GLOBAL EQUITY STRATEGY

INSTITUTIONAL STRATEGY FACT SHEET AS AT 31 MARCH 2021

CORONATION TRUST IS EARNED™

LONG TERM OBJECTIVE

The Coronation Global Equity Strategy provides access to the best investment opportunities across global markets through capital growth of underlying stocks selected. It is a flexible portfolio invested predominantly in equities listed on developed market exchanges, but will have exposure to emerging market listed companies as well. The Strategy may hold cash and interest bearing assets where appropriate. The objective is to outperform the MSCI All Country World Index over a 5-year period.

INVESTMENT APPROACH

Coronation is a long-term, valuation-driven investment house, focused on bottom-up stock picking. Our aim is to identify mispriced assets trading at discounts to their long-term business 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 on a clean-slate basis based on the relative risk-adjusted upside to fair value of each underlying security. 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 a permanent loss of capital.

STRATEGY RETURNS GROSS OF FEES

Period	Strategy	Benchmark	Active Return
Since Inception (cumulative)	79.1%	81.5%	(2.4)%
Since Inception p.a.	9.5%	9.7%	(0.2)%
Latest 5 years p.a.	14.4%	13.2%	1.2%
Latest 3 years p.a.	13.6%	12.1%	1.5%
Latest 1 year	58.1%	54.6%	3.5%
Year to date	6.4%	4.6%	1.8%
Month	3.4%	2.7%	0.7%

For a side-by-side comparison of gross and net performance, please refer to http://www.coronation.com/us/strategy-performance
Active return calculated as strategy return less benchmark return. Figures may differ due to rounding.

GEOGRAPHIC EXPOSURE

Region	% Strategy
North America	49.3%
Europe	27.7%
Asia	12.7%
CEEMEA	4.4%
Japan	4.2%
LATAM	1.4%
Interest Bearing	0.3%

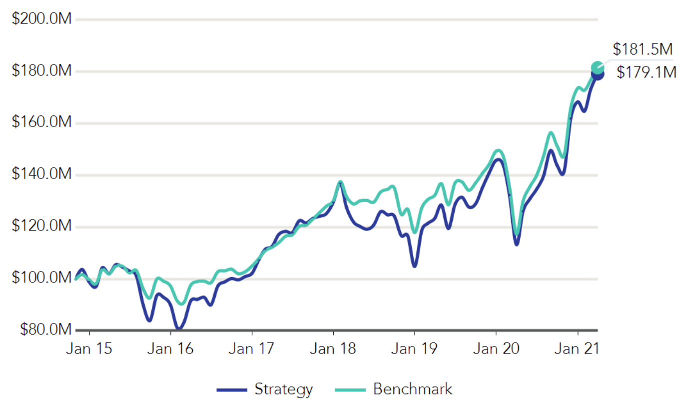
Market	% Strategy
Developed	81.3%
Emerging	18.7%

GENERAL INFORMATION

Inception Date	01 November 2014
Strategy Size *	$540.9 million
Strategy Status	Open
Mandate Benchmark	MSCI Daily TR Net All Country World USD (NDUEACWF Index)
Redemption Terms	An anti-dilution levy will be charged
Base Currency	USD

*Strategy assets under management as at the most recent quarter end.

GROWTH OF US$100M INVESTMENT



Benchmark: MSCI Daily TR Net All Country World USD (NDUEACWF Index)

TOP 10 HOLDINGS

Holding	% Strategy
META PLATFORMS INC (USA)	4.6%
ALPHABET INC-CL A (USA)	4.5%
NASPERS LIMITED (ZAF)	4.4%
CHARTER COMMUNICATIONS INC-A (USA)	4.2%
PHILIP MORRIS INTERNATIONAL INC (USA)	3.7%
AIRBUS SE (FRA)	3.5%
VISA INC-CLASS A SHARES (USA)	3.3%
BRITISH AMERICAN TOBACCO PLC (GBR)	3.1%
SAFRAN SA (FRA)	2.9%
ANTHEM INC (USA)	2.8%

SECTOR EXPOSURE

Sector	% Strategy
Technology	34.8%
Industrials	16.3%
Consumer Goods	14.8%
Consumer Services	14.0%
Financials	10.3%
Health Care	6.2%
Telecommunications	1.9%
Consumer Discretionary	1.4%
Interest Bearing	0.3%

PORTFOLIO MANAGERS

Neil Padoa - BEconSc, FFA

Neil is a portfolio manager and head of Global Developed Markets. He joined Coronation in May 2012 and has 13 years' investment experience.

