

LONG TERM OBJECTIVE

The Coronation Global Equity Fund of Funds aims to deliver capital growth through a focused portfolio of the best equity managers globally. The Strategy invests in top-quality long-only equity funds (typically 10) and is broadly diversified across geographic regions including emerging markets. The underlying fund managers have well-established track records with a similar investment approach to ours, and have been thoroughly evaluated by Coronation's due diligence team. The objective is to outperform the MSCI All Country World Index over a 5-year period.

INVESTMENT APPROACH

Coronation is a long-term, valuation-driven investment house, focused on bottom-up stock picking. 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. We select managers who share a similar investment philosophy to ours. 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)	435.9%	330.2%	105.7%
Since Inception p.a.	7.1%	6.1%	1.0%
Latest 20 years p.a.	8.7%	8.0%	0.7%
Latest 15 years p.a.	9.5%	9.9%	(0.4)%
Latest 10 years p.a.	8.1%	9.4%	(1.3)%
Latest 5 years p.a.	7.8%	10.1%	(2.3)%
Latest 1 year	17.7%	17.5%	0.2%
Year to date	17.7%	17.5%	0.2%
Month	(4.7)%	(2.4)%	(2.3)%

SECTOR EXPOSURE

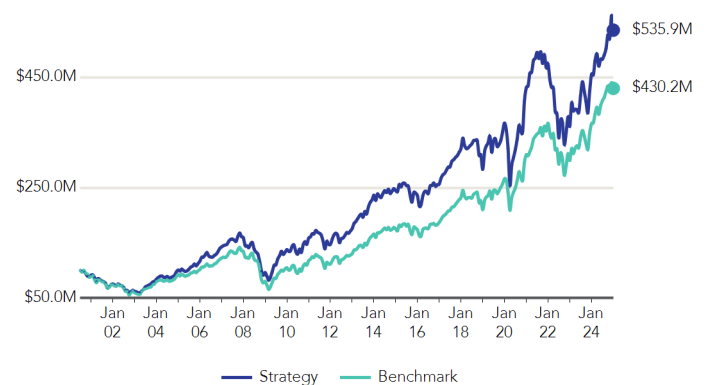
Sector	% Strategy
Consumer Discretionary	20.3%
Financials	17.1%
Communication Services	15.5%
Information Technology	14.5%
Industrials	10.9%
Consumer Staples	5.5%
Healthcare	5.3%
Materials	3.8%
Utilities	1.5%
Real Estate	1.4%
Energy	0.9%
Interest Bearing	3.3%

GENERAL INFORMATION

Inception Date	01 July 2000 *
Strategy Size †	\$637.9 million
Strategy Status	Open
Mandate Benchmark	MSCI Daily TR Net All Country World USD (NDUEACWF Index)
Redemption Terms	An anti-dilution levy will be charged
Base Currency	USD

†Strategy assets under management as at the most recent quarter end.

GROWTH OF US\$100M INVESTMENT



Benchmark: MSCI Daily TR Net All Country World USD (NDUEACWF Index)




TOP 5 HOLDINGS




Holding	% Strategy
EGERTON CAPITAL EQ F-I USD	25.4%
EMINENCE LONG FUND	22.7%
LONE MONTEREY	15.0%
TREMBLANT LONG FUND	12.9%
CONTRARIUS GLOBAL EQUITY FUND LTD OPEN-END FUND	12.5%

GEOGRAPHIC EXPOSURE

Region	% Strategy
North America	70.4%
Europe	18.8%
Asia	6.4%
LATAM	0.8%
Japan	0.3%
Cash	3.3%

CURRENCY EXPOSURE

Currency		% Strategy
USD		78.0%
EUR		9.1%
GBP		6.0%

Currency		% Strategy
CNY		1.8%
SGD		1.3%
Other		3.8%

PORTFOLIO MANAGERS



Tony Gibson - BCom

Tony is a founding member and a former Chief Investment Officer of Coronation. He has 43 years' investment experience.



Karl Leinberger - BBusSc, CA (SA), CFA

Karl is Chief Investment Officer (CIO) and manager of Coronation's Houseview strategies. He joined Coronation in 2000 as an equity analyst, was made Head of Research in 2005 and became CIO in 2008. Karl has 24 years' investment experience.

REGULATORY DISCLOSURE AND DISCLAIMER

The Prospectus and a Summary of Investor Rights can be sourced on the following link: <https://www.coronation.com/en/institutional/strategy-information/literature/>.

The information contained herein is not approved for use by the public and must be read together with our [Disclaimer](#) that contains important information. If you are in possession of a physical copy of this document and you are unable to access our [Disclaimer](#) online, kindly contact us at cib@coronation.com and a copy will be sent to you via email.

* The Global Equity Fund of Funds was launched in January 2008 under the Coronation Universal Fund, a non-UCITS open-ended umbrella unit trust, at \$10 per unit. Performance figures prior to this date refer to the Global Equity Fund of Funds, a sub-fund of the Coronation Retail Fund 2, which has been liquidated. The majority of investors in the latter transferred their holdings into the new Coronation Universal Fund in January 2008. The funds have similar investment objectives and strategies but different fee structures.

