

WHAT IS THE FUND'S OBJECTIVE?

Market Plus aims to maximise long-term investment growth, at lower levels of risk than a fund that is only invested in shares.

WHAT DOES THE FUND INVEST IN?

Market Plus can invest in a wide range of assets such as shares, bonds, listed property and cash, both in South Africa and internationally.

It will typically have a bias towards shares, which offer the highest expected long-term returns. But unlike an equity fund, it is a multi-asset fund and therefore more broadly diversified.

Foreign investments may represent up to 45% of its assets. The fund is mandated to use derivative instruments for efficient portfolio management purposes.

IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

Risk Profile



Maximum growth/ minimum income exposures



Market Plus represents Coronation's view on the best combination of different assets that could maximise long-term returns at a reasonable level of risk.

The fund is primarily invested in shares, and will actively seek out only those investments we believe are attractively valued and may offer superior long-term growth.

Market Plus will typically have more exposure to shares than a traditional balanced fund. Shares can be volatile investments and there is a risk of capital loss, especially over the short term. However, the fund is managed with a strong emphasis on instrument valuation and it is therefore unlikely to lose money over the longer term. It may still produce negative returns in extreme years, but at a lower level than a pure equity fund.

HOW LONG SHOULD INVESTORS REMAIN INVESTED?

The recommended investment term for this fund is five years and longer.

WHO SHOULD CONSIDER INVESTING IN THE FUND?

Long-term investors who are building wealth and

- can stay invested for at least five years (preferably longer);
- seek to preserve the purchasing power of their savings over the long term by investing in a diversified portfolio;
- are not dependent on an income from their investment;
- who do not need to accept the investment constraints applicable to retirement savers.

WHAT COSTS CAN I EXPECT TO PAY?

The annual management fee is 1.25%.

All fees exclude VAT. Fund expenses that are incurred in the fund include fees payable to unconnected international fund managers on a portion of assets situated offshore as well as trading, custody and audit charges. All performance information is disclosed after deducting all fees and other portfolio costs.

More detail is available on www.coronation.com.

WHO ARE THE FUND MANAGERS?



**NEVILLE
CHESTER**
BCom, CA (SA), CFA



**NICHOLAS
STEIN**
CA (SA), CFA



**NICHOLAS
HOPS**
BBusSc, CFA

GENERAL FUND INFORMATION

Launch Date	2 July 2001
Fund Class	A
Benchmark	CPI + 5%
ASISA Fund Category	Worldwide – Multi-asset – Flexible
Income Distribution	Semi-annually (March & September)
Investment minimum	R5 000 or R500/m debit order
Bloomberg Code	CORMKPL
ISIN Code	ZAE000031506
JSE Code	CMPPF

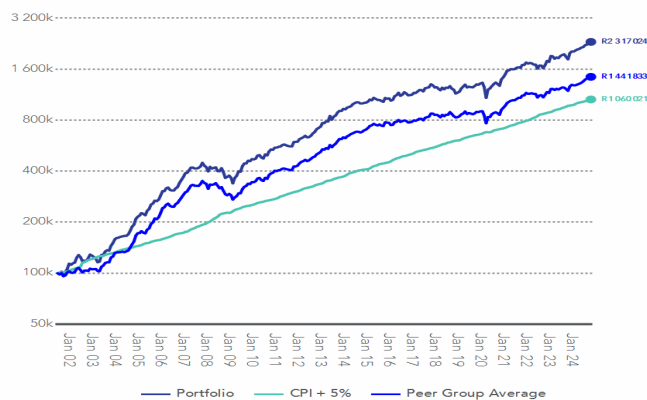
CLASS A as at 31 October 2024

ASISA Fund Category	Worldwide - Multi Asset - Flexible
Launch date	02 July 2001
Fund size	R 5.58 billion
NAV	12203.17 cents
Benchmark	CPI + 5%
Portfolio manager/s	Neville Chester, Nicholas Stein and Nicholas Hops

Total Expense Ratio	1 Year	3 Year
Fund Management Fee	1.63%	1.52%
Adjusted for out/(under)-performance	1.25%	1.24%
Fund expenses	0.00%	(0.08)%
VAT	0.19%	0.18%
Transaction costs (inc. VAT)	0.19%	0.17%
Total Investment Charge	0.27%	0.26%
	1.90%	1.78%