Humaira Surve - BScEng, MBA, CFA

Humaira is a portfolio manager within the Global Developed Markets team, responsible for co-managing the Coronation Global Equity Select, Active Global Equity and Global Managed strategies. She joined Coronation in 2012 as a global developed markets analyst. Humaira has nine years investment experience.

FUND MANAGERS

Please contact Coronation for further information

Gus Robertson

International Client Service Fund Manager
tel: +27 21 680 2443
email: grobertson@coronation.com

Liesl Abrahams

International Client Service Fund Manager
tel: +27 21 680 2849
email: labrahams@coronation.com

REGULATORY DISCLOSURE AND DISCLAIMER

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 and a Summary of Investor Rights can be sourced on the following link: https://www.coronation.com/en/institutional/about-us/ucits-v-disclosure/.

The Prospectus of the Coronation Universal Fund and a Summary of Investor Rights can be sourced on the following link: https://www.coronation.com/en/institutional/strategy-information/literature/.

Coronation Investment Management International (Pty) Limited is an investment adviser registered with the United States Securities and Exchange Commission ("SEC"). An investment adviser's registration with the SEC does not imply a certain level of skill or training. Additional information about Coronation Investment Management International (Pty) Limited is also available on the SEC's website at https://www.adviserinfo.sec.gov. The information in this document has not been approved or verified by the SEC or by any state securities authority. Coronation Asset Management (Pty) Limited, Coronation Investment Management International (Pty) Limited and Coronation Alternative Investment Managers (Pty) Limited are also regulated by the Financial Sector Conduct Authority of South Africa.

This material is for information 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 an investment in the Strategy, nor shall it or the fact of its distribution form the basis of, or be relied upon in connection with, any contract for investment in the Strategy. Any such offer shall only be made pursuant to the provision of further information/prospectus in relation to the Strategy. The Strategy is subject to management, administration and performance fees. Past performance is not necessarily a guide to future performance. Investors may not receive back the full amount invested and may suffer capital loss. Investments in the Strategy may not be readily realisable. Opinions expressed in this document may be changed without notice at any time after publication. Nothing in this document shall constitute advice on the merits of buying and selling an investment. All income, capital gains and other tax liabilities that may arise as a result of investing in the Strategy, remain that of the investor.

The volatility of the Benchmark represented in the growth chart above may be materially different from that of the Strategy. In addition, the holdings in the accounts comprising the Strategy may differ significantly from the securities that comprise the Benchmark. The Benchmark has not been selected to represent an appropriate benchmark to compare the Strategy's performance, but rather is disclosed to allow for comparison of the Strategy's performance to that of a well-known and widely recognized Benchmark.

The information contained herein is not approved for use by the public and must be read together with our Disclaimer that contains important information. If you are in possession of a physical copy of this document and you are unable to access our Disclaimer online, kindly contact us at cib@coronation.com and a copy will be sent to you via email.

REVIEW FOR THE QUARTER

Equity markets posted solid gains in the first quarter, returning 4.6%, and now sit well above pre-Covid levels. While we don't spend any time trying to predict short term market moves, recent volatility (both up and down) and violent "factor rotations" have whipsawed many investors and provided a real-life stress test of equity portfolios. For a team that strives for continual learning and acknowledges that there is always room for improvement, portfolio results both recently and over more meaningful periods show a strategy that is forging ahead and making solid progress. For the quarter, the Strategy gained 6.4% (1.9% ahead of the benchmark); over the last year the Strategy gained 58.1% (3.5% ahead); over three years the Strategy is 1.6% p.a. ahead and over five years the Strategy return of 14.4% p.a. is 1.2% ahead of the benchmark.

The Strategy has held a position in Porsche for many years, during which time it has performed broadly in line with the market. In January, we re-visited the investment case for Porsche, whose primary asset is a 53% holding in VW common stock. The key conclusions were:

a) VW is not as bad a business as the market would have you think. It was trading on 7 times earnings, which is one-third of the market multiple despite growing its market cap 4 times in 20 years, earnings by 8% p.a. for over ten years, and delivering an expected Return on Capital Employed of 10-13%.
b) Porsche did not deserve to be trading at a further 35% discount to the value of its stake in VW.
c) Earnings are reasonable quality with the business converting 70-90% of earnings into Free Cash Flow (FCF), implying that Porsche, was trading north of a 20% FCF yield on a look-through basis.
d) The transition to EVs (electric vehicles) is more an opportunity than a threat to VW. (It ended 2020 with a Battery Electric Vehicle market share of 11% already, which is rapidly growing and on track to exceed its 13-14% share of traditional Internal Combustion Engine vehicles.)
e) Any form of sum of the parts analysis, which more accurately valued VW's luxury brands (which include Lamborghini, Bugatti, Bentley and Porsche itself), showed that VW (and therefore Porsche) were massively undervalued.
f) The balance sheet is again solid with year-end net cash coming in at €28 billion.

