

## WHAT IS THE FUND'S OBJECTIVE?

Global Opportunities Equity seeks to give investors access to some of the best fund managers across the globe. Our intent is to outperform its benchmark over any five year period.

## WHAT DOES THE FUND INVEST IN?

Global Opportunities Equity is a multi-manager fund which invests in a limited number of strategies (funds and segregated mandates) managed by top-quality managers that mainly have exposure to shares in developed markets. It is also mandated to include some exposure to emerging markets.

Typically, six to ten strategies are included. Each strategy is selected based on its long-term track record of outperforming the market, its investment philosophy and the quality of its fund managers.

The fund is mandated to use derivative instruments for efficient portfolio management purposes.

## IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

Global Opportunities Equity invests in equity funds that mostly cover developed markets, including the US, Europe and Japan.

The fund is well-diversified; it has exposure to a range of different countries, industries and fund manager styles. The fund managers included in the fund are well-established and have been rigorously researched and vetted.

While we have a disciplined approach to carefully balance the risks across the different funds, shares can be volatile investments and there is a meaningful risk of capital loss over the short term. 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

- ▶ want exposure to some of the world's top equity funds as part of a diversified investment portfolio;
- ▶ accept that the fund may underperform the market significantly in the short term in pursuit of superior long-term gains;
- ▶ are overexposed to South Africa and require an international investment;
- ▶ do not require an income from their investment

## WHAT COSTS CAN I EXPECT TO PAY?

An annual fee of 0.85% is payable.

All fees exclude VAT. Fund expenses incurred in the fund include fees payable to unconnected international fund managers on a portion of assets situated offshore as well as trading, custody and audit charges. All performance information is disclosed after deducting all fees and other fund costs.

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

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

## WHO IS THE FUND MANAGER?



**TONY GIBSON**  
BCom



**KARL LEINBERGER**  
BBusSc, CA (SA), CFA

## GENERAL FUND INFORMATION

<b>Launch Date</b>	12 May 2008
<b>Class</b>	A
<b>Class Type</b>	Accumulation
<b>Fund Domicile</b>	Ireland
<b>Morningstar Fund Category</b>	Global – Large Cap Blend – Equity
<b>Currency</b>	US Dollar
<b>Benchmark</b>	MSCI All Country World Index
<b>Investment Minimum</b>	US\$15 000
<b>Bloomberg</b>	CORWDEA
<b>ISIN</b>	IE00B2RGGV79
<b>SEDOL</b>	B2RGGV7

# CORONATION GLOBAL OPPORTUNITIES EQUITY FUND

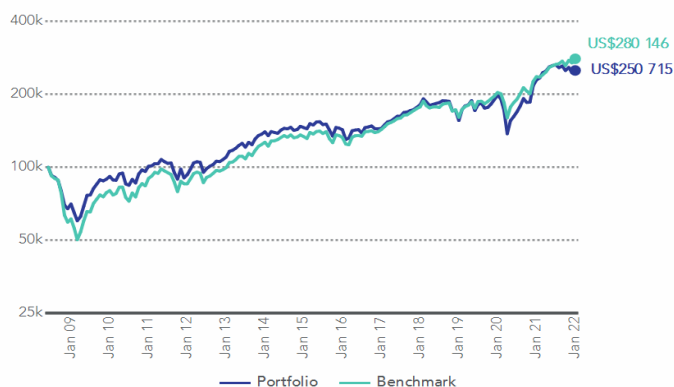
CLASS A as at 31 December 2021

Launch date	12 May 2008
Fund size	US\$ 2.33 billion
NAV	24.89
Benchmark/Performance	MSCI All Country World Index
Fee Hurdle	
Portfolio manager/s	Tony Gibson and Karl Leinberger

Total Expense Ratio	1 Year	3 Year
Fund management fee	0.85%	0.85%
Fund expenses	0.88%	0.93%
VAT	0.00%	0.00%
Transaction costs (inc. VAT)	0.20%	0.21%
Total Investment Charge	1.93%	1.99%

## PERFORMANCE AND RISK STATISTICS

### GROWTH OF A \$100,000 INVESTMENT (AFTER FEES)



### PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES)

	Fund	Benchmark	Active Return
Since Launch (unannualised)	150.7%	180.1%	(29.4)%
Since Launch (annualised)	7.0%	7.9%	(0.9)%
Latest 10 years (annualised)	10.4%	12.6%	(2.2)%
Latest 5 years (annualised)	11.7%	14.4%	(2.7)%
Latest 3 years (annualised)	17.2%	20.4%	(3.2)%
Latest 1 year	9.4%	18.5%	(9.1)%
Year to date	9.4%	18.5%	(9.1)%

