

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 strong bias towards shares, which offer the highest expected long-term returns. But unlike an equity fund, it does not have to remain fully invested in shares when we believe the stock market is too expensive.

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	CMPF

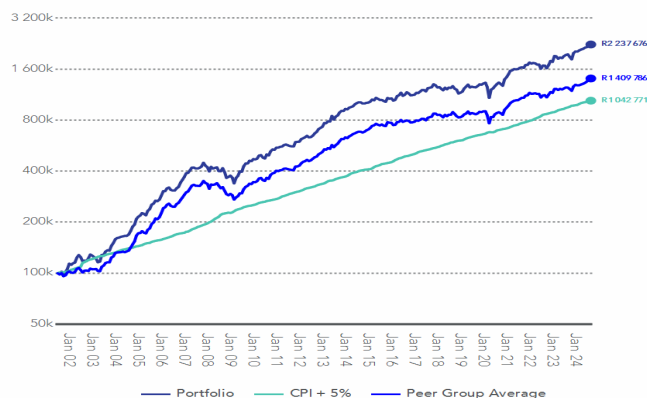
CLASS A as at 31 August 2024

ASISA Fund Category	Worldwide - Multi Asset - Flexible
Launch date	02 July 2001
Fund size	R 5.20 billion
NAV	11892.54 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%	1.47%
Adjusted for out/(under)-performance	1.24%	1.24%
Fund expenses	0.00%	(0.12)%
VAT	0.21%	0.18%
Transaction costs (inc. VAT)	0.19%	0.17%
Total Investment Charge	0.27%	0.25%
	1.90%	1.72%

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)	2137.7%	942.8%	1309.8%
Since Launch (annualised)	14.4%	10.6%	12.1%
Latest 20 years (annualised)	13.5%	10.5%	12.2%
Latest 15 years (annualised)	11.4%	10.1%	10.3%
Latest 10 years (annualised)	8.2%	10.0%	7.5%
Latest 5 years (annualised)	12.4%	10.0%	10.2%
Latest 3 years (annualised)	10.9%	10.7%	9.2%
Latest 1 year	14.3%	9.6%	13.2%
Year to date	9.9%	6.5%	8.9%

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	65.5%	66.5%

	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%					9.9%
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 Aug 2024
Domestic Assets	59.8%
■ Equities	44.9%
Basic Materials	8.2%
Industrials	1.6%
Consumer Goods	4.9%
Consumer Services	7.4%
Telecommunications	1.0%
Financials	13.2%
Technology	7.8%
Derivatives	0.9%
■ Real Estate	7.5%
■ Bonds	12.2%
■ Cash	(4.8)%
International Assets	40.2%
■ Equities	26.2%
■ Real Estate	0.9%
■ Bonds	11.1%
■ Cash	1.9%

TOP 10 HOLDINGS

As at 30 Jun 2024	% of Fund
Prosus	5.4%
Standard Bank Group Ltd	2.1%
British American Tobacco Plc	2.1%
Anheuser-busch Inbev Sa/nv	2.0%
Quilter	1.8%
Nedbank Group Ltd	1.8%
Atterbury Investment Holdings	1.7%
Richemont	1.5%
Naspers Ltd	1.5%
Nepi Rockcastle Plc	1.5%

INCOME DISTRIBUTIONS

Declaration	Payment	Amount	Dividend	Interest
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
30 Sep 2022	03 Oct 2022	182.47	97.46	85.01

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

Performance

The second quarter of the year saw a continuation of the heightened geopolitical risk that dominated the first, with several key elections happening globally and inflation levels still under the microscope. In this volatile environment, the Fund returned 3.3% for the quarter, which brings the year-to-date return to 6.1%. Encouragingly, the one-year return of 13.1% is strong in absolute and relative terms and is above the five-year return of 11.4%, a welcome continuation of double-digit returns.

The strengthening of the rand was a key driver of negative alpha across the asset classes and securities that are in the Fund. The Fund's overweight position in SA equity, aided by security selection, was the primary positive contributor to performance.

Fund positioning

The quarter was dominated by the SA election, which saw the ANC lose its majority and partner with the DA instead of the more populist-leaning EFF or MK parties. Markets reacted strongly to this outcome, with SA economically exposed shares, government bonds and the rand all rallying at the tail end of the quarter. Global equity markets continue to be strong as the tech/semis sector drives a further narrowing of the US market. We have seen several developed world economies begin to cut interest rates and, while expectations around the US cutting cycle have been pushed out, the expectations remain for a first cut towards the tail end of 2024.

SA equities had a strong quarter, returning 8% for the FTSE/JSE Capped Swix Index. Despite being underweight the SA economy within the equity component of the Fund, we still added alpha through security selection in the period. Key contributors were Anglo American, Spar, African Rainbow Minerals, and our underweight exposure to the PGM sector. Anglo American rallied very strongly on the back of a takeover bid from BHP. While Anglo rejected the bid, we used the strong share price appreciation to rotate our exposure into BHP after it underperformed in relation to its Anglo bid. Outside of BHP, we bought OUTsurance and Sanlam earlier in the quarter, the latter after a 15% sell-off which left it very attractively priced.

SA government bonds were a key detractor for the Fund in the quarter. For some time, we have been cautious about the valuation of these instruments and over the last five years, our light positioning in the asset class has contributed to outperformance. Yield compression on the back of the favourable election result drove the FTSE/JSE All Bond Index up 7% in the quarter, marginally behind SA equities. The key question going forward is whether the new political environment can lead to fiscal discipline and economic growth, which would help to improve the government's debt position from its currently unsustainable path. We believe that positive change is possible but that many of SA's growth impediments can only be overcome over several years and with a huge amount of investment. The direction of travel, however, is clearly more positive than it was three months ago.

The Fund remains modestly overweight SA property, with most of its exposure in Attacq, NEPI and Redefine. Redefine's weakness over the first half of the year allowed us to build a position when the forward dividend yield was in the low double digits, a very attractive entry point. Our selective exposure to the sector is earning a high single-digit dividend yield, which stands to grow in the mid-single digits, offering an attractive prospective return despite strong performance over the last year.

Performance from global equities was disappointing in the quarter. While index returns were relatively modest versus SA assets at 3.0% in USD (as measured by the MSCI ACWI), rand strength brought the ZAR return closer to zero, and security selection within the global equity bucket negatively affected relative performance. Global markets continue to be narrow with US tech stocks driving a large amount of the indexes. We are cautious about global equity valuations and believe there is better value in SA and Emerging Market equity relative to developed markets.

The Fund continues to hold a healthy allocation to global credit assets and the attractive absolute yields on offer here remain compelling on a risk versus reward basis. Our diversified portfolio of credit securities is yielding 8.2% in US dollars, which we believe is very attractive over the long term. Taking advantage of these credit opportunities has been a key advantage of our integrated global investment team's decision-making capability, enabled by the increased Regulation 28 offshore limits.

Outlook

Despite strong absolute performance from most asset classes, we still see the potential for strong prospective returns as evidenced by divided yields, IRRs and upside to fair value. The Fund has an immaterial exposure to cash.

Portfolio managers

Neville Chester, Nicholas Stein and Nicholas Hops
as at 30 June 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

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.