

CORONATION GLOBAL OPPORTUNITIES EQUITY [ZAR] FEEDER FUND

Fund Information as at 30 June 2021

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

Risk Profile



Maximum growth/ minimum income exposures



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.

This feeder fund aims to remain fully invested in units in the offshore domiciled Global Opportunities Equity Fund. The only other assets that will be held at feeder fund level are local and foreign cash holdings for liquidity purposes.

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.

Of the annual fee, 0.40% is collected at feeder fund level, while the balance of the fee is collected in the master fund.

The component of the fund fee charged at feeder fund level is subject to VAT. Fund expenses that are incurred in the fund include annual fees paid to unconnected underlying fund managers, 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.

WHO IS THE FUND MANAGER?



TONY GIBSON
BCom



KARL LEINBERGER
BBusSc, CA (SA), CFA

GENERAL FUND INFORMATION

| | |
|--------------------|------------------------------|
| Launch Date | 1 August 1997 |
| Fund Class | A |
| Benchmark | MSCI All Country World Index |
| Fund Category | Global – Equity – General |
| Regulation 28 | Does not comply |
| Investment Minimum | R5 000 or R500/m debit order |
| Bloomberg Code | CORINFF |
| ISIN Code | ZAE000019774 |
| JSE Code | CNIG |

CORONATION GLOBAL OPPORTUNITIES EQUITY [ZAR] FEEDER FUND

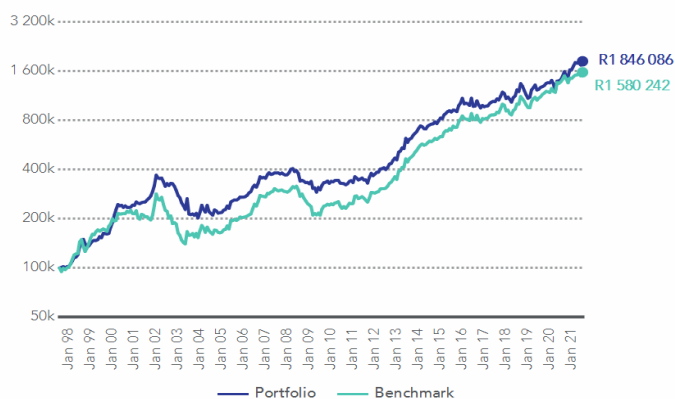
CLASS A as at 30 June 2021

| | |
|------------------------------|---------------------------------|
| Fund category | Global - Equity - General |
| Launch date | 01 August 1997 |
| Fund size | R 8.58 billion |
| NAV | 17112.47 cents |
| Benchmark/Performance | MSCI All Country World Index |
| Fee Hurdle | |
| Portfolio manager/s | Tony Gibson and Karl Leinberger |

| | | |
|------------------------------|--------|--------|
| Total Expense Ratio | 1 Year | 3 Year |
| | 1.90% | 1.92% |
| Fund management fee | 0.85% | 0.85% |
| Fund expenses | 0.99% | 1.00% |
| VAT | 0.06% | 0.06% |
| Transaction costs (inc. VAT) | 0.26% | 0.21% |
| Total Investment Charge | 2.16% | 2.13% |

PERFORMANCE AND RISK STATISTICS

GROWTH OF A R100,000 INVESTMENT (AFTER FEES)



PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES) - (ZAR)

| | Fund | Benchmark | Active Return |
|------------------------------|---------|-----------|---------------|
| Since Launch (unannualised) | 1746.1% | 1480.2% | 265.8% |
| Since Launch (annualised) | 13.0% | 12.2% | 0.7% |
| Latest 20 years (annualised) | 10.4% | 10.7% | (0.3)% |
| Latest 15 years (annualised) | 12.4% | 13.2% | (0.8)% |
| Latest 10 years (annualised) | 18.2% | 19.4% | (1.2)% |
| Latest 5 years (annualised) | 13.6% | 13.9% | (0.4)% |
| Latest 3 years (annualised) | 14.4% | 16.1% | (1.7)% |
| Latest 1 year | 29.7% | 14.6% | 15.1% |
| Year to date | 12.6% | 9.1% | 3.5% |

PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES) - (USD)

| | Fund | Benchmark | Active Return |
|------------------------------|--------|-----------|---------------|
| Since Launch (unannualised) | 493.0% | 410.0% | 83.0% |
| Since Launch (annualised) | 7.7% | 7.0% | 0.7% |
| Latest 15 years (annualised) | 7.3% | 8.1% | (0.8)% |
| Latest 10 years (annualised) | 9.7% | 10.8% | (1.1)% |
| Latest 5 years (annualised) | 14.2% | 14.6% | (0.4)% |
| Latest 3 years (annualised) | 12.9% | 14.6% | (1.7)% |
| Latest 1 year (annualised) | 57.8% | 39.3% | 18.5% |
| Year to date | 15.9% | 12.3% | 3.6% |
| 2020 | 15.4% | 16.3% | (0.9)% |
| 2019 | 27.2% | 26.6% | 0.6% |

MONTHLY PERFORMANCE (AFTER FEES) - (ZAR)

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|-----------|------|--------|---------|-------|--------|------|------|------|--------|--------|------|--------|-------|
| Fund 2021 | 5.6% | 4.7% | (1.1)% | 2.5% | (4.7)% | 5.5% | | | | | | | 12.6% |
| Fund 2020 | 3.8% | (4.7)% | (10.9)% | 16.4% | 0.3% | 1.7% | 5.0% | 6.8% | (5.7)% | (1.1)% | 9.9% | 0.2% | 20.5% |
| Fund 2019 | 1.6% | 10.6% | 3.3% | 4.0% | (6.9)% | 1.1% | 2.8% | 1.0% | 1.6% | 3.2% | 0.9% | (0.4)% | 24.3% |

PORTFOLIO DETAIL

GEOGRAPHIC ASSET ALLOCATION EXPOSURE

| | 30 Jun 2021 |
|-----------------------|--------------|
| Equities | 92.7% |
| Global (7 Funds) | 92.7% |
| Equity futures | 7.0% |
| Cash | 0.3% |

TOP 5 HOLDINGS

| As at 30 Jun 2021 |
|---|
| Egerton Capital Equity Fund |
| Coronation Global Emerging Markets Fund |
| Coronation Global Equity Select Fund |
| Contrarius Global Equity Fund |
| Lansdowne Capital |

RISK STATISTICS SINCE LAUNCH

| | Fund | Benchmark |
|----------------------|---------|-----------|
| Annualised Deviation | 16.5% | 16.7% |
| Sharpe Ratio | 0.37 | 0.32 |
| Maximum Gain | 51.7% | 53.2% |
| Maximum Drawdown | (45.3)% | (50.7)% |
| Positive Months | 62.0% | 58.2% |

| | Fund | Date Range |
|-----------------------|---------|---------------------|
| Highest annual return | 66.2% | Apr 1999 - Mar 2000 |
| Lowest annual return | (36.1)% | Oct 2002 - Sep 2003 |

Please note that the commentary is for the US dollar retail class of the Fund. The feeder Fund is 100% invested in the underlying US dollar Fund. However, given small valuation, trading and translation differences for the two Funds, investors should expect differences in returns in the short term. Over the long term, we aim to achieve the same outcome in US dollar terms for both Funds.

The Fund advanced 6.1% against a benchmark return of 7.4%, bringing the rolling 12-month performance to 56.5% against the 39.3% returned by the MSCI All Country World Index.

Equity markets rose strongly during the quarter as vaccinations accelerated in the US, UK and Europe and despite concern over the Delta variant, which is causing an increase in infections around the world. Economic growth is surging in developed markets as governments continue to ease restrictions and activity levels pick up. The US grew at an annualised rate of 6.4% in the first quarter of the year (Q1-21). Although Europe contracted slightly in the same period, leading indicators are flagging that a very strong recovery is well underway in Q2-21. However, inflation numbers are ticking upwards, creating real concern that the economic rebound and fiscal stimulus will trench this in the coming months. The US Federal Reserve views the recent increases as temporary but has become a little more hawkish in actively discussing tapering and updating its "dot plot" for the potential of rate hikes in late 2022 rather than 2023.

North America was the best performing region in Q2-21, advancing 9.0% (in US dollar terms). The weakest return was from Japan, which declined 0.25% (in US dollar terms). Europe rose 7.7% and Asia ex-Japan advanced 4.8% (both in US dollar terms). Emerging markets returned 5.1% compared to developed markets, which rose 7.7% both (in US dollar terms).

