

**WHAT IS THE FUND'S OBJECTIVE?**

Active Income Plus aims to provide investors with a higher total return than traditional short duration income funds over the medium term.

**WHAT DOES THE FUND INVEST IN?**

Active Income Plus Fund can invest in a wide variety of yielding assets, such as cash, government and corporate bonds, inflation-linked bonds and listed property, both in South Africa and internationally.

The fund's effective exposure to property and equities is typically limited to a maximum of 10%. Total exposure to international assets will typically be limited to 25% (on both an effective exposure and SARB offshore asset capacity basis).

The fund has a flexible mandate with no prescribed maturity or duration limits for its investments or for the portfolio as a whole. The fund is mandated to use derivative instruments for efficient portfolio management purposes and can invest in other collective investment schemes.

**IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS****Risk Profile****Maximum growth/  
minimum income exposures**

Active Income Plus is tactically managed to secure an attractive return, while protecting capital over the medium term.

Its investments are carefully researched by a large and experienced investment team and subjected to a strict risk management process. The fund is actively positioned to balance long-term strategic positions with shorter-term tactical opportunities to achieve the best possible income.

While the fund is managed in a conservative and defensive manner, it will not always outperform short-duration income funds over short periods of time. Capital losses are possible, especially in the case of negative credit events affecting underlying holdings.

**HOW LONG SHOULD INVESTORS REMAIN INVESTED?**

The recommended investment term is 24-months and longer. The fund's exposure to growth assets like listed property and preference shares will cause price fluctuations from day to day, making it unsuitable as an alternative to a money market fund over very short investment horizons (12-months and shorter).

Given its limited exposure to growth assets, the fund is not suited as the sole holding for investment terms of longer than five years.

**WHO SHOULD CONSIDER INVESTING IN THE FUND?**

Investors who

- ▶ are looking for a liquid alternative to medium-term fixed deposits (3-5 years);
- ▶ seek managed exposure to income generating investments;
- ▶ believe in the benefits of active management within the fixed interest universe;
- ▶ are looking for a conservatively managed fixed income building block for use as a component of a low to moderate risk multi-asset portfolio appropriate for funding income drawdown commitments

**WHAT COSTS CAN I EXPECT TO PAY?**

The annual management fee is 0.75%.

Fund expenses that are incurred in the fund include 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 ARE THE FUND MANAGERS?**

**NISHAN MAHARAJ**  
BSc (Hons), MBA



**MAURO LONGANO**  
BScEng (Hons), CA (SA)

**GENERAL FUND INFORMATION**

<b>Launch Date</b>	29 November 2023
<b>Fund Class</b>	A
<b>Benchmark</b>	Alexander Forbes STeFI Composite Index
<b>ASISA Fund Category</b>	South African – Multi-asset – Income
<b>Regulation 28</b>	Complies
<b>Income Distribution</b>	Quarterly (March, June, September, December)
<b>Investment minimum</b>	R5 000 or R500/m debit order
<b>ISIN Code</b>	ZAE000327516
<b>JSE Code</b>	CAIPA

CLASS A as at 31 January 2024

ASISA Fund Category	South African – Multi-asset – Income
Launch date	29 November 2023
Fund size	R 1.03 billion
NAV	101.99 cents
Benchmark	AF STeFI Composite Index
Portfolio manager/s	Nishan Maharaj and Mauro Longano

Total Expense Ratio	1 Year	3 Year
Fund management fee	0.87%	0.87%
Fund expenses	0.75%	0.75%
VAT	0.01%	0.01%
Transaction costs (inc. VAT)	0.11%	0.11%
Total Investment Charge	0.00%	0.00%
	0.87%	0.87%

## PERFORMANCE AND RISK STATISTICS

## PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES)

	Fund	Benchmark	Active Return
Since Launch (unannualised)	2.6%	1.4%	1.2%
Year to date	1.0%	0.7%	0.3%

Yield (Net of Fees)	9.2%
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## RISK STATISTICS

Current	Fund
Weighted average time to maturity (credit)	2.6 years
Modified Duration	1.6 years
Modified Duration (ex Inflation Linked Bonds)	1.3 years

Risk statistics will be published once a 12-month record has been established.

## CREDIT RATINGS

	% of Fund
AAA+ to A-	77.1%
BBB+ to B-	4.0%
CCC+ to C-	0.0%
CLNs	11.5%
No Rating	7.4%

## INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
29 Dec 2023	02 Jan 2024	0.65	0.00	0.65

## MONTHLY PERFORMANCE RETURNS (AFTER FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2024	1.0%												1.0%
Fund 2023												1.5%	1.5%

## PORTFOLIO DETAIL

## ASSET ALLOCATION BY INSTRUMENT TYPE

	Domestic Assets	International
Cash and Money Market NCDs	23.4%	0.1%
Fixed Rate bonds	23.1%	6.4%
Floating Rate bonds	21.5%	0.5%
Inflation-Linked bonds	16.1%	0.4%
Credit Linked Notes (CLNs)	3.0%	8.5%
Listed Property	2.9%	0.0%
Preference shares	0.2%	0.0%
Other (Currency Futures)	(6.1%)	0.0%
<b>Total</b>	<b>84.1%</b>	<b>15.9%</b>
<b>Net offshore exposure after currency hedge</b>		<b>1.4%</b>

## ASSET ALLOCATION BY ISSUER TYPE

	% of Fund
Government	29.1%
Banks: Senior Debt	25.4%
Banks and Insurers: NCDs & Deposits	23.7%
Other Corporates	12.4%
Banks: Subordinated debt (>12m)	5.4%
REITs: Equity and Debt	2.9%
Coronation Global Bond Fund	2.4%
Insurers	2.0%
State Owned Enterprises	1.4%
Coronation Global Strategic Income	1.0%
Banks: Subordinated debt (<12m)	0.4%
Currency Futures	(6.1%)
<b>Total</b>	<b>100.0%</b>

## TOP 5 CREDIT EXPOSURE

	% of Fund
Republic Of South Africa	36.1%
Standard Bank Of SA Ltd	12.7%
Nedbank Ltd	8.7%
Absa Bank Ltd	6.9%
Jp Morgan Chase Bank	6.6%

## TOP 5 REFERENCE ENTITY EXPOSURE

	% of Fund
Republic of South Africa	7.0%
MAS	1.3%
Nepi	0.8%
Prosus	0.7%
CDX IG	0.7%

100% of CLN exposure is issuer valued with a daily or at worst weekly price frequency

**IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION ACTIVE INCOME PLUS FUND**

Unit trusts should be considered medium- to long-term investments. 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 a portion of its portfolio (typically up to a maximum of 25%) 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 asset allocation by instrument type are reflected on a look-through basis. The asset allocation by issuer type and top issuer exposures are not reflected on a look-through basis. The yield shown is an estimate in part based on market assumptions and forecasts. The yield is calculated by taking the interest and income receivable of all the instruments in the fund divided by the net asset value, expressed as a nominal annual rate. It is provided to give an approximate indication of the achievable yield for an investment made at the reporting date. Actual experience may differ, based on changes in market values, interest rates and changes in costs actually experienced during the investment period. The yield disclosed on the MDD is current and calculated as at the MDD reporting date.

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) (FSP 548) Ltd, 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](http://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?**

As this is a new fund the fact sheet does not include performance information yet. Once performance information is available the following will apply:

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)?**

The TER and Transaction Costs cannot be determined accurately because of the short life span of the Financial Product. Calculations are based on actual data where possible and best estimates where actual data is not available.

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](http://www.coronation.com)

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