

## INVESTMENT OBJECTIVE

The Coronation Multi-Strategy Arbitrage Hedge Fund makes use of arbitrage strategies in the pursuit of attractive risk-adjusted returns, independent of general market direction. The fund is expected to have low volatility with a very low correlation to equity markets. Stock-picking is based on fundamental in-house research. Factor-based and statistical arbitrage models are used solely for screening purposes. Active use of derivatives is applied to reduce risk and implement views efficiently. The risk profile of the fund is expected to be low due to its low net equity exposure and focus on arbitrage-related strategies. The portfolio is well positioned to take advantage of low probability/high payout events and will thus generally be long volatility through the options market. The fund's target return is cash plus 5%. The objective is to achieve this return with low risk, providing attractive risk-adjusted returns through a low fund standard deviation.

## INVESTMENT PARAMETERS

Net equity exposure is capped at 30%. Gross exposure is limited to 300%, allowing the fund to benefit from arbitrage-related strategies that do not require significant capital. The gross exposure is calculated by total value of longs plus total absolute value of the shorts as percentage of the market value of the fund. If derivatives are used in the portfolio, then its true effective exposure should be incorporated when calculating net and gross exposure. The Portfolio is precluded from raising any debt funding over and above that achieved in terms of the long/short process. There are mandated limits per asset class. The fund may invest in unitised vehicles, in particular money market investment and exposure to small capitalisation shares may be achieved in this way. Investment in derivatives is permitted for efficient investment management of the fund.

## FUND RETURNS

	Fund*	Capped SWIX**	ALBI	Cash***
Since inception (cumulative)	1253.5%	2474.5%	686.2%	320.2%
Since inception p.a.	12.3%	15.5%	9.6%	6.6%
Latest 10 year p.a.	13.1%	10.5%	11.5%	6.1%
Latest 5 year p.a.	18.8%	18.3%	12.5%	6.2%
Latest 3 year p.a.	16.7%	20.4%	16.9%	7.6%
Latest 1 year p.a.	19.0%	42.6%	24.2%	7.1%
Year to date	19.0%	42.6%	24.2%	7.1%
Month	3.6%	4.6%	2.7%	0.5%

\*Fund Returns since inception to 30 September 2023 are for the A class (the most expensive fee class prior to the A class being closed on 30 September 2023) and were calculated net of fees and net of fund expenses. Fund Returns from 1 October 2023 to date are for the Z class. Fund Returns for the Z class are calculated net of fund expenses and gross of investment management and performance fees. Investment management and performance fees are individually agreed with each Qualified Investor prior to investment and are levied outside of the fund. Each Qualified Investor receives a monthly report indicating performance net of their individual fees and expenses.

\*\*JSE Capped Shareholder Weighted Index from 01 July 2011, with JSE Capped All Share Index applicable from inception to 30 June 2011.

\*\*\*South Africa Rand Overnight Deposit Rate.

## PERFORMANCE &amp; RISK STATISTICS

	Fund*	Capped SWIX**	ALBI	Cash***
Average Annual Return	12.3%	15.7%	9.3%	6.5%
Highest Annual Return	34.6%	72.7%	26.1%	11.3%
Lowest Annual Return	(18.5)%	(35.6)%	(5.6)%	3.3%
Annualised Standard Deviation	6.5%	14.5%	7.3%	0.5%
Downside Deviation	6.6%	9.6%	5.2%	
Maximum Drawdown	(19.9)%	(38.3)%	(9.8)%	
Sharpe Ratio	0.87	0.62	0.41	
Sortino Ratio	0.87	0.93	0.58	
% Positive Months	80.0%	65.6%	70.0%	
Correlation (Capped SWIX)	0.31			
Correlation (ALBI)	0.23			
99% Value at Risk (P&L %)	(1.1)%			

## GENERAL INFORMATION

Investment Structure	Limited liability en commandite partnership
Disclosed Partner	Coronation Management Company (RF) (Pty) Ltd
Inception Date	01 July 2003
Hedge Fund CIS launch date	01 October 2017
Year End	30 September
Fund Category	South African Multi-Strategy Hedge Fund
Benchmark ±	Cash
Target Return	Cash + 5%
Annual Management & Performance Fees	Annual Management and Performance Fees are agreed and levied outside of the Fund.
Total Expense Ratio (TER)†	0.03% (excluding management and performance fees)
Transaction Costs (TC)†	1.41%
Fund Size (R'Millions)‡	R1135.38
Fund Status	Open
NAV (per unit)	164.72 cents
Base Currency	ZAR
Dealing Frequency	Monthly
Income Distribution	Annual (with all distributions reinvested)
Minimum Investment	R5 million
Notice Period	5 business days
Investment Manager	Coronation Alternative Investment Managers (Pty) Ltd (FSP 49893)

Auditor

KPMG Inc.