REVIEW FOR THE QUARTER

The Fund advanced 2.3% for the quarter (Q4-24) compared to the benchmark return of -1.0%, bringing the rolling 12-month performance to 18.4% against the 17.5% returned by the MSCI All Country World Index (ACWI).

Calendar year 2024 was another good year for global equities. Continued strength in the US helped developed market equities deliver total returns of 19% (as measured by the MSCI World Index), and a late rally in Chinese equities allowed emerging market equities to deliver 8%. Performance of the bigger US technology stocks meant that global growth stocks dominated, but expectations for deregulation following the election of Donald Trump for a second term boosted financials, helping global value stocks to rise strongly in Q4. Central banks started normalising policy in 2024, but resilient growth and sticky inflation meant markets pared back expectations for rate cuts, particularly in the US. US economic growth remained strong, but this cannot be said for Europe. The region weakened significantly over the year, facing several headwinds and political challenges in France and Germany. Economic weakness and limited exposure to AI hindered European equities, and in a year of strong equity returns, the region underperformed the US. In China, the property market and consumer confidence remained weak. Still, investors believe that the government will continue to provide the stimulus needed to kickstart the economy, which drove the strong rally in Chinese equities in the second half of 2024.

North America was the best-performing region in Q4, advancing 3% (in US dollar terms). The weakest return was from Europe, which declined 9% (in US dollar terms). The Pacific ex-Japan fell 10% and Japan declined 4% (both in US dollar terms). Emerging markets underperformed developed markets, falling 8% compared to -0.1% (both in US dollar terms).

Amongst the global sectors, IT (+6%), communication services (+7%) and consumer discretionary (+9%) were the best performers for the quarter. The worst-performing sectors were utilities (-8%), materials (-15%) and consumer staples (-7%).

Lone Monterey returned a very strong 9.3% for the period, with big contributions from financials, IT and industrial stocks. LPL Financial Holdings (+40.5%), KKR & Co (+13.2%), and Block (+26.6%) were the big contributors within financials. Siemens Energy (+27.0%), Amazon (17.7%), Salesforce (+22.3%), and AppLovin Corp (+29.8%) also made sizeable contributions.

Tremblant Capital had gains in communication services and consumer discretionary, generating its strong quarterly return of 7.0%. Amongst communications stocks, Spotify (+21.4%), Door Dash (+17.5%) and Grab Holdings (+24.2%) were the main contributors, while Victoria's Secret (+61.2%), Wyndham Hotels & Resorts (+29.5%), and Amazon (+17.7%) were key to the consumer discretionary returns.

Contrarius Global Equity had another good quarter, returning 5.1%, also benefiting from its positions in consumer discretionary and communications as well as financials. Amongst consumer discretionary, Tesla (+54.4%) made an outsized contribution after the share price rose strongly following the US Presidential election, while Amazon (+17.7%) also made a good contribution to overall return. These returns were somewhat offset by the Chinese consumer discretionary stock Alibaba (-20.1%). Block (+26.6%) and Coinbase (+39.3%) were the key financials contributors, while Meta (2.4%) and Warner Bros. Discovery (+28.1%) were key contributors in communications.

Egerton Capital was marginally better than the benchmark with a return of -0.6%. It too benefited from consumer discretionary, communications, and financials. However, these contributions were more muted than within the other funds and were also offset by declines in its healthcare and industrials positions. Interactive Brokers (+26.9%), Amazon (+17.7%), Alphabet (+14.0%), Fiserv (+14.3%) and Booking Holdings (+18.2%) were examples of the positive contributors. Amongst the detractors, examples include Novo Nordisk (-26.3%), Canadian Pacific Kansas City (-15.2%), GE Healthcare Technology (-16.7%), and General Electric (-11.4%).

Eminence Capital had a difficult quarter, falling 4.8%. In contrast to the other funds, its consumer discretionary was a major detractor together with its healthcare stocks. Delivery Hero (-33.4%), Entain (-18.7%), and Alibaba (-20.1%) were the key names that detracted in the consumer discretionary space, with Elevance Health (-28.8%) representing the healthcare positions.

Outlook

Calendar year 2025 is looking to be a consequential year with re-elected Donald Trump assuming the US Presidential office, this time with a clearer idea of how Washington works and a highly motivated team looking to implement his policies which include import tariffs, reducing illegal immigration, further tax cuts and the end of the wars in Ukraine and the Middle East. How these eventually shape up and affect both the US internally and the rest of the world remains to be seen. Any impact is only likely to be seen later in the year and into 2026. In the short term, the US is expected to continue to see a soft landing, but the US Federal Reserve is facing a delicate balancing act when the new administration takes office. Tariffs will negatively impact Europe and China, both of which are already struggling with low growth, and both will need to respond with more support.