

## LONG TERM OBJECTIVE

The Coronation Domestic Houseview Strategy is a clean slate fully discretionary portfolio, which represents our best investment view for a domestic balanced portfolio in all major domestic asset classes – equities, property, bonds and cash. The Strategy's objective is to deliver the best risk-adjusted returns available across all the listed asset classes. In achieving this it aims to outperform the benchmark over meaningful periods (defined as at least 5 years).

## INVESTMENT APPROACH

Coronation is a long-term, valuation-driven investment house. Our aim is to identify mispriced assets trading at discounts to their long-term underlying value (fair value) through extensive proprietary research. The Portfolio is constructed on a clean-slate basis based on the relative risk-adjusted upside to fair value of each underlying asset. The Portfolio is constructed with no reference to a benchmark. We do not equate risk with tracking error, or divergence from a benchmark, but rather with the probability of a permanent loss of capital.

## STRATEGY RETURNS GROSS OF FEES

Period	Strategy	Benchmark	Active Return
Since Inception (cumulative)	1,702.3%	1,050.9%	651.4%
Since Inception p.a.	13.8%	11.6%	2.2%
Latest 20 years p.a.	14.0%	11.5%	2.5%
Latest 15 years p.a.	12.6%	10.9%	1.7%
Latest 10 years p.a.	8.8%	8.0%	0.8%
Latest 5 years p.a.	1.3%	1.2%	0.1%
Latest 1 year	(8.3)%	(11.0)%	2.7%
Year to date	(10.7)%	(11.4)%	0.7%
Month	9.4%	10.2%	(0.8)%

## PERFORMANCE &amp; RISK STATISTICS (Since inception)

	Strategy	Benchmark
Annualised Standard Deviation	13.0%	12.8%
Maximum Drawdown	(29.9)%	(32.3)%

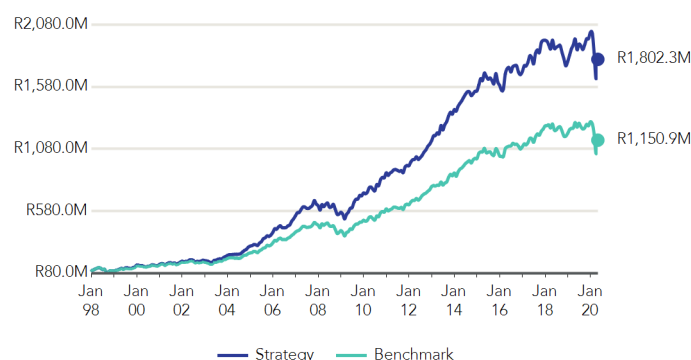
## ASSET ALLOCATION

Asset Type	% Strategy
Equities	67.3%
Bonds	18.7%
Cash	6.2%
Property	3.8%
Commodities	2.9%
Hedge Funds	1.1%

## GENERAL INFORMATION

Inception Date	01 January 1998
Strategy Size	R8.84 billion
Strategy Status	Open
Mandate Benchmark	65% FTSE/JSE Africa Capped Shareholder Weighted Index (Capped SWIX); 25% JSE ASSA All Bond Index (ALBI) and 10% Short Term Fixed Interest 3-month Index (STeFI 3m)
Dealing Frequency	Daily
Base Currency	ZAR
Regulation 28	Yes

## GROWTH OF R100M INVESTMENT



Benchmark: 65% FTSE/JSE Africa Capped Shareholder Weighted Index (Capped SWIX); 25% JSE ASSA All Bond Index (ALBI) and 10% Short Term Fixed Interest 3-month Index (STeFI 3m)

## TOP 10 HOLDINGS

Holding	% Strategy
NASPERS LIMITED	11.8%
BRITISH AMERICAN TOBACCO PLC	6.2%
ANGLO AMERICAN PLC	5.6%
PROSUS	4.5%
QUILTER PLC	4.3%
FIRSTRAND LIMITED	3.0%
SHOPRITE HOLDINGS LIMITED	2.7%
ANHEUSER-BUSCH INBEV SA/NV	2.7%
1INVEST GOLD ETF ETP ZAR	2.6%
ASPEN PHARMACARE HOLDINGS LTD	2.5%

## EFFECTIVE MATURITY PROFILE\*

Term	% Strategy (incl. Cash)	% Strategy (excl. Cash)
0 to 1 year	6.3%	4.2%
1 to 3 years	3.6%	3.7%
3 to 7 years	2.7%	2.7%
7 to 12 years	6.0%	6.1%
Over 12 years	6.4%	6.5%

## MODIFIED DURATION\*

Portfolio	1.0
Fixed Income Assets	4.2

## PORTFOLIO MANAGERS



Karl Leinberger - BBusSc, CA (SA), CFA

Karl is chief investment officer (CIO) and manager of Coronation's Houseview strategies. He joined Coronation in 2000 as an equity analyst, was made head of research in 2005 and became CIO in 2008. Karl has 19 years' investment experience.



Sarah-Jane Alexander - BBusSc, CFA

Sarah-Jane manages assets within the Coronation Houseview Equity Strategy. She also co-manages Coronation's Houseview balanced strategies and has research responsibilities across a range of food producers and hospital stocks, among others. Sarah-Jane joined Coronation in 2008 as an equity analyst and has 16 years' investment experience.



Adrian Zetler - BAcc, BCom (Hons), CA (SA), CFA

Adrian is co-manager across all Coronation's Houseview strategies as well as the Coronation Industrial unit trust fund. His research responsibilities span a number of industrial stocks, including media, paper and luxury goods companies. Adrian joined Coronation in 2009 and has 10 years' investment experience.

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\* For SA Fixed Income investments only. Excludes equities, property and preference shares.