PERFORMANCE AND RISK STATISTICS

GROWTH OF A R100,000 INVESTMENT (AFTER FEES)



PERFORMANCE FOR VARIOUS PERIODS (AFTER FEES)

	Fund	CPI +5%	Peer Group Average
Since Launch (unannualised)	2217.0%	960.0%	1341.8%
Since Launch (annualised)	14.4%	10.6%	12.1%
Latest 20 years (annualised)	13.2%	10.5%	11.8%
Latest 15 years (annualised)	11.4%	10.1%	10.2%
Latest 10 years (annualised)	8.7%	10.0%	7.7%
Latest 5 years (annualised)	12.2%	10.1%	10.0%
Latest 3 years (annualised)	11.0%	10.8%	8.9%
Latest 1 year	26.8%	9.0%	21.0%
Year to date	13.8%	8.2%	11.4%

RISK STATISTICS SINCE LAUNCH

	Fund	Peer Group Average
Annualised Deviation	11.1%	8.9%
Sharpe Ratio	0.61	0.50
Maximum Gain	36.7%	34.9%
Maximum Drawdown	(24.4)%	(22.4)%
Positive Months	65.4%	66.4%

	Fund	Date Range
Highest annual return	50.0%	Aug 2004 - Jul 2005
Lowest annual return	(20.1)%	Mar 2008 - Feb 2009

MONTHLY PERFORMANCE RETURNS (AFTER FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Fund 2024	(0.2)%	1.6%	1.3%	0.8%	1.7%	0.8%	2.6%	0.9%	4.1%	(0.5)%			13.8%
Fund 2023	8.4%	(0.5)%	(3.2)%	1.8%	(0.9)%	2.7%	1.6%	0.9%	(3.3)%	(3.4)%	8.9%	2.3%	15.3%
Fund 2022	(1.4)%	0.9%	(0.5)%	(1.7)%	(0.1)%	(5.4)%	4.4%	(0.1)%	(3.5)%	4.4%	5.7%	(1.3)%	0.9%
Fund 2021	4.1%	4.8%	0.7%	1.7%	(0.2)%	0.2%	1.9%	0.8%	(0.8)%	4.0%	0.0%	3.3%	22.1%
Fund 2020	1.1%	(5.7)%	(13.7)%	11.8%	1.7%	3.2%	2.8%	2.2%	(2.0)%	(2.4)%	9.0%	3.0%	8.9%

PORTFOLIO DETAIL

EFFECTIVE ASSET ALLOCATION EXPOSURE

Sector	31 Oct 2024
Domestic Assets	62.5%
■ Equities	42.3%
Basic Materials	8.0%
Industrials	1.7%
Consumer Goods	4.1%
Health Care	0.4%
Consumer Services	6.3%
Telecommunications	0.4%
Financials	13.1%
Technology	8.3%
Derivatives	(0.1)%
■ Real Estate	7.8%
■ Bonds	12.9%
■ Commodities	0.5%
■ Cash	(1.0)%
International Assets	37.5%
■ Equities	26.5%
■ Real Estate	0.6%
■ Bonds	8.3%
■ Cash	2.2%

TOP 10 HOLDINGS

As at 30 Sep 2024	% of Fund
Prosus	5.0%
Naspers Ltd	2.8%
Anheuser-busch Inbev Sa/nv	2.2%
Atterbury Investment Holdings	2.1%
Standard Bank Group Ltd	1.9%
Quilter	1.6%
Nedbank Group Ltd	1.5%
Investec Limited	1.4%
British American Tobacco Plc	1.4%
Dis-chem Pharmacies Ltd	1.4%

INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
30 Sep 2024	01 Oct 2024	112.22	69.39	42.83
28 Mar 2024	02 Apr 2024	66.46	36.24	30.22
29 Sep 2023	02 Oct 2023	151.74	83.47	68.27
31 Mar 2023	03 Apr 2023	128.81	52.61	76.20

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

Performance and fund positioning

The Fund had an excellent quarter, rounding off an exceptionally strong year. The Fund has returned 23.1% for the year ended 30 September 2024, against the peer group return of 18.6% and inflation of 4.0%.

What has been very pleasing is the wide variety of asset classes that helped deliver this outcome – something that is not always obvious on ranking tables. The fact that the performance was delivered by all the asset classes, indicates the robustness of returns that were not overly reliant on any single call.

