

CORONATION GLOBAL OPPORTUNITIES EQUITY [ZAR] FEEDER FUND

Fund Information as at 31 August 2024

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
ASISA Fund Category	Global – Equity – General
Income Distribution	Semi-annually (March & September)
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

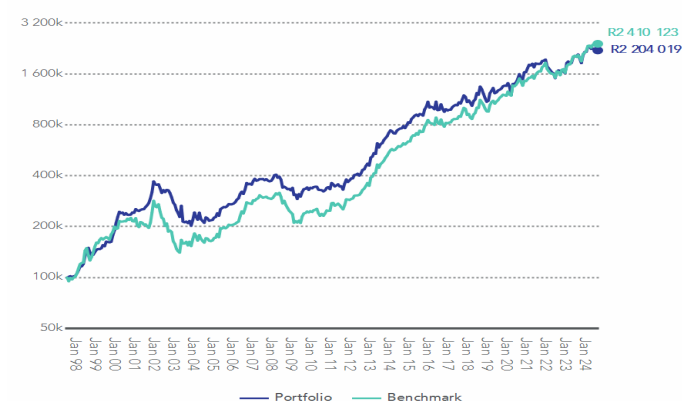
CLASS A as at 31 August 2024

ASISA Fund Category	Global - Equity - General
Launch date	01 August 1997
Fund size	R 7.76 billion
NAV	20430.36 cents
Benchmark	MSCI All Country World Index
Portfolio manager/s	Tony Gibson and Karl Leinberger

Total Expense Ratio	1 Year	3 Year
Fund management fee	1.89%	1.86%
Fund expenses	0.85%	0.85%
VAT	0.98%	0.95%
Transaction costs (inc. VAT)	0.06%	0.06%
Total Investment Charge	2.10%	2.05%

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)	2104.0%	2310.1%	(206.1)%
Since Launch (annualised)	12.1%	12.5%	(0.4)%
Latest 20 years (annualised)	12.0%	14.1%	(2.1)%
Latest 15 years (annualised)	13.4%	16.6%	(3.2)%
Latest 10 years (annualised)	11.2%	14.8%	(3.7)%
Latest 5 years (annualised)	11.3%	15.8%	(4.5)%
Latest 3 years (annualised)	6.3%	13.2%	(6.9)%
Latest 1 year	5.7%	16.6%	(10.9)%
Year to date	2.3%	13.0%	(10.7)%

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

	Fund	Benchmark	Active Return
Since Launch (unannualised)	469.1%	522.8%	(53.6)%
Since Launch (annualised)	6.6%	7.0%	(0.4)%
Latest 15 years (annualised)	7.3%	10.4%	(3.0)%
Latest 10 years (annualised)	5.6%	9.1%	(3.5)%
Latest 5 years (annualised)	7.9%	12.1%	(4.3)%
Latest 3 years (annualised)	(0.7)%	5.8%	(6.4)%
Latest 1 year (annualised)	12.7%	23.4%	(10.8)%
Year to date	6.2%	16.0%	(9.8)%
2023	22.7%	22.2%	0.5%
2022	(21.9)%	(18.4)%	(3.5)%

MONTHLY PERFORMANCE (AFTER FEES) - (ZAR)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2024	0.3%	7.1%	0.7%	(3.4)%	0.4%	(2.1)%	0.9%	(1.3)%					2.3%
Fund 2023	15.0%	2.0%	(3.5)%	1.8%	7.8%	2.0%	(0.8)%	2.8%	(5.6)%	(5.9)%	11.2%	4.6%	33.4%
Fund 2022	(9.0)%	(2.4)%	(2.9)%	(2.8)%	(1.5)%	(6.1)%	9.3%	1.8%	(5.3)%	6.0%	(2.1)%	(2.1)%	(17.0)%
Fund 2021	5.6%	4.7%	(1.1)%	2.5%	(4.7)%	5.5%	(0.6)%	(0.1)%	0.2%	3.8%	0.5%	1.5%	18.8%
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%

PORTFOLIO DETAIL

EFFECTIVE ASSET ALLOCATION EXPOSURE

	31 Aug 2024
Equities	92.6%
Global (7 funds)	92.6%
Equity futures	7.3%
Cash	0.1%

TOP 5 HOLDINGS

As at 30 Jun 2024

Eminence Capital
Egerton Capital Equity Fund
Tremblant Capital
Contrarius Global Equity Fund
Coronation Global Emerging Markets Fund

RISK STATISTICS SINCE LAUNCH

	Fund	Benchmark
Annualised Deviation	16.6%	16.5%
Sharpe Ratio	0.29	0.31
Maximum Gain	51.7%	53.2%
Maximum Drawdown	(45.3)%	(50.7)%
Positive Months	60.9%	58.2%

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

INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
28 Mar 2024	02 Apr 2024	0.00	0.00	0.00
29 Sep 2023	02 Oct 2023	0.00	0.00	0.00

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.

Performance and fund positioning

The Fund declined 1.9% for the quarter (Q2-24) compared to the benchmark return of 2.9%, bringing the rolling 12-month performance to 11.9% against the 19.4% returned by the MSCI All Country World Index (ACWI).

