

## INVESTMENT OBJECTIVE

The investment objective of the Coronation Presidio Hedge Fund is to generate long-term, superior risk-adjusted returns from investing primarily in South African listed equities. The fund utilises a traditional long/short equity hedge fund structure with net exposure typically between 40% and 70% and moderate use of leverage with gross exposure in the 120% - 180% range. The fund invests in equities, both long and short, based on a bottom-up fundamental valuation-orientated analysis.

## INVESTMENT PARAMETERS

The Coronation Presidio Hedge Fund may invest in International Assets. In addition to investing in equities, the fund may hold cash and interest-bearing assets where appropriate and make use of derivative instruments for efficient portfolio management purposes. Exposure to underlying funds is permitted. The Fund currently invests only in the Coronation Money Market Fund (as a cash component). Net exposure is capped at 100% and gross exposure is limited to 300%. Unlisted South African equities (up to 10% of portfolio value at cost / 15% of portfolio market value).

## FUND RETURNS\*

Period	Fund	Capped SWIX*	Cash**
Since Inception (cumulative)	1069.8%	737.7%	235.7%
Since Inception p.a.	13.5%	11.6%	6.4%
Latest 10 year p.a.	8.2%	6.5%	6.0%
Latest 5 year p.a.	15.5%	13.6%	5.6%
Latest 3 year p.a.	12.6%	7.5%	7.1%
Latest 1 year	18.7%	22.0%	7.8%
Year to Date	3.9%	2.2%	1.2%
Month	1.3%	(0.4)%	0.5%

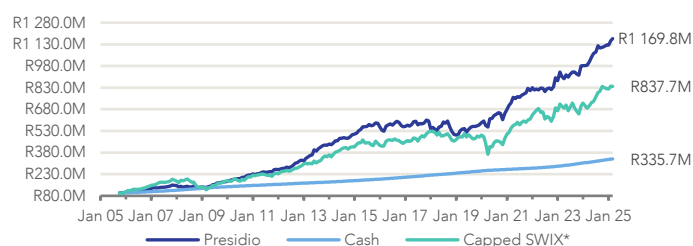
\*Fund Returns since inception to 30 September 2023 are for the A class (the most expensive fee class prior to the A class being closed on 30 September 2023) and was calculated net of fees and net of fund expenses. Fund Returns from 1 October 2023 to date are for the Z class. Fund Returns for the Z class are calculated net of fund expenses and gross of investment management and performance fees. Investment management and performance fees are individually agreed with each Qualified Investor prior to investment and are levied outside of the fund. Each Qualified Investor receives a monthly report indicating performance net of their individual fees and expenses.

\*\*South Africa Rand Overnight Deposit Rate.

## PERFORMANCE &amp; RISK STATISTICS (Since inception)\*

	Fund	Capped SWIX*	Cash
Average Annual Return	14.0%	12.1%	6.4%
Highest Annual Return	44.6%	54.2%	11.3%
Lowest Annual Return	(15.7)%	(35.6)%	3.3%
Annualised Standard Deviation	9.8%	14.6%	0.5%
Downside Deviation	6.7%	9.5%	
Maximum Drawdown	(17.0)%	(38.3)%	
Sharpe Ratio	0.72	0.35	
Sortino Ratio	1.06	0.54	
% Positive Months	68.7%	62.7%	100.0%
Correlation (Capped SWIX*)	69.5%		
99% Value at Risk (P&L %)	(2.1)%		

## GROWTH OF R100m INVESTMENT\*



\*JSE Capped Shareholder Weighted Index from 01 July 2011, with JSE Capped All Share Index applicable from inception to 30 June 2011.

