

# CORONATION GLOBAL EMERGING MARKETS FLEXIBLE [ZAR] FUND

Fund Information as at 31 January 2026

## WHAT IS THE FUND'S OBJECTIVE?

The Global Emerging Markets Flexible [ZAR] Fund aims to give investors access to the best opportunities in emerging equity markets. The fund actively seeks out attractively valued shares to maximise long-term growth. Our intent is to outperform the emerging equity benchmark over all periods of five years and longer.

## WHAT DOES THE FUND INVEST IN?

The fund invests in the shares of companies which are either based in emerging countries, or earn a significant part of their revenue from emerging economies. It can also invest in cash and bonds, but will remain biased towards shares at all times. The fund is mandated to use derivative instruments for efficient portfolio management purposes.

## IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

### Risk Profile



### Maximum growth/ minimum income exposures



The fund will only invest in shares we view as being attractively valued and which may offer superior long-term investment growth.

The fund's share selection is the result of rigorous international research conducted by Coronation's investment team.

While we have a disciplined approach to reducing risk, shares can be volatile investments and there is a meaningful risk of capital loss over the short term. Emerging markets are generally viewed as more risky than developed markets. Global currency movements may intensify investment gains or declines.

## HOW LONG SHOULD INVESTORS REMAIN INVESTED?

The fund is managed to deliver the best possible returns over the long term; an investment horizon of 10 years or more is therefore ideal. It is not suitable as a single investment for investors who need to preserve their capital over five years or less.

## WHO SHOULD CONSIDER INVESTING IN THE FUND?

Investors who are building wealth, and who

- ▶ are comfortable with full exposure to shares in emerging markets;
- ▶ accept that the fund may underperform the market significantly in the short term in pursuit of superior long-term gains;
- ▶ hold other investments and are looking for exposure to emerging markets;
- ▶ do not require an income from their investment.

## WHAT COSTS CAN I EXPECT TO PAY?

The fund fees will be changing to a fixed fee from the current variable performance related fee, effective 01 October 2026.

The new fixed fee will be 1.40% p.a.

From 1 October 2025 to 30 September 2026, the lowest of the current variable performance-related fee and the new fixed fee will be accrued daily. The effective fee range during this period will be 1.00% - 1.40% per annum depending on the fund's performance (previously 1.00% - 2.40% per annum).

If the fund's return (after fees and costs) is equal to that of its benchmark, a fee of 1.15% p.a. will be charged. We share in 20% of the performance above the benchmark, up to a maximum annual total fee of 1.40% p.a. Performance is measured over a rolling 24-month period.

When the fund return is below the benchmark over a rolling 60-month period, the base fee is discounted to 1.00% p.a.

From 1 October 2026, only the new fixed fee will apply.

All fees exclude VAT. Fund expenses that are incurred in the fund include administrative, trading, custody and audit charges. All performance information is disclosed after deducting all fees and other portfolio costs.

We do not charge any fees to access or withdraw from the fund.

More detail is available on [www.coronation.com](http://www.coronation.com).

## WHO ARE THE FUND MANAGERS?

**GAVIN JOUBERT**

BBusSc, CA (SA), CFA

**IAKOVOS MEKIOS**

Ptychion (BSc), MIA, IMC, CFA

**ORI SACHS**

BBusSc, CFA

**SUHAIL SULEMAN**

BBusSc, CFA

## GENERAL FUND INFORMATION

Launch Date	28 December 2007
Fund Class	A
Benchmark	MSCI Emerging Markets Index
ASISA Fund Category	Global – Multi-asset – Flexible
Income Distribution	Semi-annually (March & September)
Investment Minimum	R5 000 or R500/m debit order
Bloomberg Code	CORGLOB
ISIN Code	ZAE000109211
JSE Code	CGEM

