

## LONG TERM OBJECTIVE

The Coronation Core Equity Strategy is our benchmark cognisant offering within our equity product range. The Strategy is constructed with reference to a benchmark, and seeks to outperform the equity market 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. In calculating fair values, through our fundamental research, we focus on through-the-cycle normalised earnings and/or free cash flows using a long-term time horizon. The Portfolio is constructed with reference to a benchmark based on the relative risk-adjusted upside to fair value of each underlying security.

## STRATEGY RETURNS GROSS OF FEES

Period	Strategy	Benchmark	Active Return
Since Inception (cumulative)	1,025.5%	775.8%	249.7%
Since Inception p.a.	16.4%	14.6%	1.8%
Latest 15 years p.a.	15.2%	13.6%	1.6%
Latest 10 years p.a.	12.1%	11.2%	0.9%
Latest 5 years p.a.	4.1%	3.6%	0.5%
Latest 1 year	7.3%	4.1%	3.2%
Year to date	(1.3)%	(1.8)%	0.5%
Month	(1.3)%	(1.8)%	0.5%

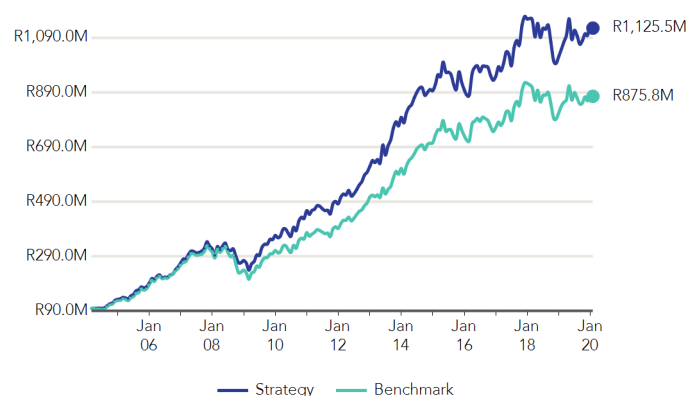
## TOP 10 HOLDINGS

Holding	% Strategy
NASPERS LIMITED	20.3%
BRITISH AMERICAN TOBACCO PLC	7.1%
ANGLO AMERICAN PLC	5.3%
STANDARD BANK GROUP LTD	5.0%
NORTHAM PLATINUM LIMITED	4.7%
PROSUS	4.0%
MTN GROUP LIMITED	3.3%
SASOL LIMITED	3.1%
NEDBANK GROUP LIMITED	3.1%
FIRSTSTRAND LIMITED	3.1%

## GENERAL INFORMATION

Inception Date	01 March 2004
Strategy Size	R12.72 billion
Strategy Status	Open
Mandate Benchmark	FTSE/JSE Africa Shareholder Weighted Index (SWIX)
Dealing Frequency	Daily
Base Currency	ZAR

## GROWTH OF R100M INVESTMENT



Benchmark: FTSE/JSE Africa Shareholder Weighted Index (SWIX)

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

	Strategy	Benchmark
Average Annual Return	17.5%	15.7%
Tracking Error	3.0%	
Information Ratio	0.6	
Annualised Standard Deviation	13.8%	13.9%
Maximum Drawdown	(30.1)%	(37.0)%

## TRACKING ERROR



## SECTOR EXPOSURE

Sector	% Strategy
Consumer Services	32.3%
Financials	22.0%
Basic Materials	19.7%
Consumer Goods	10.7%
Technology	4.2%

Sector	% Strategy
Telecommunications	3.6%
Health Care	3.4%
Industrials	2.5%
Metals	1.1%
Interest Bearing	0.5%

## PORTFOLIO MANAGERS



Quinton Ivan - BBusSc, Bcom (Hons), CA (SA), CFA

Quinton is head of SA Equity research and co-manages Coronation's Core Equity Strategy and the Presidio Hedge Fund. He also has research responsibilities for a number of retail, pharmaceutical and construction stocks. Quinton joined Coronation in 2005 and has 15 years' investment experience.



Neill Young - BBusSc, CA (SA), CFA

Neill joined Coronation in 1998 and co-manages Coronation's Core Equity Strategy and the Coronation Financial unit trust fund. His research responsibilities extend to the banking sector as well as a number of financial stocks. Neill has 21 years' investment experience.

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