

## LONG TERM OBJECTIVE

The Coronation Core Equity Strategy is our benchmark cognisant offering within our equity product range. The Strategy is constructed with reference to a benchmark, and seeks to outperform the equity market over meaningful periods (defined as at least 5 years).

## 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 underlying 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 with reference to a benchmark based on the relative risk-adjusted upside to fair value of each underlying security.

## STRATEGY RETURNS GROSS OF FEES

Period	Strategy	Benchmark	Active Return
Since Inception (cumulative)	2,060.2%	1,567.1%	493.1%
Since Inception p.a.	15.4%	14.0%	1.4%
Latest 20 years p.a.	13.8%	12.6%	1.2%
Latest 15 years p.a.	12.0%	11.4%	0.6%
Latest 10 years p.a.	8.5%	8.2%	0.3%
Latest 5 years p.a.	14.7%	16.1%	(1.4)%
Latest 1 year	19.1%	22.3%	(3.2)%
Year to date	17.0%	18.7%	(1.7)%
Month	1.2%	2.2%	(1.0)%

## TOP 10 HOLDINGS

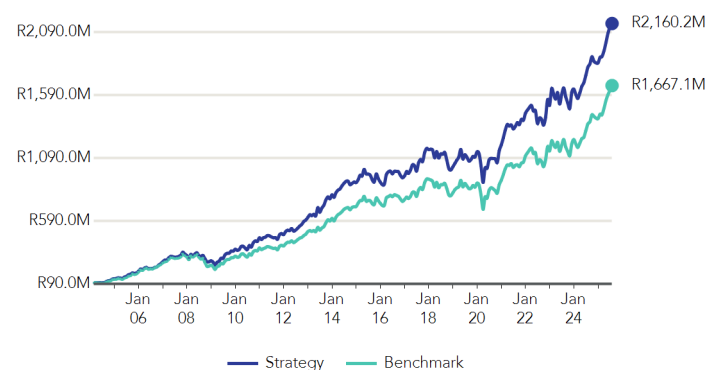
Holding	% Strategy
PROSUS	9.2%
ANGLOGOLD ASHANTI PLC	6.6%
STANDARD BANK GROUP LTD	6.6%
FIRSTRAND LTD	5.9%
NASPERS LTD	5.7%
CIE FINANCIERE RICHEMO-A REG	3.7%
NORTHAM PLATINUM HOLDINGS LTD	3.4%
MTN GROUP LTD	3.0%
CAPITEC BANK HOLDINGS LTD	2.8%
PEPKOR HOLDINGS LTD	2.7%

## GENERAL INFORMATION

Inception Date	01 March 2004
Strategy Size *	R5.85 billion
Strategy Status	Open
Mandate Benchmark	JSE Capped Shareholder Weighted Index (Capped SWIX*)
Dealing Frequency	Daily
Base Currency	ZAR

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

## GROWTH OF R100M INVESTMENT



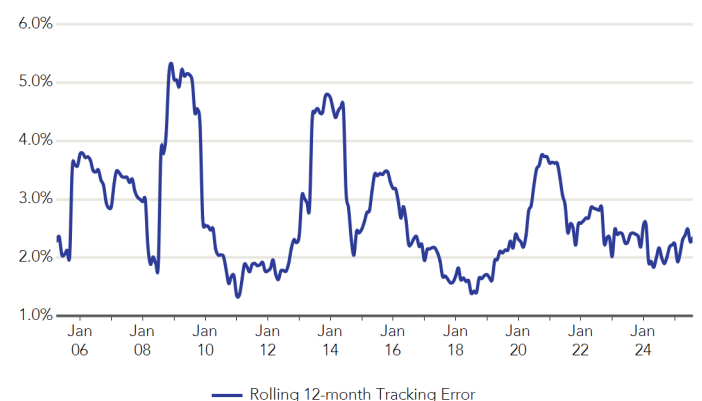
Benchmark: JSE Capped Shareholder Weighted Index (Capped SWIX\*)

\*FTSE/JSE Capped Shareholder Weighted Index from 01 May 2017. Previously 50 Low Resources (inception to 31 January 2002) and FTSE/JSE Shareholder Weighted Index (01 February 2002 to 30 April 2017).










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

	Strategy	Benchmark
Average Annual Return	16.5%	15.2%
Tracking Error	2.9%	
Information Ratio	0.5	
Annualised Standard Deviation	14.0%	14.3%
Maximum Drawdown	(30.1)%	(37.0)%

## TRACKING ERROR



## SECTOR EXPOSURE

Sector		% Strategy	Sector		% Strategy
Financials		30.2%	Telecommunications		4.7%
Basic Materials		21.8%	Health Care		1.2%
Technology		15.8%	Industrials		1.1%
Consumer Services		13.8%	Interest Bearing		1.3%
Consumer Goods		10.1%			

## PORTFOLIO MANAGERS



Quinton Ivan - BBusSc, Bcom (Hons), CA (SA), CFA

Quinton is Head of Coronation's Core Equity Strategy. He also co-manages the Presidio Hedge Fund. Quinton has 20 years of investment experience.



Alistair Lea - BCom, CA (SA), CFA

Alistair is a portfolio manager and analyst in the South African Equity team at Coronation. His research responsibilities include mid- and small cap as well as property companies, and he manages the Smaller Companies unit trust fund. Alistair joined the team in 2005 and has 27 years' investment experience.



Sarah-Jane Alexander - BBusSc, CFA

Sarah-Jane manages assets within the Coronation Houseview Equity Strategy. She also co-manages Coronation's Houseview balanced strategies and has research responsibilities across a range of financial services and hospital stocks, among others. Sarah-Jane joined Coronation in 2008 as an equity analyst and has 21 years' investment experience.

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