

### WHAT IS THE FUND'S OBJECTIVE?

The fund seeks to maximise long-term capital appreciation by investing primarily in a broad spectrum of listed equities.

### WHAT DOES THE FUND INVEST IN?

The Equity Fund primarily invests in the shares of companies listed on the Johannesburg Stock Exchange but can also invest in international equities.

There are no restrictions on how much exposure the fund can have to different sectors (for example, to mining, financial or industrial companies).

The fund will be fully invested in shares at all times. The fund is mandated to use derivative instruments for efficient portfolio management purposes.

### IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

### Risk Profile



8/10 Aggressive Maximum growth/ minimum income exposures



■ Growth Assets: 100% ■ Income Assets: 0%

The fund's managers actively seek out attractively valued shares that could achieve strong investment growth over the long run. Rigorous research is conducted into the long-term potential of a company and whether it is attractively valued relative to other companies, before its shares are selected for the fund.

Shares can be volatile investments and there is a meaningful risk of capital loss over the short term. However, given its focus on attractively valued shares that could offer long-term growth, the Equity Fund may preserve capital better than its benchmark over the long run.

### 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

- are comfortable with a portfolio that is fully invested in shares;
- accept that the fund may underperform the market in the short term in pursuit of superior long-term gains.
- do not require an income in the short term.
- > The fund is less concentrated than the Coronation Top 20 Fund and would typically also include exposure to international equities, making it more suitable for investors holding only one equity fund.

### WHAT COSTS CAN I EXPECT TO PAY?

The fund fees will be changing to a fixed fee from the current variable performance related fee, effective 01 October 2026.

The new fixed fee will be 1.40% p.a.

From 1 October 2025 to 30 September 2026, the lowest of the current variable performance-related fee and the new fixed fee will be accrued daily. The effective fee range during this period will be 0.75% - 1.40% per annum depending on the fund's performance (previously 0.75 – 2.60% per annum).

If the fund's return (after fees and costs) is equal to that of the benchmark, a fee of 1.10% will be charged. We share in 20% of the performance above the benchmark, up to a total annual fee of 1.40%. Performance is measured over a rolling 24-month period.

When the fund return is below the benchmark over a rolling 60-month period, the base fee is discounted to 0.75%.

From 1 October 2026, only the new fixed fee will apply.

All fees exclude VAT. 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.

# WHO ARE THE FUND MANAGERS?



KARL LEINBERGER BBusSc, CA (SA), CFA



SARAH-JANE ALEXANDER BBusSc, CFA

### GENERAL FUND INFORMATION

Launch Date	15 April 1996
Fund Class	А
Benchmark	Composite: 87.5% SA equity, 12.5% International equity
ASISA Fund Category	South African – Equity – General
Income Distribution	Semi-annually (March & September)
Investment minimum	R5 000 or R500/m debit order
Bloomberg Code	COREQYA
ISIN Code	ZAE000058566
JSE Code	CORA



CORONATION

**ASISA Fund Category** South African - Equity - General

Launch date 15 April 1996 Fund size R13.42 billion 35260.29 cents NAV

Composite (87.5% SA equity,12.5% Benchmark/Performance

Fee Hurdle International equity)

Portfolio manager/s Karl Leinberger and Sarah-Jane

Alexander

# PERFORMANCE AND RISK STATISTICS

### GROWTH OF A R100,000 INVESTMENT (AFTER FEES)



### PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES)

	Fund	Benchmark	Peer Group Average
Since Launch (unannualised)	6179.9%	3697.0%	3053.1%
Since Launch (annualised)	15.1%	13.2%	12.4%
Latest 20 years (annualised)	13.2%	13.6%	10.5%
Latest 15 years (annualised)	12.4%	13.1%	9.6%
Latest 10 years (annualised)	11.3%	11.8%	8.4%
Latest 5 years (annualised)	17.3%	18.4%	15.7%
Latest 3 years (annualised)	23.3%	21.8%	17.2%
Latest 2 years (annualised)	27.9%	26.0%	19.9%
Latest 1 year	34.9%	26.9%	18.5%
Year to date	24.2%	28.1%	19.6%

# **RISK STATISTICS SINCE LAUNCH**

	Fund	Benchmark
Annualised Deviation	15.1%	16.7%
Sharpe Ratio	0.41	0.25
Maximum Gain	47.6%	43.5%
Maximum Drawdown	(35.1)%	(41.0)%
Positive Months	62.9%	63.2%
	Fund	Date Range
Highest annual return	62.5%	Aug 2004 - Jul 2005
Lowest annual return	(28.7%)	Mar 2008 - Feb 2009

Total Expense Ratio	1.69%	1.39%
Fee for performance in line with benchmark	1.10%	1.10%
Adjusted for out/(under)-performance	0.35%	0.09%
Fund expenses	0.03%	0.02%
VAT	0.22%	0.18%
Transaction costs (inc. VAT)	0.24%	0.25%
Total Investment Charge	1.93%	1.64%

