CORONATION GLOBAL MANAGED [ZAR] FEEDER FUND

Fund Information as at 30 June 2023

CORONATION
TRUST IS EARNED™

WHAT IS THE FUND'S OBJECTIVE?

Global Managed seeks to balance long term real returns and the risk of loss by investing in a range of listed asset classes around the world. Our intent is to outperform an equity-biased benchmark over all five year periods

WHAT DOES THE FUND INVEST IN?

Global Managed will have a bias towards shares, but can invest in a variety of assets including listed property, bonds and cash. The fund primarily invests in developed economies (including the US, Europe and Japan) but is also mandated to invest in emerging markets.

The intent is to keep the fund fully invested in foreign assets at all times. Its exposure will be in a variety of currencies, primarily the US dollar, British pound, euro and yen.

The fund may use exchange traded funds and other financial instruments (eg. derivatives) to implement specific investment views.

IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

Risk Profile

6/10
Moderate

Maximum growth/ minimum income exposures

Growth Assets: 100%
Income Assets: 0%

Global Managed aims to balance long-term real returns and the risk of loss. The fund will be have a sizeable exposure to shares, which typically offer the best returns over the long run.

Global Managed will only invest in assets we view as being attractively valued and that could offer strong long-term investment growth. The fund's share selection is the result of rigorous international research conducted by Coronation's investment team.

While shares typically offer superior long-term returns, this comes with higher levels of risk and volatility. We have a disciplined approach to reducing risk, but shares can be volatile investments and may suffer capital losses over the short term. Global currency movements may intensify investment gains or declines.

This feeder fund aims to remain fully invested in units in the Global Managed Fund, which is domiciled offshore. The only other assets that will be held at feeder fund level are local and foreign cash holdings for liquidity purposes.

HOW LONG SHOULD INVESTORS REMAIN INVESTED?

An investment term of more than five years is recommended.

WHO SHOULD CONSIDER INVESTING IN THE FUND?

Investors who are building wealth, and who

- seek a single international investment that will give them access to some of the best opportunities around the globe;
- require a fund which balances long-term real returns and the risk of loss;
- do not require an income from their investment.

WHAT COSTS CAN I EXPECT TO PAY?

An annual fee of 1.25% is payable.

Of the annual fee, 0.40% is collected at feeder fund level, while the balance of the fee is collected in the master fund.

All fees exclude VAT. Fund expenses that are incurred in the fund include administrative, 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?

NEIL PADOA
BEconSci (AcSci), FFA, CFA

HUMAIRA SURVE
BScEng, MBA, CFA

GENERAL FUND INFORMATION

Launch Date	29 October 2009
Fund Class	A
Benchmark	60% MSCI All Country World Index and 40% Barclays Global Bond Aggregate
ASISA Fund Category	Global – Multi-asset – High Equity
Income Distribution	Semi-annually (March & September)
Investment Minimum	R5 000 or R500/m debit order
Bloomberg Code	COGLMAZ
ISIN Code	ZAE000139721
JSE Code	COGM

CORONATION GLOBAL MANAGED [ZAR] FEEDER FUND

CLASS A as at 30 June 2023

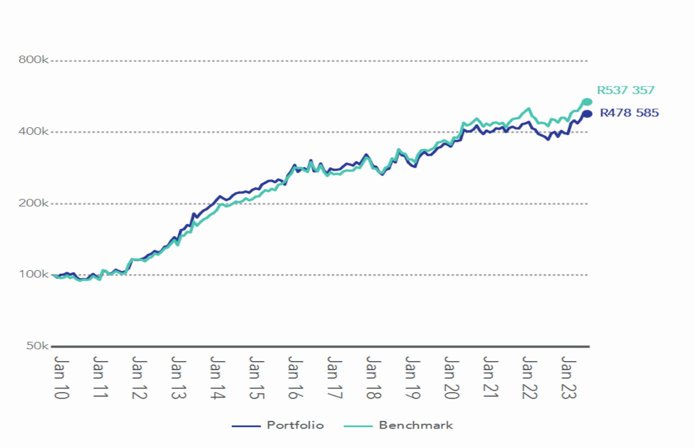
CORONATION
TRUST IS EARNED™

ASISA Fund Category	Global - Multi Asset - High Equity
Launch date	29 October 2009
Fund size	R 8.34 billion
NAV	471.38 cents
Benchmark	Composite: 60% MSCI All Country World Index & 40% Barclays Global Bond Aggregate
Portfolio manager/s	Neil Padoa and Humaira Surve