Our financial forecasts implied the stock was worth double where it was trading and could generate an Internal Rate of Return above 20% pa. Very unusually, we didn't have long to wait for some of this discount to narrow, as Porsche appreciated by c.60% over the rest of the quarter. It was a top contributor to Strategy returns.

Another top contributor for the quarter and last twelve months was Schwab, the largest e-broker in the US with $6.9 trillion in client assets ($4 trillion before the TD Ameritrade acquisition discussed below) in a market of $45 trillion retail assets. It provides brokerage, custodian, advice and asset management services. In 2019, Schwab earned about 60% of revenue from interest on client cash held on its balance sheet in high quality assets, just under a third from fees on client assets invested in various asset classes and the remainder from commissions.

In late 2019, Schwab cut its trading commissions to zero, and the US e-brokers subsequently sold-off given the near-term impact on industry revenues. Soon after, Schwab made an offer to buy its largest competitor, Ameritrade.

In the first quarter of 2020, interest rates declined, and markets plummeted, causing Schwab to drop over 35%. Our view was that the market was not discounting the propensity for clients to increase their cash balances during a market sell-off (which would provide a buffer to the interest rate impact as net interest income is dependent on both the cash balances and the rate), the likelihood of an increase in yields, nor was sufficient value being ascribed to the synergies of the Ameritrade deal ($1.9 billion cost synergies on a base of $5.9 billion in revenue for Ameritrade in 2019, the ability to bring more of Ameritrade's cash onto its balance sheet and the ability to cross-sell more of Schwab's more comprehensive services to Ameritrade clients).

In hindsight, the commission fee cut was a masterstroke from Schwab, allowing it to acquire a competitor, TD Ameritrade, at a discounted price.

More recently, interest rates have started to increase and conviction around Schwab's synergy delivery has increased. The stock has doubled from levels seen in April to September last year.

We have written about our cable holdings, Charter Communications and Altice USA, in previous commentaries. Both were detractors in the first quarter. However, both are top contributors over more meaningful time periods (3-5 years). This is often how it goes for long term investors: we believe it is highly unusual for stocks to go up in a straight line, periods of underperformance are almost inevitable in the hunt for long-term outperformance, and an investment thesis is likely to be tested many times over a multi-year holding period.

Cable's primary product, the provision of high-speed broadband internet in the United States, took centre stage in 2020 as large parts of the population were forced to work, learn and entertain themselves at home and online virtually overnight. Both companies performed strongly, with Charter growing its internet subscriber base by 9% and Altice by 4% on a year over year basis.

Both stocks have since taken a breather due to several factors, none of which we are particularly concerned about. Firstly, we acknowledge that there was likely some pull forward of subscriber growth into 2020 and that these results are unlikely to be repeated in 2021. Secondly, there has been increased noise from mobile operators launching 5G home broadband plans. And lastly, the Biden administration has made announcements relevant to cable.

Addressing the first point, we have strong conviction that demand for high-speed internet will continue to increase as data consumption grows rapidly each year. This structural tailwind is supplemented in the nearer term by various stimulus measures that will directly assist lower income households with their monthly broadband bills. And cable continues to be the internet provider of choice. Charter's average broadband subscriber now consumes 700GB of data per month (on a per home basis) and this continues to grow. Capacity-constrained mobile networks, where the average unlimited user consumes 10-15GB per month, are unable to compete in our view. Lastly, Biden's infrastructure plan should provide growth opportunities for cable in previously unserved rural areas, while we view the risk of price regulation as low. Higher corporate US tax rates are factored into our forecasts.

We find the valuations of both our cable holdings extremely attractive in both relative and absolute terms and we continue to expect strong growth in FCF over the coming years based on healthy revenue growth, steadily expanding margins and capex declining to normalised levels. Both also have excellent, shareholder-friendly management teams as evidenced by Altice repurchasing a massive 25% of shares outstanding over the course of 2020.

As we wrote last quarter, we still see ample opportunities for stock pickers, and we continue to hold a balanced portfolio of competitively advantaged businesses.

Thank you for your continued support and interest in the Strategy.