

## WHAT IS THE FUND'S OBJECTIVE?

The fund aims to maximise long-term growth from investing in a select group of small to medium-sized JSE-listed companies.

It seeks to outperform the combined JSE Mid and Small Cap Indices.

## WHAT DOES THE FUND INVEST IN?

The fund invests in companies that form part of the JSE Small or Mid Cap Indices, or in companies that have a market capitalisation smaller than the company with the lowest market capitalisation in the JSE Large Cap Index.\*

The fund is mandated to use derivative instruments for efficient portfolio management purposes.

\*The investment universe has been amended to align with the ASISA category specifications for Mid and Small Cap Funds

## IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

## Risk Profile

Maximum growth/  
minimum income exposures

The fund actively seeks out attractively valued companies that could offer strong long-term growth.

Shares are selected following rigorous research into the long-term potential of a company, and whether it is currently attractively valued relative to its sector.

Shares can be volatile investments, and smaller companies in particular may experience price swings. Smaller companies have fewer shares trading freely in the market, which can restrict trading and amplify price movements. Consequently, there is a heightened risk of capital loss over the short term.

However, given its focus on investing only in attractively valued shares that could offer long-term growth, the fund may preserve capital better than its benchmark over the long run.

The fund is concentrated and only invests in one sector of the market, making it riskier than a general equity fund.

## HOW LONG SHOULD INVESTORS REMAIN INVESTED?

The fund is managed to deliver the best possible returns over the long term; an investment horizon of five years or more is therefore ideal.

## WHO SHOULD CONSIDER INVESTING IN THE FUND?

Investors who are building wealth, and who

- ▶ wish to benefit from the potential growth in medium-size and small companies;
- ▶ want to diversify their investments to include specific exposure to companies outside of the JSE Large Cap Index;
- ▶ accept the inherent volatility in investing in less liquid shares;
- ▶ want to hold the Smaller Companies Fund as one of multiple funds in their investment portfolio.

## WHAT COSTS CAN I EXPECT TO PAY?

An annual fee of 1.00% (excl. VAT) is payable.

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 portfolio 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?



**ALISTAIR  
LEA**  
CA (SA), CFA

## GENERAL FUND INFORMATION

|                     |  |
|---------------------|--|
| Launch Date         | 1 April 1997   |
| Fund Class          | R  |
| Benchmark           | Market-cap weighted composite: JSE Mid & Small Cap Indices excluding real estate |
| ASISA Fund Category | South African – Equity – Mid and Small Cap                                       |
| Income Distribution | Semi-annually (March & September)  |
| Investment minimum  | R5 000 or R500/m debit order   |
| Bloomberg Code      | CORSPEG  |
| ISIN Code           | ZAE000019824   |
| JSE Code            | COSG   |