# CORONATION GLOBAL EMERGING MARKETS FLEXIBLE [ZAR] FUND

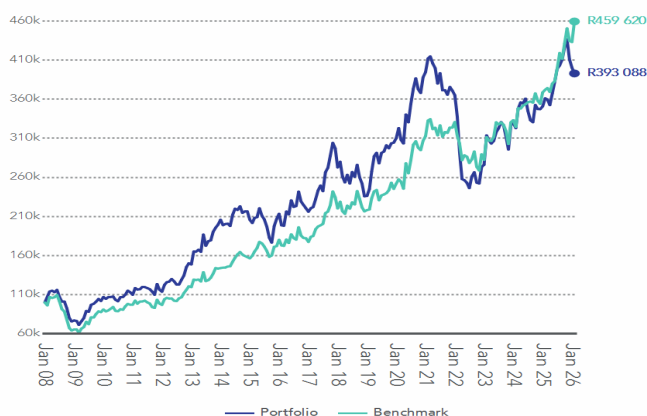
CLASS A as at 31 January 2026

ASISA Fund Category	Global - Multi Asset - Flexible
Launch date	28 December 2007
Fund size	R 5.32 billion
NAV	374.22 cents
Benchmark/Performance	MSCI Emerging Markets Index
Fee Hurdle	
Portfolio manager/s	Gavin Joubert, Suhail Suleman, Iakovos Mekios and Ori Sachs

Total Expense Ratio	1 Year*	3 Year
Fee for performance in line with benchmark	1.30%	1.47%
Adjusted for out/(under)-performance	1.15%	1.15%
Fund expenses	(0.11)%	0.04%
VAT	0.10%	0.11%
Transaction costs (inc. VAT)	0.16%	0.18%
Total Investment Charge	0.23%	0.23%
	1.53%	1.70%

## PERFORMANCE AND RISK STATISTICS

### GROWTH OF A R100,000 INVESTMENT (AFTER FEES)



### PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES)

	Fund	Benchmark
Since Launch (unannualised)	293.1%	359.6%
Since Launch (annualised)	7.9%	8.8%
Latest 15 years (annualised)	8.3%	10.5%
Latest 10 years (annualised)	7.1%	10.3%
Latest 5 years (annualised)	(1.0)%	6.7%
Latest 3 years (annualised)	7.8%	13.8%
Latest 2 years (annualised)	10.3%	19.0%
Latest 1 year	8.8%	23.5%
Year to date	(1.8)%	6.1%

### RISK STATISTICS SINCE LAUNCH

	Fund	Benchmark
Annualised Deviation	16.7%	14.7%
Sharpe Ratio	0.09	0.17
Maximum Gain	25.5%	36.4%
Maximum Drawdown	(40.6)%	(44.2)%
Positive Months	54.8%	56.7%

	Fund	Date Range
Highest annual return	49.7%	Mar 2009 - Feb 2010
Lowest annual return	(37.5)%	Mar 2008 - Feb 2009

### MONTHLY PERFORMANCE RETURNS (AFTER FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2026	(1.8)%												(1.8)%
Fund 2025	2.9%	(0.4)%	(2.0)%	4.2%	4.2%	4.2%	1.1%	1.9%	3.8%	2.3%	(5.8)%	(2.6)%	14.1%
Fund 2024	(1.9)%	7.7%	2.3%	(0.4)%	1.7%	(4.4)%	(3.4)%	(0.7)%	6.7%	(1.5)%	0.0%	1.1%	6.5%

## PORTFOLIO DETAIL

### EFFECTIVE ASSET ALLOCATION EXPOSURE

Country	31 Jan 2026
<b>Equities</b>	<b>97.57%</b>
China	19.21%
South Korea	14.02%
Brazil	12.48%
India	9.93%
Taiwan	9.61%
Singapore	7.80%
Indonesia	4.57%
Hong Kong	3.78%
Italy	3.44%
France	3.16%
Other	9.57%
<b>Cash</b>	<b>2.43%</b>
USD	1.59%
Other	0.67%
ZAR	0.19%
EUR	(0.03)%