### RISK STATISTICS SINCE LAUNCH

	Fund	Benchmark
Annualised Deviation	17.2%	16.4%
Sharpe Ratio	0.38	0.45
Maximum Gain	47.6%	34.8%
Maximum Drawdown	(39.9)%	(49.8)%
Positive Months	63.8%	64.4%

	Fund	Date Range
Highest annual return	81.5%	Apr 2020 - Mar 2021
Lowest annual return	(24.0)%	Apr 2019 - Mar 2020

### MONTHLY PERFORMANCE (AFTER FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2021	1.9%	5.1%	1.6%	4.0%	1.3%	0.7%	(2.7)%	1.6%	(4.2)%	3.0%	(4.9)%	2.1%	9.4%
Fund 2020	(3.4)%	(9.9)%	(20.3)%	13.1%	4.1%	4.5%	5.7%	7.3%	(3.6)%	0.2%	16.9%	5.6%	15.7%
Fund 2019	11.1%	3.5%	1.0%	4.1%	(9.0)%	5.8%	1.4%	(4.7)%	0.8%	3.2%	4.3%	4.3%	27.2%
Fund 2018	6.0%	(2.9)%	(3.5)%	1.1%	0.9%	0.8%	1.8%	(0.3)%	(0.3)%	(8.4)%	0.2%	(9.2)%	(13.8)%
Fund 2017	3.6%	2.8%	0.8%	2.2%	2.4%	(0.1)%	3.7%	0.5%	1.4%	0.9%	2.2%	2.3%	25.2%

## PORTFOLIO DETAIL

### GEOGRAPHIC ASSET ALLOCATION EXPOSURE

31 Dec 2021

Equities	99.8%
Global (7 Funds)	93.9%
Equity futures	5.9%
Cash	0.2%

### TOP 5 HOLDINGS

As at 31 Dec 2021

Egerton Capital Equity Fund
Lansdowne Capital
Contrarius Global Equity Fund
Select Equity Group
Tremblant Capital

**Please note that the commentary is for the retail class of the Fund.**

The Fund was flat for the quarter, against a benchmark return of +6.7%, bringing the rolling 12-month performance to 9% against the 18.5% returned by the MSCI All Country World Index.

Global equity markets had a strong quarter, rising 6.7% to close out another year of positive gains. Markets had a good start in October, but the new highs were short-lived on the discovery of a further Covid-19 variant, later named Omicron, that caused some governments to bring in restrictions, limit travel, and bring forward booster vaccination programs to prevent its spread. Markets sold off on this news but did recover later in December as it became clearer that while Omicron was much more infectious, it was generally a milder illness for those infected. In parallel to this was the ongoing rise in inflation, which is proving more persistent than the US Federal Reserve and others originally anticipated. The Bank of England raised rates during the quarter on inflation worries, while the Fed turned far more hawkish. It accelerated its tapering process and cleared the way for a potential increase in rates in mid-2022, with the dot plot suggesting as many as three rate hikes before the end of the year.

North America was the best performing region in the fourth quarter of 2021 (Q4-21), advancing 10.0% (in US dollar terms). The weakest return was from Japan, which declined 3.9% (in US dollar terms). Europe rose 5.7% and the Pacific ex-Japan was flat (both in US dollar terms). Developed markets rose 7.9% strongly outperforming emerging markets, which declined 1.3% (both in US dollar terms).

Amongst the global sectors, IT (+13.1%), utilities (+10.7%), and real estate (+10.2%) were the best performing sectors for the quarter. The worst performing sectors were telecoms (-1.9%), financials (+3.3%), and energy (+3.6%). On a look-through basis, the Fund's largest exposures are to consumer discretionary, IT and communication services, and it has very little exposure to utilities and real estate.

Performance was weak from all the underlying managers, but Tremblant Capital and our emerging markets exposure through Coronation Global Emerging Markets Fund had the biggest impact.

Tremblant Capital returned -4.5%, some distance behind the index and closing out a difficult year for them. This quarter their consumer discretionary stocks detracted significantly from performance, while stocks in IT and communication services also held back returns. Doordash (-27.7%), Twitter (-28.4%), Nordstrom (-14.5%) and Carlotz (-40.4%) were some examples of this. Their consumer staples and real estate positions did well but the exposure to these is small and therefore did not impact performance as much.