In general, the economic momentum of the first quarter continued into the second, and investors had to reassess the outlook for rate cuts, which moved further out. Artificial Intelligence (AI) once again dominated the markets, and a strong earnings season for tech companies meant that US growth stocks had strong gains over the quarter. In China, government moves to support the real estate sector provided a boost for equities which, together with the AI-exposed Taiwanese market, helped Asia ex-Japan give rise to strong gains in the region. In Europe, returns were hampered by the snap election in France, which surprised the markets and caused French equities to fall, overshadowing a rate cut announcement by the ECB.

North America was the best-performing region in Q2-24, advancing 3.8% (in US dollar terms). Japan's return was the weakest, declining -4.2% (in US dollar terms). Europe rose 0.9%, and the Pacific ex-Japan advanced 2.5% (both in US dollar terms). Emerging markets outperformed developed markets, advancing 5% compared to 3% (both in US dollar terms).

Amongst the global sectors, IT (+11.2%), telecommunications (+7.7%) and utilities (+2.2%) were the best-performing sectors for the quarter. The worst-performing sectors were materials (-4.0%), consumer discretionary (-2.7%) and industrials (-2.6%).

It was a difficult quarter for all the underlying managers with all of them underperforming the index (ACWI).

Contrarius Global Equity and Eminence Long Fund were the two big detractors for the quarter, but Tremblant Global Growth, SEG Crosby Street, Coronation Equity Select and Egerton Capital also had negative returns for the period. While Lone Monterey and Coronation Global Emerging Markets produced positive returns, both still lagged behind the benchmark (ACWI).

Contrarius had a difficult quarter, declining 6.6%, thereby extending their recent run of underperformance. The most damage originated from the communication services, consumer discretionary and financial sectors. Positions in Warner Brothers Discovery (-14.9%) and Qurate Retail (-48.8%) were the key underperformers but Block Inc. (-23.8%), Baidu (-17.9%), Just Eat (-18.8%) and Paramount (-11.3%) also contributed. Amongst all the negatives, Tesla (+12.6%) rebounded from its recent lows while Fox Corp. (+11.9%) and Sea Ltd (+33.0%) also made a positive contribution, amongst others.

Eminence returned -4.7% for the period. Consumer discretionary and healthcare stocks caused the bulk of the underperformance with names such as Verano Holdings (-39.5%), Dave & Buster's Entertainment (-36.4%), Entain (-20.9%) and Green Thumb Industries (-17.7%) being the key negative contributors. The smaller position in food delivery companies Just Eat (-18.8%) and Delivery Hero (-17.0%) also detracted. Eminence also owns Sea Ltd (+33.0%) with other positive performers including Schibsted (+16.3%) and Amazon (+7.1%) helping to limit the downside.

After a strong run of performance, Egerton retreated this quarter with the industrials, materials and consumer staples stocks causing a decline of 1.4%. Airbus (-24.0%), GE Healthcare Technology (-14.3%), Ryanair (-22.9%) and Canadian Pacific Kansas City (-10.6%) were examples of this. Positions in Alphabet (+20.6%), Amazon (+7.1%) and Microsoft (+6.4%) did well to offset some of the underperformance.

Consumer discretionary stocks accounted for all of Tremblant's underperformance as it trailed the index by 4.2% for the quarter. Five Below (-39.9%), Yum China (-22.2%), DoorDash (-21.0%) and DraftKings (-15.9%) were examples of this.

Select Equity Group's Crosby Street returned -1.7% after its healthcare, financials and materials stocks dragged it behind the benchmark. Examples of detractors include Edenred (-18.9%), CRH (-12.7%), Sartorius Stedim Biotech (-42.2%) and CDW (-12.3%). TSMC (+28.2%) was the bright spot amongst the gainers.

Outlook

At the start of 2024 expectations were that inflation would return to near-normal and allow central banks to cut rates and accelerate global growth. However, six months on, while growth has been satisfactory, inflation has proved sticky, and rates remain firmly elevated. Looking ahead, global growth should remain as is although change geographically. The US is showing some signs of moderation, and a soft landing is possible even if fairly rare. At the same time, growth is picking up in Europe as the cost-of-living shock fades and the region moves into a more favourable growth environment. Solid labour markets and rising real wages should continue to support consumption while the slow deployment of the Recovery Fund investments should also contribute to this rebound. In Asia, China is still struggling with its real estate market and a slump in consumption, but activity is improving elsewhere within emerging markets. Equity markets have benefited from the excitement around AI but on a very narrow basis, meaning that there is potential for continued gains as the broader market recovers especially if there is scope to eventually cut rates later this year or early 2025.

Portfolio managers

Tony Gibson and Karl Leinberger

as at 30 June 2024

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 top 10 holdings are 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 Asset Management (Pty) Ltd (FSP 548), 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 over the period referenced. 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 underlying 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 previous financial year (updated annually). The 3 year TER is for a rolling 36-month period to the last available 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.