	1 Year	3 Year
Total Expense Ratio	1.38%	1.38%
Fund management fee	1.25%	1.25%
Fund expenses	0.07%	0.07%
VAT	0.06%	0.06%
Transaction costs (inc. VAT)	0.09%	0.10%
Total Investment Charge	1.47%	1.48%

PERFORMANCE AND RISK STATISTICS

GROWTH OF A R100,000 INVESTMENT (AFTER FEES)



PORTFOLIO DETAIL

EFFECTIVE ASSET ALLOCATION EXPOSURE

Sector	30 June 2023
Equities	62.5%
Infrastructure	2.7%
Property	1.0%
Convertible Bonds	1.5%
High Yield Bonds	3.6%
Gold	1.0%
Merger Arbitrage	0.0%
Fixed Income	20.2%
T-Bills	3.9%
Inflation-linked Bonds	7.1%
Investment Grade	9.2%
Cash	7.5%

RISK AND RETURNS VS BENCHMARK (AFTER FEES) (ZAR)

	Fund	Benchmark
Since Launch (unannualised)	378.6%	437.4%
Since Launch (annualised)	12.1%	13.1%
Latest 10 years (annualised)	10.6%	12.8%
Latest 5 years (annualised)	9.4%	11.6%
Latest 3 years (annualised)	5.8%	7.5%
Latest 1 year	28.5%	26.5%
Year to date	21.5%	20.5%

TOP 10 HOLDINGS

As at 30 Jun 2023	% of Fund
British American Tobacco	2.5%
Heineken Holdings Nv	2.2%
Airbus Group Se	2.0%
Ryanair Holdings Plc Adr Usd	1.9%
Prosus Na	1.9%
Entain Plc	1.9%
Doordash Inc	1.8%
Canadian Pacific Railway Ltd	1.8%
Canadian National Railway Co	1.8%
Interactive Brokers Group	1.8%

RETURNS VS BENCHMARK (AFTER FEES) (USD)

	Fund	Benchmark
Since Launch (unannualised)	97.7%	122.7%
Since Launch (annualised)	5.1%	6.0%
Latest 3 years (annualised)	2.9%	4.6%
Year to date	9.0%	8.9%

RISK STATISTICS SINCE LAUNCH

	Fund	Benchmark
Annualised Deviation	13.5%	12.4%
Sharpe Ratio	0.34	0.45
Maximum Gain	22.7%	24.8%
Maximum Drawdown	(17.7)%	(15.8)%
Positive Months	59.1%	59.8%

	Fund	Date Range
Highest annual return	48.9%	Jan 2013 - Dec 2013
Lowest annual return	(11.0%)	Jan 2022 - Dec 2022

INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
30 Jun 2023	03 Jul 2023	0.00	0.00	0.00
31 Mar 2023	03 Apr 2023	0.00	0.00	0.00

MONTHLY PERFORMANCE (AFTER FEES) - ZAR RETURNS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2023	11.0%	2.7%	(2.7)%	3.5%	6.9%	(1.0)%							**21.5%**
Fund 2022	(6.0)%	(1.1)%	(4.3)%	(1.3)%	(1.4)%	(2.7)%	6.4%	1.2%	(4.5)%	5.8%	(2.1)%	(0.7)%	**(11.0)%**
Fund 2021	1.2%	2.8%	(0.6)%	1.7%	(4.6)%	3.8%	1.4%	(1.5)%	(0.1)%	4.2%	0.7%	1.5%	**10.7%**
Fund 2020	5.8%	(0.3)%	0.9%	10.7%	(1.7)%	0.1%	1.7%	4.1%	(5.1)%	(3.0)%	3.4%	(1.7)%	**14.8%**
Fund 2019	(1.3)%	8.6%	3.9%	2.5%	(2.9)%	0.2%	3.0%	3.8%	1.0%	3.2%	(0.8)%	(2.0)%	**20.2%**

Issue date: 2023/07/14

Please refer to page 4 of the Comprehensive Fact Sheet for important additional infomation, including change in cost disclosures.