### TOP 10 HOLDINGS

As at 31 Dec 2025	% of Fund
Tsmc (Taiwan)	7.8%
Sea (Singapore)	5.7%
Mercadolibre (Brazil)	5.7%
Nu Holdings (Brazil)	4.8%
Prosus (China)	3.8%
Aia Group (Hong Kong)	3.6%
Hdfc Bank (India)	3.5%
Airbus Group Se (France)	3.3%
Contemporary Amperex Techn (China)	3.3%
Naspers Limited (South Africa)	3.0%

### INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
30 Sep 2025	01 Oct 2025	0.19	0.19	0.00
31 Mar 2025	01 Apr 2025	0.00	0.00	0.00

\*This column shows the most recently available figures for the 12 months ending December 2025.  
The 12-month TER for the financial year ending September 2025 was 1.36% which included a -0.06% adjustment for out/(under) performance and a total investment charge of 1.61%.

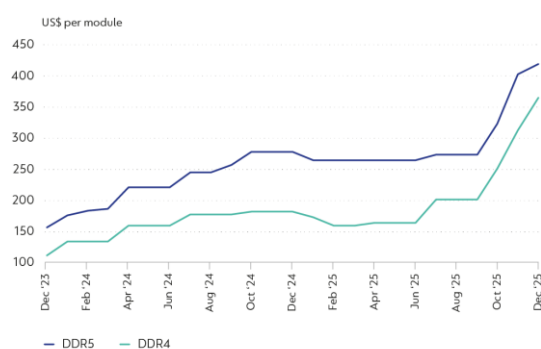
Issue date: 2026/02/09

**Please note that the commentary is for the retail class of the Fund. All Fund and share price returns are quoted in ZAR.**

The Fund had a tough final quarter of 2025, returning -6.1% for the period, underperforming the benchmark MSCI Emerging Markets (Net) Total Return Index by 6.6%. Whilst the absolute returns for 2025 as a whole across both the emerging markets index (+17.5%) and the Fund (+14.1%) were strong, the underperformance in Q4 erased the prior positive relative outperformance for the year, leaving the Fund 3.4% behind the benchmark for the year as a whole after being as much as 5% ahead (year to date) in October. There were stock-specific factors that drove this negative performance, which we believe will reverse in time. This view is informed by the exceptional value the Fund offers at the time of writing: the holdings imply a weighted average upside of 70% and a 20% p.a. internal rate of return (both figures based on our long-term valuation metrics).

The biggest positive contributor to outperformance for the quarter was SK Hynix (Hynix), with the share returning 74% for the period and providing +0.8% outperformance. For the year as a whole, Hynix returned an astounding 234% and was the biggest source of positive relative return (alpha) for the Fund for the year. Hynix has arguably been one of the biggest beneficiaries of the boom in AI-related investment within the emerging market universe. Its investment in High Bandwidth Memory (HBM) has paid off handsomely; Hynix is the primary supplier of these chips to Nvidia for use in data centres, with its traditional rival Samsung being the laggard. The third generation of these chips (HBM3) will still predominate in 2026; however, the fourth generation (HBM4) has been approved by Nvidia and will start being shipped later this year. The lack of spare capacity means the market is in short supply, which supports pricing (Figure 1). The overall lack of capacity in the memory market has also fed through into the traditional memory market, which is positive for profits from that part of its business too. Despite the strong share price performance, Hynix trades at an undemanding 6x earnings for 2026. The Fund sold part of its holding in Hynix in response to the sharp share price appreciation to a 2.8% position at quarter-end after being over a 4% position at one point.

**Figure 1**  
**SERVER DRAM\* CONTRACT PRICE**



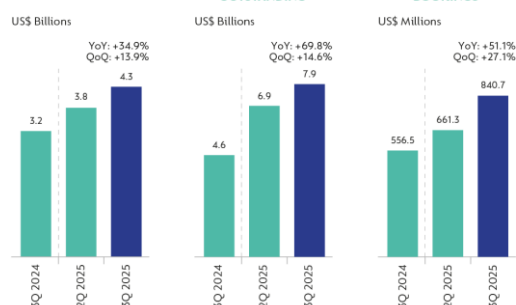
\*Dynamic Random Access Memory  
Sources: Bloomberg and Coronation Research

Alibaba declined about 22% during the period, and given its large weight in the index, contributed +0.8% to relative return. The decline in the share price, together with an ongoing reassessment of the investment case for Alibaba (which is showing improved performance in its core ecommerce division, an accelerating cloud business, and generally a renewed focus), resulted in the Fund buying a small position (0.5% at quarter-end).