# PORTFOLIO DETAIL

### EFFECTIVE ASSET ALLOCATION EXPOSURE

Sector	30 Sep 2025
Domestic Assets	50.4%
■ Equities	49.8%
Basic Materials	11.3%
Industrials	0.4%
Consumer Goods	5.0%
Health Care	0.9%
Consumer Services	7.2%
Telecommunications	1.2%
Financials	10.5%
Technology	9.8%
Derivatives	3.4%
Real Estate	0.1%
■ Cash	0.4%
International Assets	49.6%
Equities	49.6%
Cash	0.0%

### **TOP 10 HOLDINGS**

As at 30 Sep 2025	% of Fund
Naspers Ltd	5.5%
Prosus	3.2%
St James's Place	2.9%
Capitec Bank Ltd	2.8%
Standard Bank Group Ltd	2.6%
Northam Platinum Ltd	2.5%
Anglogold Ashanti Ltd	2.4%
Auto1 Group	2.3%
Contemporary Amperex Techn	2.2%
Richemont	2.2%

# **INCOME DISTRIBUTIONS**

Declaration	Payment	Amount	Dividend	Interest
30 Sep 2025	01 Oct 2025	93.52	88.42	5.10
30 Sep 2024	01 Oct 2024	116.70	105.80	10.91
28 Mar 2024	02 Apr 2024	59.43	55.66	3.77
29 Sep 2023	02 Oct 2023	243.68	225.81	17.88

# MONTHLY PERFORMANCE RETURNS (AFTER FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2025	4.0%	1.3%	(3.6)%	3.8%	7.5%	4.0%	1.7%	1.1%	2.5%				24.2%
Fund 2024	(2.0)%	3.3%	1.3%	0.5%	1.9%	(0.4)%	1.2%	1.2%	3.6%	0.3%	7.1%	1.1%	20.6%
Fund 2023	9.6%	(1.2)%	(5.0)%	2.0%	(0.7)%	4.5%	2.1%	(0.9)%	(5.7)%	(4.9)%	10.5%	3.9%	13.3%
Fund 2022	(2.9)%	(0.8)%	(2.6)%	(2.8)%	(0.6)%	(6.7)%	6.8%	1.2%	(6.1)%	5.6%	7.0%	(2.2)%	(5.2)%
Fund 2021	3.2%	6.4%	2.4%	0.5%	0.1%	(1.1)%	1.0%	1.2%	(0.4)%	5.5%	(1.1)%	2.7%	22.1%

\*This column shows the most recently available figures for the 12 months ending July 2025. The 12-month TER for the financial year ending September 2024 was 1.49% which included a 0.17% adjustment for out/(under) performance and a total investment charge of 1.73%.

Issue date: 2025/10/13

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Minimum Disclosure Document

# **CORONATION EQUITY FUND**

Quarterly Portfolio Manager Commentary



Please note that the commentary is for the retail class of the Fund.

#### Performance

The Fund returned 5.4% for the quarter (24.2% YTD), supported by strong global and local equity markets and pleasing alpha offshore. The Fund has performed well against its peer group over all meaningful time periods.

#### **Fund positioning**

Having risen steadily over the last two years, the gold price rose 17% in the third quarter to an all-time high. The gold price has now gained a material 47% YTD as investors question the US dollar's status as global reserve currency and seek a viable alternative. Concerns include growing geopolitical tensions, the weaponisation of the dollar-based global payments system, increasingly unpredictable government policy, a highly indebted sovereign, and challenges to the Federal Reserve's independence. Growing gold purchases by both central banks and retail investors drove rapid appreciation in the gold price.

Markets rose despite concerns of tariff disruption and slower growth. The MSCI World returned 7% in USD for the quarter (17% YTD). Liberation Day tariffs, whilst disruptive to supply chains, have yet to cause the feared inflation or growth slowdown. The S&P 500 Index rose 8% in the quarter (YTD 15%) on the back of a thus-far resilient US economy and surging investment in artificial intelligence (AI).

Al leadership sits at the heart of US-China rivalry, with the US's chip ban on exports to China designed to frustrate Chinese efforts. China is delivering impressive innovation across a range of industries and is leading in areas such as clean energy, battery storage, and electric vehicles. Many Chinese companies trade at attractive valuations. The Fund has selective exposure to leading Chinese businesses, primarily within the technology sector.

Emerging markets performed strongly (up 11% for the quarter and now up 28% YTD). A weaker US dollar provided further support to these returns (with the US Dollar Index down ~8% YTD). Despite this recent strength in emerging markets, a weak decade prior to this means they continue to trade cheaply. They remain key holdings in the Fund; diversified across geographies and industries.

Global markets have delivered good returns since April, with alpha adding to returns. Despite this, we continue to make full use of the Fund's offshore capacity, given the breadth of stock picking opportunities.

South African economic growth remains poor. Despite low inflation and some interest rate cuts, consumer demand has disappointed. The SA Reserve Bank has signalled a desire to permanently lower the inflation target to 3% (from a 3-6% range). The rand rose 9% YTD relative to a generally weaker dollar. The rand's strength and the low oil price should support further interest rate cuts. An exception to generally weak consumer demand has been the explosion in online gambling, facilitated by increased ease of access. This unproductive spending is concerning, given that it provides little lasting benefit to either the consumer or the local economy.