Our full range of rand-denominated offshore funds is temporarily closed to new investments via the South African Unit Trust product. Read more here.

Please note that the commentary is for the US dollar retail class of the Fund. The feeder Fund is 100% invested in the underlying US dollar Fund. However, given small valuation, trading and translation differences for the two Funds, investors should expect differences in returns in the short term. Over the long term, we aim to achieve the same outcome in US dollar terms for both Funds.

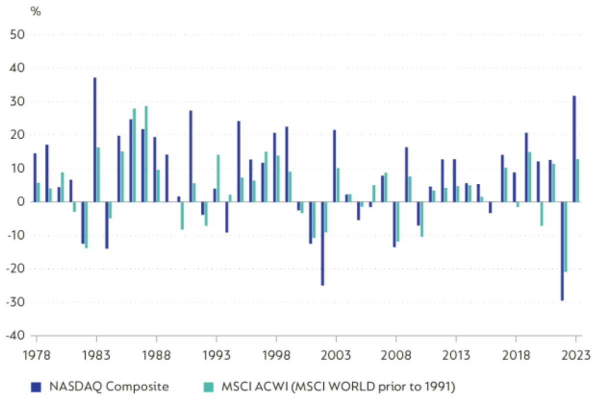
Performance and fund positioning

The second quarter of 2023 built on the gains of the first three months of the year, with global equity markets advancing 6.2%. This brings the year-to-date (YTD) gain to 13.9% (as measured by the MSCI All Country World Index). However, global bond markets lagged, returning -1.5% for the quarter. This was largely driven by developed market risk-free yield curves shifting upwards. The Fund has delivered a solid six months in absolute terms, advancing 9%, and also outpacing its benchmark.

As is sometimes the case, index level data can obscure what is happening under the surface. And this year investors needn't scratch too deep to understand what is driving returns. A small group of US mega caps (aka "The Magnificent Seven" of Nvidia, Meta, Tesla, Microsoft, Apple, Amazon, and Alphabet) have driven a narrow market and accounted for a large portion of total returns. Indeed, the Nasdaq Composite Index is on pace for its best first half in 40 years, up c.32%, more than twice the return of the global equity index as is clear from the graph below.

NASDAQ COMPOSITE FIRST-HALF PERFORMANCE MORE THAN DOUBLE THE GLOBAL EQUITY INDEX

Nasdaq Composite vs MSCI ACWI (first-half price return from 1978 to 2023)



Source: Bloomberg

The Nasdaq 100 Index (which comprises the 100 largest stocks in the Nasdaq) performed even better, up nearly 40% YTD. All this pales, however, when compared to the 91% average return of "The Magnificent Seven" – a staggering 6x higher return than the market. The outperformance of the largest stocks has left the Nasdaq looking distinctly concentrated, with over 25% in two stocks, and a third of the index in three, and "The Magnificent Seven" accounting for 55% of the index.

NASDAQ 100 INDEX TOP 10 COMPONENTS BY WEIGHT AND TOTAL RETURNS YEAR TO DATE

	Weight	Total return (YTD)
Microsoft	12.92%	42.7%
Apple Inc.	12.57%	49.7%
Alphabet*	7.35%	35.7%
Nvidia	6.94%	189.5%
Amazon.com	6.85%	55.2%
Tesla	4.25%	112.5%
Meta Platforms	4.22%	138.5%
Broadcom Inc.	2.40%	57.1%
Pepsico	1.70%	3.9%

**Alphabet's two listed share classes (A and C) combined*
Source: Nasdaq Global Indexes Research, Bloomberg and FactSet, as at 30 June 2023.

At quarter-end, the portfolio was positioned as follows:

- 63% effective equity
- 4% in real assets (listed infrastructure and property)
- 5% in high yield fixed income
- 8% in inflation-linked assets (primarily US Treasury index-linked bonds)
- 9% in investment-grade fixed income instruments

The remaining 11% was invested in short-dated US T-Bills and other assets.