Other material positive contributors to relative performance were Xiaomi (-30%, +0.3% impact) and Wiyynn (+26% return, +0.3% impact).

There were a handful of significant detractors, the largest being SEA Limited (SEA). Whilst SEA's share price almost doubled during the first nine months of the year, it then promptly retraced from its highs, costing the Fund 1.5% in relative performance in Q4. Much of this decline occurred after the release of third quarter results. Revenue growth was very strong across all divisions (ecommerce, fintech, and gaming) on both a year-on-year (YoY) and quarter-on-quarter (QoQ) basis.

**Figure 2**  
**E-COMMERCE GAAP REVENUE**  
**DIGITAL FINANCIAL SERVICES LOANS PRINCIPAL OUTSTANDING<sup>1</sup>**  
**DIGITAL ENTERTAINMENT BOOKINGS<sup>2</sup>**



<sup>1</sup> Company definition of total on-book and off-book loans.  
<sup>2</sup> Company-defined approximation of total cash spent by users.  
Source: SEA investor relations, 3Q results

Although both operating profit and net income more than doubled YoY, profitability was behind expectations, particularly in Shopee (ecommerce). This was largely due to SEA investing in fulfilment capabilities (which is their differentiated moat) in order to strengthen its position, as opposed to investment from a defensive perspective. SEA has a dominant position in ecommerce in Southeast (SE) Asia (with an estimated 50% market share in ecommerce in the six core SE Asian markets of Indonesia, Thailand, Vietnam, the Philippines, Malaysia,

and Singapore) and it is gaining market share in its other core market, Brazil, as well as making inroads in Taiwan.

SEA has been through periods of investment before and typically emerges in a much stronger position. The market, in our view, is extrapolating a temporary period of investment into an expectation of permanently reduced profitability. Late in the year, we also spent time with the head of their fintech business at SEA's head office in Singapore and came away more excited about the significant opportunity here where they are way ahead of all competitors. With our long-term earnings estimates and fair value largely unchanged (and with close to 100% upside), we used the share price decline as an opportunity to increase the position size to 5.7% of the Fund.

The next largest negative detractor in Q4 was Coupang, a Korean ecommerce business with secondary operations in Taiwan (-28% return, -1.3% impact). Coupang had already retreated from its earlier highs, but in late November, a negative development emerged in Korea where the personal data on 34m accounts leaked in a data breach. The urgency of the company's response to this initially seemed to be lacking, with the founder declining to appear before the Korean parliament to offer an explanation and mea culpa. As time passed, however, the scale of the impact of this breach became clearer, and suggested the market reaction was overdone. Firstly, it appeared to be the result of deliberate action by a rogue employee, who was identified in a joint operation with the local authorities and who confessed to his actions. The company further revealed that data from only a small number of accounts was actually stored (relative to the 34m total accounts accessed) and that no information was leaked to outside third parties.

There will likely be a fine to pay – the maximum cited is 3% of Korean revenue (or roughly \$900m, relative to a \$42bn market cap), and there has been reputational damage, but in the absence of a strong competitor within Korea, the operational impact of this episode for Coupang is likely to be limited. Given that this was the result of malicious behaviour from an employee rather than negligence by the company, the fine is likely to be much smaller than the potential maximum. However, the company will have to invest internally to improve data protection and ensure this does not happen again.