Amongst the global sectors, IT (+11.3%), real estate (+9.4%) and healthcare (+8.8%) were the best performing sectors for the quarter. The worst performing sectors were industrials (+3.7%), utilities (-1.5%) and materials (+4.7%). On a look-through basis, the Fund's largest exposures are to consumer discretionary, IT and communication services.

The underperformance for the quarter was due to most of the managers lagging the index over the period. Contrarius Global Equity was an exception and generated a strong return of 15.0%. SEG Crosby Street also beat the index but only marginally.

Contrarius benefited from its exposure to consumer discretionary and communication services stocks, which made the largest contribution to outperformance for the quarter. AMC Networks (+25.7%), Bed Bath & Beyond (+14.2%), Chicos (+98.8%) and Express (+61.4%) are examples of strong individual contributors. It wasn't all upside though, as Endo International (-36.8%) and Sabre (-15.7%) detracted from performance.

After a poor first quarter, SEG Crosby Street delivered some alpha, with strong contributions from their IT, healthcare and industrials stocks.

Egerton Capital was marginally behind the index for the quarter at 7.2%. The fund benefited from its holdings in Alphabet (+21.2%), Charter Communications (+16.9%), L Brands (+16.8%), Microsoft (+15.2%) and Facebook but was held back by its financials and industrials exposure, where names such as Ryanair (-2.7%), Prudential

(-10.7%), Charles Schwab (-1.4%) and CME Group (-3.4%) dragged down the overall performance to less than benchmark.

Tremblant and Eminence returned 6.2% and 6.4% respectively. Tremblant's stock selection within the better performing sectors let it down. Within communication services, it benefited from Charter Communications (+16.9%) but Disney (-4.7%) and Spotify (+2.9%) detracted. Similarly in consumer discretionary were contributions from Amazon (+11.2%) and Doordash (36.0%) but these were cancelled out by Carlotz (-23.4%) and Brinker International (-13.0%).

Coronation Global Equity Select underperformed for the quarter due to poor returns from certain consumer discretionary stocks, namely Auto1 (-22.7%), Melco Resorts (-16.8%), Naspers (-12.3%) and New Oriental Education (-46.3%). Momo.com (+29.5%) and Kering (+27.3%) did limit the damage within the same sector. Elsewhere, Airbus (+13.3%), Philip Morris (+13.0%), Salesforce (+15.3%) and Microsoft (+15.2%) also contributed to overall performance.

Coronation Global Emerging Markets Fund detracted from performance for the quarter, underperforming the GEM indices, which, in turn, underperformed developed markets. Naspers (-12.3%), New Oriental (-41.5%) and Trip.com (-10.5%) were the key drivers within consumer discretionary, while Anglo American (-11.2%) and AngloGold (-15.4%) within the materials sector also added to the underperformance.

Outlook

The ongoing inflation debate will continue to cause bouts of volatility in the markets, but the central banks are unlikely to change course in the short term. The monetary tightening will only happen gradually, and this should not meaningfully hamper the economic recovery. Strong growth and modest inflation should be supportive of company earnings and while this is already reflected in valuations in parts of the market, it isn't in all parts, and some value remains. One should not forget the ongoing pandemic as some countries go through a third wave and many do not yet have sufficient access to vaccines. The UK will remove all Covid-19 restrictions from 19 July despite rising infections within a highly vaccinated population. Vaccinations have significantly weakened the link between infection and hospitalisation/death, allowing for the restrictions to be removed but it remains to be seen if this will persist and the obvious consequences should it not.

Portfolio managers

Tony Gibson and Karl Leinberger

as at 30 June 2021

IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION GLOBAL OPPORTUNITIES [ZAR] FEEDER FUND

The Global Opportunities Equity [ZAR] Feeder 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. The holdings are not reflected on a look-through basis. A feeder fund invests in a single fund of a collective investment scheme, which levies its own charges and could result in a higher fee structure for the feeder fund. 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 Investment Management International (Pty) Ltd (FSP45646), an authorised financial services provider. 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; 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. 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 September 2020 (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 our website, www.coronation.com

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.