By far the biggest return component has been our domestic listed equity exposure, where we have held an overweight position for some time. It is really pleasing to see this asset class, which has lagged for many years, come back very strongly. Our returns were boosted by the formation of a government of national unity (GNU) and renewed hope in this coalition charting a new path to growth in the economy. Given the very depressed levels that local stocks have been trading on, it did not take much to see significant gains being made. There are also several global businesses listed on the JSE, and they too have had a very strong period. In particular, our holding in Naspers/Prosus has performed exceptionally well as the company has focused on growing its profitability. Towards the end of this quarter, the announcement of a raft of new measures to support the Chinese economy and stock and property markets saw all Chinese assets perform strongly. This has also boosted interest, once again, in all emerging markets.

The pure-play SA economy stocks where we have held the biggest positions were the banks, with close to 20% of our equity in the large banks. Our holdings in Standard Bank and Nedbank both delivered exceptional results for the half year, and as big beneficiaries of economic growth, are well placed to continue showing good results in the period ahead. It was also pleasing to see some great results from small- and mid-cap shares making a meaningful difference to our portfolio. Altron and Lewis are both decent holdings that have re-rated strongly, and our holding in Momentum has doubled off its lows. Importantly, for all these companies, it was not simply a re-rating based on more optimism around SA, but actually a recognition of the good results they delivered.

Global equity continued to perform well, although a large part of these returns were driven by very narrow markets, with only a few specific AI and tech-related shares driving these gains. We have for some time preferred exposure to emerging markets over the developed markets. The US dollar has been exceptionally strong for many years, resulting in liquidity draining from most emerging markets (EMs) and their equity markets performing poorly. This has resulted in the position where most EMs trade at huge discounts to the level of the US markets. With interest rates in the US starting to decline, led by a surprise jumbo rate cut of 50 basis points, we expect the US dollar to weaken from hereon. As a result, you have seen more money flowing back into the EM asset class. The steps taken by China to stabilise their equity markets have also added to

reigniting interest in EMs, resulting in robust performance from these markets in the last quarter. We remain overweight EMs as we think they still have further to go.

In the fixed income allocation, we shifted our SA exposure from inflation-linked bonds into longer-dated nominal government bonds. These bonds then benefited the most from the renewed optimism about the future of SA. With an expectation of more fiscal prudence and better growth, the general market view on the solvency of the SA government improved, and simultaneously the rand strengthened. This has reduced inflation expectations, resulting in a rally at the back end of the curve which delivered equity-like returns for bondholders. In our global bond allocation, we remain exposed to good quality corporate debt where yields have narrowed further. This has also resulted in strong price appreciation, and we have started reducing some of our exposure here.

The property exposure, both in SA and globally, has also had a strong performance (as alluded to earlier, it's been a bonanza for most asset classes!). The SA property stocks we own delivered robust results and were also big beneficiaries of improved optimism towards SA risk assets, as well as the prospect of lower interest rates. The global property stocks we own, mainly in Europe, have also rallied strongly on the outlook for interest rates to decline further, and exposing the attractive yields that they trade on. We have been reducing some exposure here as markets are running a bit ahead of themselves.

Outlook

It has been a remarkable period where, in the presence of major geopolitical risks, risk assets have been remarkably well behaved. The prospect of lower interest rates in the US seems to have trumped all concerns (pun intended) and we sit today with many assets at or near all-time high levels despite the prevalence of risks. In this environment, a well-diversified portfolio remains the best defence against an uncertain world.

Portfolio managers

Neville Chester, Nicholas Stein and Nicholas Hops
as at 30 September 2024

IMPORTANT INFORMATION THAT SHOULD BE CONSIDERED BEFORE INVESTING IN THE CORONATION MARKET PLUS FUND

The Market Plus 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 45% 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. Asset allocation and top 10 holdings are reflected on a look-through basis. Any African exposure (ex SA) is reflected under international assets. 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. 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 ASISA South African - Multi Asset - Flexible category (excluding Coronation Funds in that category).

BENCHMARK DETAILS

The benchmark used for performance purposes is the Consumer Price Index (CPI) + 5%.

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. Calculations are based on actual data where possible and best estimates where actual data is not available. 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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