## GENERAL INFORMATION

<b>Investment Structure</b>	Limited liability en commandite partnership
<b>Disclosed Partner</b>	Coronation Management Company (RF) (Pty) Ltd
<b>Inception Date</b>	01 October 2005
<b>Hedge Fund CIS launch date</b>	01 October 2017
<b>Year End</b>	30 September
<b>Fund Category</b>	South African Long Short Equity Hedge Fund
<b>Benchmark ±</b>	Cash
<b>Target Return</b>	Cash + 7%
<b>Annual Management &amp; Performance Fees</b>	Annual Management and Performance Fees are agreed and levied outside of the Fund.
<b>Total Expense Ratio (TER)†</b>	0.01% (excluding management and performance fees)
<b>Transaction Costs (TC)†</b>	0.46%
<b>Fund Size (R'Billions)‡</b>	R2.62
<b>Fund Status</b>	Open
<b>NAV (per unit)</b>	1243.17 cents
<b>Base Currency</b>	ZAR
<b>Dealing Frequency</b>	Monthly
<b>Income Distribution</b>	Annual (with all distributions reinvested)
<b>Minimum Investment</b>	R5 million
<b>Notice Period</b>	1 month
<b>Investment Manager</b>	Coronation Alternative Investment Managers (Pty) Ltd (FSP 49893)
<b>Auditor</b>	KPMG Inc.
<b>Prime Brokers</b>	N/A
<b>Custodian</b>	Standard Chartered Bank
<b>Administrator</b>	JP Morgan Chase Bank, N.A., London Branch
<b>Portfolio Managers</b>	Karl Leinberger, Quinton Ivan & Sarah-Jane Alexander

±The benchmark of the hedge fund has been included to align with industry standards.  
†TER and TC data is provided for the 1 year ending 31 January 2025. TER excludes manufactured dividend expenses and scrip borrowing costs, in line with the revised ASISA TER Hedge Fund Disclosure Standard. ‡Fund Size is as at 28 February 2025.

## SECTOR EXPOSURE

	Long	Short	Net
Basic Materials	10.8%	(1.2)%	9.6%
Consumer Goods	12.8%	(1.3)%	11.5%
Consumer Services	20.6%	(5.1)%	15.5%
Derivatives	0.0%	(1.5)%	(1.5)%
Financials	25.2%	(7.3)%	17.9%
Health Care	1.0%	(2.6)%	(1.6)%
Industrials	2.7%	(3.8)%	(1.1)%
Technology	18.6%	0.0%	18.6%
Telecommunications	2.3%	0.0%	2.3%
Unit Trust	8.4%	0.0%	8.4%
Total§	102.5%	(22.9)%	79.6%

§Excluding Cash and Commodities

## TOP 10 LONG HOLDINGS

PROSUS
NASPERS LTD
FIRSTRAND LTD
WE BUY CARS PTY LTD
QUILTER PLC
MONDI PLC
DIS-CHEM PHARMACIES LTD
ANHEUSER-BUSCH INBEV SA/NV
RICHEMONT
PEPKOR LTD

## STRATEGY STATISTICS

Long exposure	102.5%
Short exposure	(22.9)%
Net SA exposure	58.1%
Net offshore exposure	21.5%
Total net exposure	79.6%
Beta adjusted net exposure	66.4%
Gross exposure	93.9%
Number of long positions	87
Number of short positions	29
Top 10 longs % NAV	41.5%
Average net exposure since inception	64.1%
Average gross exposure since inception	165.2%

## PORTFOLIO LIQUIDITY

	Days to Trade
Long	5.0
Short	0.0

## INCOME DISTRIBUTIONS (cents per unit)

Declaration Date	Amount	Dividend	Interest
30-Sep-24	34.69	23.97	10.72

## MONTHLY COMMENTARY

The Fund had a good month, returning +1.3%\* for February, outperforming the JSE Capped Shareholder Weighted Index ('Capped SWIX') that declined -0.4%. This performance was delivered with a net exposure that averaged 79.7% for the month. The main positive contributors (on a relative basis) on the long side were Anheuser-Busch Inbev SA (+20.9%), Prosus NV (+11.6%) and Discovery (+14.3%). On the short side, positions in an iron ore producer, a South African private healthcare company and a South African thermal coal producer contributed to relative outperformance. In terms of detractors, longs in Northam Platinum (-23.6%), Aspen Pharmacare Holdings (-8.5%) and Quilter PLC (-6.4%) as well as short positions in a pan-African investment, savings, insurance, and banking group and an investment holding company cost performance.

The annualised return of the Fund since inception is 13.5%\* versus 11.6% for the Capped SWIX and cash of 6.4%. This has been achieved with an average net equity exposure of 64.1% and volatility of 9.8%. At the end of February, the net exposure of the Fund was 79.6% above the Fund's long-term average. We remain of the view that the return from equities is more attractive than cash.

\*The Fund return is net of expenses and gross of fees.

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