Prime Broker

N/A

Custodian

Standard Chartered Bank

Administrator

JP Morgan Chase Bank, N.A., London Branch

Transfer Agency

Intembeko Investment Administrators

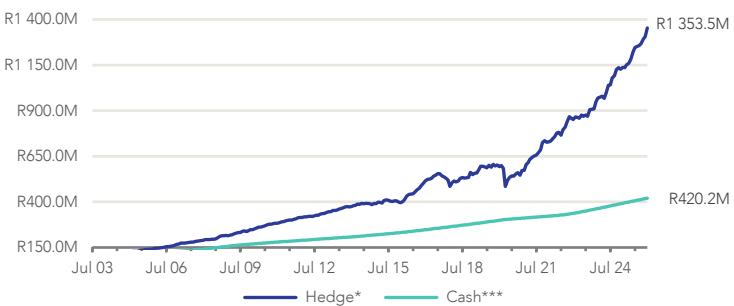
Portfolio Managers

Neville Chester, Nicholas Hops & Nic Stein

‡The benchmark of the hedge fund has been included to align with industry standards.

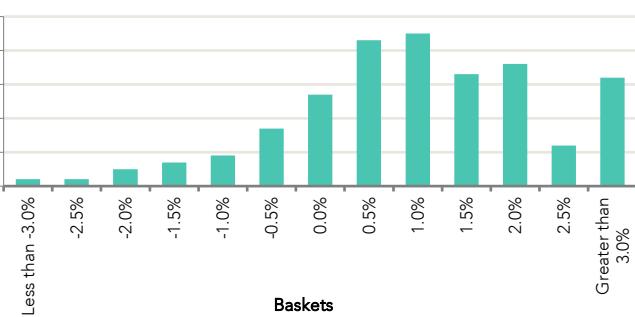
†TER and TC data is provided for the 1 year ending 30 November 2025. TER excludes manufactured dividend expenses and scrip borrowing costs, in line with the revised ASISA TER Hedge Fund Disclosure Standard. ‡Fund Size is as at 31 December 2025.

## GROWTH OF R100m INVESTMENT

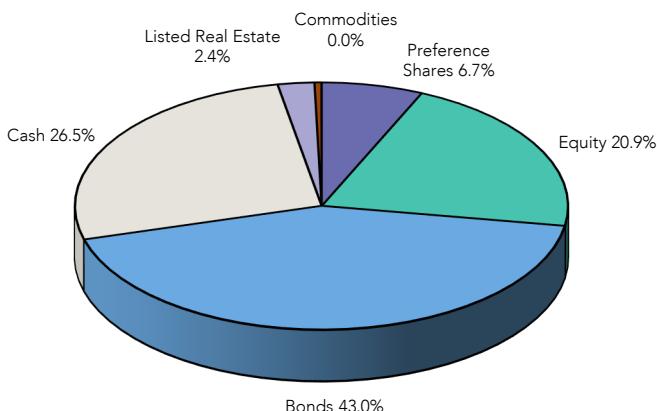


Note: A reference to "Cash + 5%" was historically included on a voluntary basis. This has been removed with effect from November 2024 which aligns with industry practice.

## MONTHLY RETURN DISTRIBUTION



## ASSET ALLOCATION



## PORTFOLIO LIQUIDITY

	Days to Trade
Long	5.9
Short	0.2

## INCOME DISTRIBUTIONS (cents per unit)

Declaration Date	Amount	Dividend	Interest
30-Sep-25	10.41	4.02	6.38

## MONTHLY COMMENTARY

The Fund closed out the calendar year with a very strong return of 3.6\*% bringing the full year return to 19.0%, well ahead of its target return of cash + 5.0%. A number of Pairs worked really well in the month, especially driven by our long position in Aspen, where the announcement of a major transaction saw a strong share price rally. We also benefited on the short side from some unexpected M&A in the retail sector. We closed out a number of M&A Arbitrage Positions in the period, which locked in the excess returns. Hopefully, there will be more M&A opportunities in the year ahead. We have been cautious in the resources space, where we have seen extreme moves and remain wary of taking large exposures either way in this sector.

\*The Fund return is net of expenses and gross of fees.

## REGULATORY DISCLOSURE AND DISCLAIMER

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