Coronation Global Emerging Markets Fund lagged the index by 4.2% over the quarter, bringing alpha to -11% for the year. The fund's top three sectors all detracted over the quarter, with positive contributions only from two of its smallest sector exposures, materials and energy. Sendas Distribuidora (-31.8%), Yandex (-24.1%), Sberbank (-14.7%) and Mercadolibre (-19.7%) were amongst some of the biggest detractors for the quarter. AngloGold (+31.2%), LVMH (+15.5%) and MediaTek (+18.0%) and Petroleo Brasileiro (+14.1%) provided positive returns for the quarter.

Contrarius Global Equity had a negative return of -1.0% for the 3-month period but did deliver a very good 12-month return of 42.4%, twice that of the index. A large exposure to communication service stocks (AMC Networks (-26.1%), Sinclair Broadcast (-15.9%) and Iheartmedia (-21.6%)) did the most damage over the quarter, while financials such as Coinbase (-21.0%) also detracted. Most other sectors made very little impact but consumer discretionary stocks such as Macy's (+16.5%), Signet Jewellers (+10.4%), and Marks & Spencer (+26.7%) provided a large positive contribution.

Egerton returned 4.7%, slightly lagging the index over the quarter, while for the full year they were also behind by 5%. Good returns from their industrials and consumer discretionary exposure provided solid contributions to performance but these were offset by weaker returns from their IT and financials exposure.

Crosby Street also lagged the index, returning 4.9% to finish the year with a disappointing 9.5%. On the negative side, Worldline (-27.1%), Fidelity National (-10.0%), Shiseido (-17.1%) and Prudential (-12.0%) were amongst the largest detractors. There were several positive returns as well but only Qualcomm (+42.3%) and Interactive Brokers (+27.6%) were big enough to make a difference.

### Outlook

While the future of the pandemic is difficult to predict, the feeling is that people are learning to live with the virus and the new normal is emerging. The global economy should be much better than the prior two years although with much diminished fiscal support as governments seek to repair the damage to their finances. Monetary policy will also be less supportive, although central banks will move carefully to moderate inflation while limiting any damage to the economic recovery. US equity market valuations look high but this is tempered by wide valuation dispersion which look attractive for active managers. In addition, valuations in Europe and Asia are very attractive and offer long-term opportunities.

### Portfolio managers

**Tony Gibson and Karl Leinberger**

as at 31 December 2021

### IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION GLOBAL OPPORTUNITIES EQUITY FUND OF FUNDS

The Global Opportunities Equity Fund of Funds 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 top holdings are not reflected on a look-through basis. 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. A fund of funds invests in collective investment schemes that levy their own fees and charges, which could result in a higher fee structure for this fund. Coronation 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. Coronation Global Fund Managers (Ireland) Limited is authorised in Ireland and regulated by the Central Bank of Ireland. The fund is approved under Section 65 of the Collective Investment Schemes Control Act by the Financial Sector Conduct Authority of South Africa. Portfolio managed by Coronation International Limited, a firm authorised and regulated by the Financial Conduct Authority.

JP Morgan (Ireland) has been appointed as the fund's trustees ([www.jpmorgan.com](http://www.jpmorgan.com); t: +353-1-612-4000), and its custodian is JP Morgan Administration Services (Ireland) Limited ([www.jpmorgan.com](http://www.jpmorgan.com); t: +353-1-612-4000). Coronation is a full member of the Association for Savings & Investment SA (ASISA).

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

Unit trusts are traded at ruling prices set on every business day. Fund valuations take place at approximately 17h00 each business day (Irish Time) and forward pricing is used. Instructions must reach Coronation before 12h00 (SA Time) one day prior to the dealing date. You can expect to receive withdrawal payouts three business days after the dealing day. Large investments or redemptions (exceeding 5% of fund value) may be subject to an anti-dilution levy to defray dealing costs and expenses. This levy, where applicable, is applied fully for the benefit 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. 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 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 the 12 months to end of the current financial year (updated annually). The 3 year TER is for a rolling 36-month period to the last 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 [www.coronation.com](http://www.coronation.com). You will also find additional information on the considerations pertinent to investing in a fund denominated in a foreign currency and domiciled in an offshore jurisdiction.

The Prospectus of Coronation Global Opportunities Fund and Fund KIID can be sourced on the following link: <https://www.coronation.com/en/institutional/strategy-information/literature/ucits-fund-library/umbrella-fund>

A summary of Investor Rights can be sourced on the following link: <https://www.coronation.com/en/institutional/about-us/ucits-v-disclosure/>

### IMPORTANT INFORMATION REGARDING TERMS OF USE

This document is for information purposes only and does not constitute or form part of any offer to issue or sell, or any solicitation of any offer to subscribe for or purchase any particular investment. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable, directly or indirectly, to the use of or reliance upon the information.