

## LONG TERM OBJECTIVE

The Coronation Managed Strategy is an aggressive, clean slate fully discretionary balanced portfolio. The Strategy's objective is to outperform its peer group or a composite benchmark over meaningful periods (defined as at least 5 years). The Strategy is managed in accordance with the limits of Regulation 28 of the Pension Funds Act.

## 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 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 cleanslate 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)	4,972.8%	2,719.9%	2,252.9%
Since Inception p.a.	15.2%	12.7%	2.5%
Latest 20 years p.a.	14.7%	13.3%	1.4%
Latest 15 years p.a.	14.2%	12.1%	2.1%
Latest 10 years p.a.	9.4%	8.4%	1.0%
Latest 5 years p.a.	12.3%	9.2%	3.1%
Latest 1 year	9.7%	6.4%	3.3%
Year to date	1.8%	0.5%	1.3%
Month	1.7%	1.0%	0.7%

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

	Strategy	Benchmark
Annualised Standard Deviation	11.8%	11.3%
Maximum Drawdown	(23.5)%	(27.7)%

## ASSET ALLOCATION

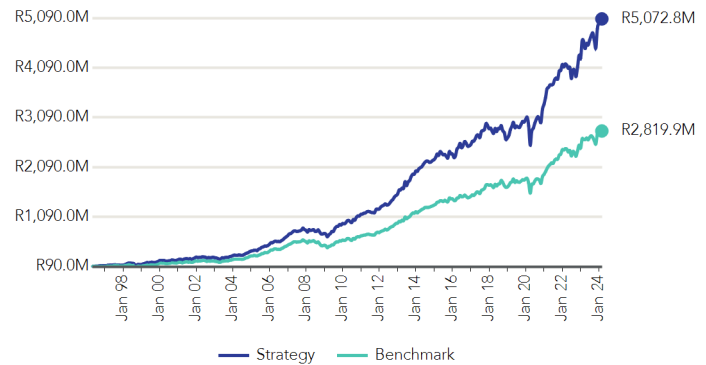
Asset Type	% Strategy
Local Equities	39.1%
Foreign Equities	29.4%
Foreign Bonds	14.1%
Local Bonds	7.6%
Local Real Estate	5.3%
Cash	1.7%
Local Hedge	1.4%
Local Commodities	1.0%
Foreign Real Estate	0.4%

## GENERAL INFORMATION

Inception Date	01 May 1996
Strategy Size †	R20.78 billion
Strategy Status	Open
Mandate Benchmark	Median of Peer Group
Dealing Frequency	Daily
Base Currency	ZAR
Regulation 28	Yes

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

## GROWTH OF R100M INVESTMENT



Benchmark: Median of Peer Group

## TOP 10 HOLDINGS

Holding	% Strategy
CORO GBL EQUITY FOF-Z	12.0%
CORONATION GEM EQUITY FUND	6.2%
PROSUS	4.8%
CORONATION GLOBAL EQUITY SELECT FUND CL Z	3.3%
STANDARD BANK GROUP LTD	2.9%
CIE FINANCIERE RICHEMO-A REG	2.6%
ANHEUSER-BUSCH INBEV SA/NV	2.3%
RSA ILB 2.250% 310138	2.2%
BRITISH AMERICAN TOBACCO PLC	2.1%
NEDBANK GROUP LIMITED	1.9%

## EFFECTIVE MATURITY PROFILE\*

Term	% Strategy (incl. Cash)	% Strategy (excl. Cash)
0 to 1 year	(1.0)%	1.7%
1 to 3 years	0.7%	0.7%
3 to 7 years	3.0%	2.9%
7 to 12 years	0.9%	0.9%
Over 12 years	3.0%	2.9%

## MODIFIED DURATION\*

Portfolio	0.5
Fixed Income Assets	7.4

## PORTFOLIO MANAGERS



Neville Chester - BCom, CA (SA), CFA

Neville is a senior member of the investment team with 27 years' investment experience. He manages Coronation's Aggressive Equity Strategy and is co-manager of the Coronation Top 20 and Market Plus unit trust funds.



Nic Stein - BBusSc, CA (SA), CFA

Nic is a portfolio manager and analyst within the Coronation investment team with 15 years' investment experience. He co-manages the Coronation Aggressive Equity and Managed strategies as well as the Coronation Resources, Top 20 and Market Plus unit trust funds.

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\* For SA Fixed Income investments only. Excludes international investments, equities, property and preference shares.