Our base case is a sustained low-growth environment, given SA's structural impediments to growth. Poor service delivery and challenged infrastructure weigh on the cost of doing business. Deteriorating educational outcomes undermine productivity. Factors such as these are eroding competitiveness. Attempts to intervene are yielding some results in rail and electricity, where performance has improved from recent lows. However, the muted economic growth outlook means debt-to-GDP is likely to continue deteriorating over the longer term.

The FTSE/JSE Capped Shareholder Weighted Index (CSWIX) rose 13% during the quarter, bringing YTD performance to 31%. Precious metal miners yet

again contributed the bulk of these returns with the Resources Index rising 47% (now up a staggering 105% YTD). More subdued returns were on offer elsewhere this quarter, with the Industrials Index up 4% (+20% YTD) and Financials (with higher domestic exposure) flat for the quarter (0.3% Q3-25,+7% YTD).

Within SA equities, the Fund has sizeable exposure to the global stocks listed locally. These holdings are both independently attractive and provide diversification away from a challenged domestic economy. The largest amongst these include Naspers, Quilter, and Richemont. In Naspers, we have high conviction in the prospects of its core Tencent investment. Tencent's gaming and advertising businesses are growing strongly, whilst fintech is picking up. This topline growth is driving widening margins. At a Naspers/Prosus level, investors benefit from an additional pick up from the accretive share buyback programme. Quilter benefits from structural growth in the UK retail wealth management market. Its investment in its platform is generating good returns as it steadily gains market share. Management is astute and well poised to continue compounding these gains.

We have previously discussed the focus within the domestic stock universe on picking winning franchises that can thrive despite a tough economy. We remain committed to this strategy as the low-growth economy drives a widening gap between local winners and losers. Our list of winners remains unchanged and includes businesses such as WeBuyCars, PSG Konsult, ADvTECH, Shoprite, and Capitec. All came through the results season, demonstrating volume share gains in a tough economy. Growing scale is reducing the cost of customer acquisition and the cost to serve. High levels of reinvestment should enable these businesses to compound earnings ahead of the market in the years ahead.

The Fund has held an underweight position in the resources sector for some time. A meaningful part of this is in the gold shares, which have benefited from a rapid rise in the metal price over the past 12 months. This underweight has detracted from performance. In these uncertain times, there is a wide range of possible outcomes, making it easy to construct compelling bear and bull cases. Whilst the current gold price trades at record highs, we could see meaningfully higher gold allocations across global portfolios in the years ahead. Our holdings in gold shares recognise the possibility of such an outcome. However, our base case remains a decline in the gold price over the long term. Further considerations include the fact that gold miners have historically been poor at returning capital to shareholders over time, and that costs have compounded at high levels in periods in which the gold price was strong. We remain concerned about the capital losses that shareholders in gold shares would incur if some of the froth in the sector dissipates. Hence, we remain cautious.

The Fund built a position in the platinum group miners in the second half of 2024. The investment was premised on tighter supply-demand fundamentals. This has delivered good returns over the period. We have taken some profit in the sector.

### Outlook

The Fund remains focused on generating compelling long-term risk-adjusted returns. The heightened uncertainty and volatility in the current quarter provided the opportunity to add to our basket of winning global and local equities at attractive prices. The Fund continues to have a meaningful allocation offshore, which offers good protection against a weak domestic economy and fractious political situation. We believe the high offshore exposure, as well as attractive valuations, serve the Fund well to deliver its long-term return expectations.

Portfolio managers Karl Leinberger and Sarah-Jane Alexander as at 30 September 2025

# **CORONATION EQUITY FUND**

Important Information



### IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION EQUITY FUND

The Equity 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 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. Asset allocation and top 10 holdings are reflected on a look-through basis. 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. Class R NAV prices were used for the period prior to the launch of Class A. 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.

The peer group average is calculated as the average return of all the funds in the respective ASISA category (excluding Coronation Funds in that category)

### HOW ARE THE BENCHMARK RETURNS CALCULATED?

The benchmark used for performance purposes is a composite benchmark consisting of 87.5% Domestic Equity (CSWIX), 12.5% International Equity (ACWI).

From 1 April 2021 the SA equity component of the composite benchmark is the FTSE/JSE Capped Shareholders Weighted All Share Index (C-SWIX) which replaces the FTSE/JSE Capped All Share Index (CAPI).

The benchmark returns shown in this MDD will be spliced between the performance of the previously applicable index values and that of the new composite benchmark using C-SWIX from 1 April 2021.

Note that we use the formal SA – Equity – General category benchmark as specified in the ASISA Standard on Fund Classification, which is currently the FSTE/JSE All Share Index, for compliance monitoring purposes

# 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 a rolling 12-month period to the last available month end (updated monthly). The financial year TER displayed at the bottom of page 2, is the latest available 12-month TER to the end of the previous financial year ending 30 September (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

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