In terms of the opportunity set, we believe the narrowness of the equity market has amplified stock-picking opportunities. From high quality consumer companies like Heineken, to quality compounders (that may not be household names), such as Interactive Brokers, our portfolio is comprised of a range of diverse and undervalued businesses. Two lesser-known companies – Applied Materials (+50% YTD) and LAM Research (+56% YTD) – were top contributors for the quarter.

Applied Materials and LAM Research are two of the largest producers of wafer fabrication equipment (WFE) in the world. These producers supply the equipment and services that are used by semiconductor manufacturers (such as TSMC, Intel, and Texas Instruments) to produce the microchips that power the modern economy. WFEs are incredibly complex, specialised (and expensive) machines; once a tool is adopted for a process, it is very hard to switch suppliers as it would affect the entire production line. As a result, the industry has very high barriers to entry, and is highly consolidated - the top five players have not changed over the last two decades, with combined market share increasing from 50% to 70%. Within specific process steps (such as lithography, deposition and etching), market concentration is even higher.

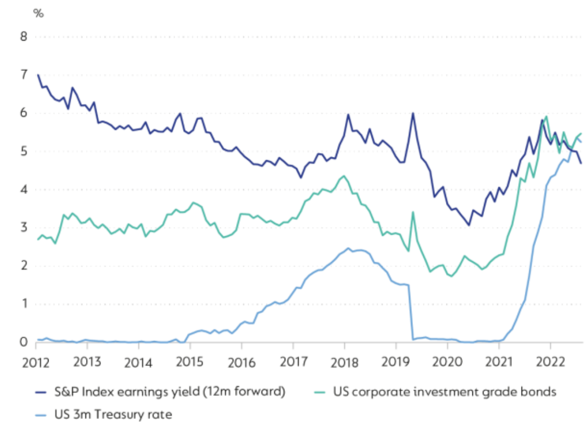
The WFE industry is closely linked to global semiconductor demand. Over the last decade, semiconductor demand has grown at a mid-single-digit compound annual growth rate, largely due to rising smartphone penetration. The WFE market has grown even faster (at low double digits) due to rising capital intensity. In order to continue shrinking the size of, and increasing the number of transistors on, a microchip, significantly more complex manufacturing techniques are required with each subsequent generation (or node). These have included the introduction of vertical stacking of transistors (increasing the need for deposition and etching tools) and extreme ultraviolet lithography.

We remain constructive on long-term demand growth for WFEs, driven by new applications with much higher semiconductor content such as AI, electric vehicles, and renewable energy. Additionally, greater diversity in end demand should also help to reduce industry cyclicality. However, after the strong rally in the share prices of Applied Materials and LAM Research, we have trimmed these positions, and rotated capital into ideas that we think offer better risk-adjusted returns.

From an asset allocation point of view, it is also encouraging to see a diverse opportunity set emerge across a range of asset classes. In our Q4-22 quarterly commentary, we outlined the changes in fixed income markets and how the Strategy has responded. The yields available are neatly summarised in the chart below.

INVESTORS LOSE THE INCENTIVE TO OWN US EQUITIES

Rare compression of yields across assets (%)



Source: Financial Times

Thank you for your support and interest in the Fund.

Portfolio managers
Neil Padoa and Humaira Survé
as at 30 June 2023

IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION GLOBAL MANAGED [ZAR] FEEDER FUND

The Global Managed [ZAR] Feeder Fund should be considered a medium- to 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 up to 100% of its portfolio 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. A feeder fund invests in a single fund of a collective investment scheme, which levies its own charges and could result in a higher fee structure for the feeder fund. The 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 Investment Management International (Pty) Ltd (FSP45646), 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. 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)?

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

IMPORTANT INFORMATION REGARDING TERMS OF USE

This document is for information purposes only and does not constitute or form part of any offer to issue or sell, or any solicitation of any offer to subscribe for or purchase any particular investment. Opinions expressed in this document may be changed without notice at any time after publication. We therefore disclaim any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable, directly or indirectly, to the use of or reliance upon the information.