

## LONG TERM OBJECTIVE

The Coronation Managed Strategy is an aggressive, clean slate fully discretionary balanced portfolio. The Strategy's objective is to outperform its peer group or a composite benchmark over meaningful periods (defined as at least 5 years). The Strategy is managed in accordance with the limits of Regulation 28 of the Pension Funds Act.

## 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 business 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 on a cleanslate basis based on the relative risk-adjusted upside to fair value of each underlying security. The Portfolio is constructed with no reference to a benchmark. We do not equate risk with tracking error, or divergence from a benchmark, but rather with a permanent loss of capital.

## STRATEGY RETURNS GROSS OF FEES

Period	Strategy	Benchmark	Active Return
Since Inception (cumulative)	2,894.2%	1,753.9%	1,140.3%
Since Inception p.a.	15.9%	13.5%	2.4%
Latest 20 years p.a.	15.2%	13.9%	1.3%
Latest 15 years p.a.	15.8%	14.1%	1.7%
Latest 10 years p.a.	14.7%	13.3%	1.4%
Latest 5 years p.a.	7.3%	7.7%	(0.4)%
Latest 1 year	4.3%	6.1%	(1.8)%
Year to date	11.8%	9.6%	2.2%
Month	2.8%	3.1%	(0.3)%

## PERFORMANCE & RISK STATISTICS (Since inception)

	Strategy	Benchmark
Annualised Standard Deviation	11.6%	11.4%
Maximum Drawdown	(23.5)%	(27.7)%

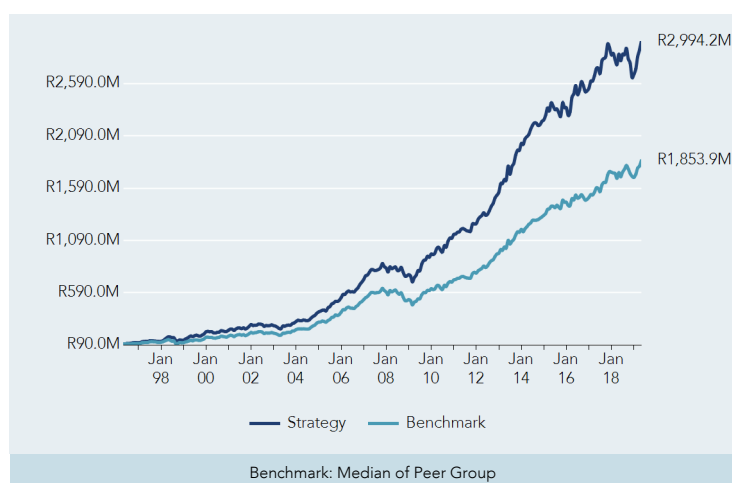
## ASSET ALLOCATION

Asset Type	% Strategy
Local Equities	47.2%
Foreign Equities	21.5%
Local Bonds	15.4%
Local Real Estate	8.3%
Local Commodities	1.7%
Cash	1.5%
Foreign Real Estate	1.3%
Local Hedge	1.3%
Foreign Bonds	1.0%
Local Preference Shares	0.8%

## GENERAL INFORMATION

Inception Date	01 May 1996
Strategy Size	R16.60 billion
Strategy Status	Open
Mandate Benchmark	Median of Peer Group
Dealing Frequency	Daily
Base Currency	ZAR
Regulation 28	Yes

## GROWTH OF R100M INVESTMENT



## TOP 10 HOLDINGS

Holding	% Strategy
CORO GBL EQUITY FOF-Z	15.0%
CORONATION GEM EQUITY FUND	6.1%
NASPERS LIMITED	4.5%
ANGLO AMERICAN PLC	4.0%
BRITISH AMERICAN TOBACCO PLC	3.7%
MTN GROUP LIMITED	3.5%
STANDARD BANK GROUP LTD	2.7%
INTU PROPERTIES PLC	2.4%
CORO AFRICA FRONTIERS - CLZ	2.1%
NEDBANK GROUP LIMITED	2.1%

**EFFECTIVE MATURITY PROFILE\***

Term	% Strategy (incl. Cash)	% Strategy (excl. Cash)
0 to 1 year	(5.7)%	0.6%
1 to 3 years	6.7%	6.3%
3 to 7 years	4.5%	4.3%
7 to 12 years	4.8%	4.5%
Over 12 years	0.1%	0.1%

**MODIFIED DURATION\***

Portfolio	0.4
Fixed Income Assets	4.2

**PORTFOLIO MANAGERS**



**Neville Chester - BCom, CA (SA), CFA**

Neville is a senior member of the investment team with 22 years' investment experience. He joined Coronation in 2000 and manages Coronation's Aggressive Equity Strategy.



**Nic Stein - BBusSc, CA (SA), CFA**

Nic joined the Coronation investment team in 2009 as an equity analyst and has 10 years' investment experience. He currently co-manages Coronation's Aggressive Equity Strategy and is the manager of the Coronation Resources unit trust fund. Nic also analyses a number of shares spanning the retail, mining and financial services sectors.

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\* For SA Fixed Income investments only. Excludes international investments, equities, property and preference shares.