy in January and February and a strong recovery in March was not enough to offset the losses in the first two months.

On a positive note, Edinburgh Partners European had a good quarter driven largely by its exposure to industrials and energy stocks. Ruffer European lagged the positive markets as it is prone to do with its defensive positioning.

We have been looking at ways to improve the fund's performance and will be making a number of manager changes during the next few weeks which we look forward to discussing in our next review.

Outlook

We see monetary policy as critical to global economic growth and despite the strengthening in the recovery, we believe it is too early for policy makers to risk raising rates just yet. Although increasing inflation is creating pressure and the various Central Banks are actively discussing doing so, we suspect that that they hope their rhetoric will be enough to tame the current pressures. As budget cuts take effect in the UK and Europe and the US debates their budget requirements, there is potential for unexpected shocks to derail the recovery. We expect this to remain as the foremost concern for policy makers, therefore keeping rates low and an environment distinctly biased towards equities.

Portfolio manager

Tony Gibson

CORONATION WORLD EQUITY [ZAR] FUND OF FUNDS

CLASS A as at 31 March 2011

CORONATION
FUND MANAGERS

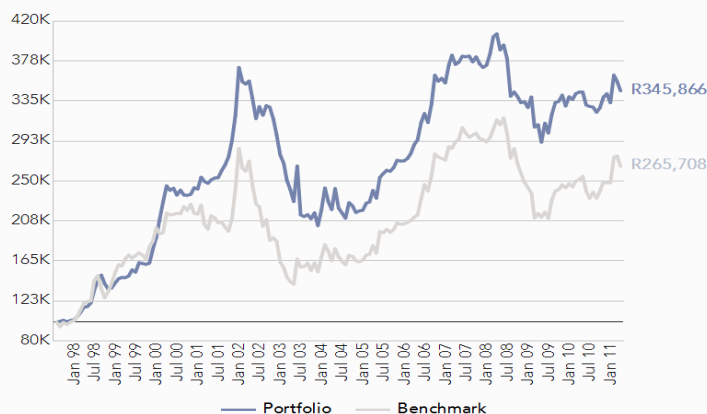
Fund category Foreign - Equity - General
Fund description Aims to achieve long-term capital growth that exceeds the MSCI World Index in dollar terms while ensuring lower volatility of returns, particularly on the downside, than conventional index-linked equity portfolios.
Launch date 01 August 1997
Portfolio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

Fund size R930.85 million
NAV 3205.87 cents
Benchmark/Performance Fee Hurdle MSCI World Index (Rands)
Risk profile



PERFORMANCE AND RISK STATISTICS¹

GROWTH OF A R100,000 INVESTMENT



PORTFOLIO DETAIL

GEOGRAPHIC ASSET ALLOCATION EXPOSURE

	31 Mar 2011
Equities	96.6%
Global (2 Funds)	37.1%
Europe (3 Funds)	26.3%
North America (2 Funds)	18.5%
Japan (1 Fund)	7.5%
Asia (1 Fund)	7.2%
Cash	3.4%
Foreign	2.0%
Domestic	1.3%

PERFORMANCE FOR VARIOUS PERIODS - ZAR RETURNS

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	245.9%	165.7%	80.2%
Since Inception (annualised)	9.5%	7.4%	2.1%
Latest 10 years (annualised)	3.4%	2.9%	0.5%
Latest 5 years (annualised)	3.7%	4.7%	(1.0)%
Latest 3 years (annualised)	(5.2)%	(5.5)%	0.3%
Latest 1 year (annualised)	0.4%	5.6%	(5.2)%
Year to date	3.8%	7.0%	(3.2)%
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 31 Mar 2011

Contrarius Global Equity Fund
Cantillon GV Fund E-Series E1
Vulcan Value Partners Fund
Coronation Global Emerging Markets Fund
Edinburgh Partners European Opportunity Fund

PERFORMANCE FOR VARIOUS PERIODS - USD RETURNS

	Fund	Benchmark	Outperformance
Since Inception (unannualised)	135.0%	81.3%	53.7%
Since Inception (annualised)	6.5%	4.4%	2.0%
Latest 10 years (annualised)	5.2%	4.7%	0.5%
Latest 5 years (annualised)	1.7%	2.6%	(1.0)%
Latest 3 years (annualised)	0.6%	0.3%	0.3%
Latest 1 year (annualised)	8.4%	14.0%	(5.7)%
Year to date	1.7%	4.9%	(3.2)%
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	16.4%	18.3%
Sharpe Ratio	(0.09)	(0.19)
Maximum Gain	51.7%	53.2%
Maximum Drawdown	(45.3)%	(50.7)%
Positive Months	58.5%	53.7%

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)%										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: 1.40% Maximum: 3.50% Sharing Rate: 10.00%
Total Expense Ratio (TER)²	2.47% per annum, which includes a performance fee of 0.07%

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 31 March 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 December 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.