Other notable detractors were Samsung Electronics (-1% impact), Mercado Libre (-0.9% impact), and JD.com (-0.7% impact). As we reduced the Hynix position, we added to our position in Samsung during the period, informed largely by our positive view on HBM, where it is catching up with Hynix, but this was still a substantial underweight in a stock that went up 27% in the quarter. Mercado Libre's negative share price move (-18%) was primarily driven by concerns over short-term competitive intensity in Brazil as well as general fears over the sustainability of Argentina's economic stabilisation programme and potential currency devaluation. We added significantly to the position as it declined, taking it to a 5.0% position at quarter-end. JD.com's negative share price move (-23%) was a continuation of the food delivery investment wars in China, with Meituan, Alibaba, and JD.com all taking each other on and burning through cash in the process. This irrational competition is noticeably reducing, and JD.com has been sold down to bargain levels – it trades at around 5x forward earnings adjusted for cash. There has been a sea change in management's attitude towards capital allocation – during 2025 they bought back about 6.3% of the company, more than half of this was during the fourth quarter alone.

There were two meaningful new purchases (> 0.5% weight) in the quarter – Kiwoom Securities (Kiwoom), a Korean stockbroker, and Ixigo, an Indian online travel agency (OTA). Kiwoom has the largest market share in Korea in stockbroking for both domestic and international equities and derivatives. It also offers other related services like investment banking and project financing. Kiwoom trades on less than 7x forward earnings and pays a 5.5% dividend yield. The newly-elected Korean government has announced a raft of measures aimed at unlocking the discount at which Korean stocks trade to their emerging as well as developed market equivalents. Greater minority investor protections and favourable tax treatment for equities are among the many changes announced in recent months. Korea is a rapidly ageing society, and the vast majority of households have real estate exposure as their main asset. Korea's largest companies are geared towards serving international customers, so the equity market provides a way for Koreans to diversify away from the domestic economy, which is at risk of falling property prices as the population declines.

In the case of Ixigo, we know the Indian travel market very well, with long-standing coverage of Fund holding MakeMyTrip. Ixigo is the number one player in train tickets (60% market share) and has been diversifying into flights (10% market share, no.3 player), buses (approaching 20% market share, no.2 player), and, most recently, hotels. Travel is very much in its infancy in India, and we have seen how this market plays out as wealth levels rise through our experience with Trip.com in China, which we have covered since 2009. The sheer size of the opportunity is such that it can be highly profitable for two to three players, each with a different area of strength. Management (who are also the founders of the business) are very impressive in our view and come from a technology background, so they think carefully about pain points in the booking process and the use of AI in enhancing the product experience for customers.

In order to fund the additional investment in some of the high-conviction names that came under pressure in the quarter (SEA and Mercado Libre, in particular), as well as the new buys discussed above, we sold a few stocks out of the Fund. In some cases, the shares reached our assessment of fair value (Netease.com and Asia Vital Components). In others (Li Ning, Anheuser-Busch InBev), better risk-adjusted returns elsewhere in similar holdings (Adidas, PRIO, Tencent Music, respectively, and all of which we added to), were the primary reason. In the case of BYD, a price war in the Chinese EV market with an uncertain endpoint was a significant factor.

There was extensive travel during the period, mostly focused on Asia, with China, Korea, Taiwan, Hong Kong, Singapore, and Indonesia visited. More than 200 meetings with management teams, industry participants, and policymakers were held.

**Portfolio managers**  
**Gavin Joubert, Suhail Suleman, Iakovos Mekios and Ori Sachs**  
as at 31 December 2025

**Portfolio manager update**

We are pleased to welcome Ori as co-manager of the Fund. Ori is Joint-Head of Global Emerging Markets Research and a portfolio manager in Coronation's Global Emerging Markets team. He joined Coronation in March 2020 and has 10 years' investment experience, bringing additional depth and specialist emerging markets insight to the Fund's investment process.

### IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION GLOBAL EMERGING MARKETS FLEXIBLE [ZAR] FUND

The Global Emerging Markets Flexible [ZAR] Fund should be considered a long-term investment. The value of units may go down as well as up, and therefore Coronation does not make any guarantees with respect to the protection of capital or returns. Past performance is not necessarily an indication of future performance. The fund is mandated to invest up to 100% of its portfolio into foreign securities and may as a result be exposed to macroeconomic, settlement, political, tax, reporting or illiquidity risk factors that may be different to similar investments in the South African markets. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. Asset allocation and top 10 holdings are reflected on a look-through basis. Coronation Management Company (RF) (Pty) Ltd is a Collective Investment Schemes Manager approved by the Financial Sector Conduct Authority in terms of the Collective Investment Schemes Control Act. Portfolio managed by Coronation International Limited, a financial services provider authorised and regulated by the Financial Conduct Authority. The Management Company reserves the right to close the fund to new investors if we deem it necessary to limit further inflows in order for it to be managed in accordance with its mandate. Unit trusts are allowed to engage in scrip lending and borrowing. Standard Chartered has been appointed as trustees for the fund ([www.sc.com/za](http://www.sc.com/za); 011-2176600). Coronation is a full member of the Association for Savings & Investment SA (ASISA).

### HOW ARE UNITS PRICED AND AT WHICH PRICE WILL MY TRANSACTION BE EXECUTED?

Unit trusts are traded at ruling prices set on every trading day. Fund valuations take place at approximately 15h00 each business day, except at month end when the valuation is performed at approximately 17h00 (JSE market close) and forward pricing is used. Instructions must reach the Management Company before 14h00 (12h00 for the Money Market Fund) to ensure same day value. The payment of withdrawals may be delayed in extraordinary circumstances, when the manager with the consent of the fund trustees deem this to be in the interest of all fund investors. These circumstances may include periods when significant underlying markets suspend trading which will prevent accurate valuation of the instruments held in the fund. When the suspension of trading relates to only certain assets held by the fund, these assets may be side-pocketed. This process allows normal liquidity on the assets that can be valued, but will delay liquidity on the affected portion of the fund. If the fund is faced with excessive withdrawals, the affected withdrawals may be ring-fenced, which is the separation and delayed sale of the assets reflecting the interest of the liquidity seeking investors. It ensures that the sale of a large number of units will not force Coronation to sell the underlying investments in a manner that may have a negative impact on remaining investors of the fund.

### HOW WAS THE PERFORMANCE INFORMATION INCLUDED IN THIS FACT SHEET CALCULATED?

Performance is calculated by Coronation as at the last day of the month for a lump sum investment using Class A NAV prices with income distributions reinvested. All underlying price and distribution data is sourced from Morningstar. Performance figures are quoted after the deduction of all costs (including manager fees and trading costs) incurred within the fund. Note that individual investor performance may differ as a result of the actual investment date, the date of reinvestment of distributions and dividend withholding tax, where applicable. Annualised performance figures represent the geometric average return earned by the fund over the given time period. Unannualised performance represents the total return earned by the fund over the given time period, expressed as a percentage.

### WHAT IS THE TOTAL EXPENSE RATIO (TER) AND TRANSACTION COSTS (TC)?

TER is calculated as a percentage of the average net asset value of the portfolio incurred as charges, levies and fees in the management of the portfolio over the period referenced. The TER charged by any underlying fund held as part of a fund's portfolio is included in the fund expenses portion of the TER, but trading and implementation costs incurred in managing the underlying fund are excluded. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER may not necessarily be an accurate indication of future TER's. The 1 Year\* TER is for a rolling 12-month period to the last available month end (updated monthly). The financial year TER displayed at the bottom of page 2, is the latest available 12-month TER to the end of the previous financial year ending 30 September (updated annually). The 3 Year TER is for a rolling 36-month period to the last available quarter end (December, March, June and September).

Transaction costs are a necessary cost in managing a fund and impacts the fund's return. They should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of fund, the investment decisions of the investment manager and the TER.

The Total Investment Charge is the sum of the Total Expense Ratio (TER) and transaction costs.

### ADVICE AND PLATFORM COSTS

Coronation does not provide financial advice. If you appoint an adviser, advice fees are contracted directly between you and the adviser. For more information please contact the relevant platform (Linked Investment Service Provider or Life Assurance Provider).

### WHERE CAN I FIND ADDITIONAL INFORMATION?

Additional information such as daily fund prices, brochures, application forms and a schedule of fund fees and charges is available on our website, [www.coronation.com](http://www.coronation.com).

### IMPORTANT INFORMATION REGARDING TERMS OF USE

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