

## 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)	425.4%	324.5%	100.9%
Since Inception p.a.	6.9%	6.0%	0.9%
Latest 20 years p.a.	8.6%	8.0%	0.6%
Latest 15 years p.a.	9.0%	9.5%	(0.5)%
Latest 10 years p.a.	7.6%	9.0%	(1.4)%
Latest 5 years p.a.	15.6%	15.2%	0.4%
Latest 1 year	6.6%	7.2%	(0.6)%
Year to date	(2.0)%	(1.3)%	(0.7)%
Month	(6.6)%	(4.0)%	(2.6)%

## SECTOR EXPOSURE

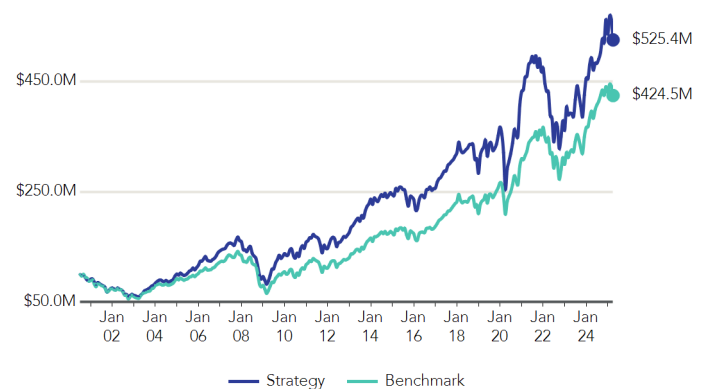
Sector	% Strategy
Consumer Discretionary	22.0%
Financials	19.0%
Communication Services	14.9%
Information Technology	14.0%
Industrials	10.6%
Healthcare	4.8%
Consumer Staples	4.6%
Materials	3.9%
Utilities	1.2%
Real Estate	1.0%
Energy	0.7%
Interest Bearing	3.3%

## GENERAL INFORMATION

Inception Date	01 July 2000 *
Strategy Size †	\$589.4 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	29.1%
EMINENCE LONG FUND	23.9%
LONE MONTEREY	15.6%
TREMBLANT LONG FUND	13.2%
CONTRARIUS GLOBAL EQUITY FUND LTD OPEN-END FUND	12.6%

## GEOGRAPHIC EXPOSURE

Region	% Strategy
North America	67.0%
Europe	21.7%
Asia	6.4%
LATAM	0.7%
CEEMEA	0.5%
Japan	0.4%
Cash	3.3%

## CURRENCY EXPOSURE

Currency		% Strategy
USD		74.5%
EUR		9.7%
GBP		7.8%
CNY		1.5%

Currency		% Strategy
SGD		1.1%
CAD		1.1%
Other		4.3%

## 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](mailto: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 Strategy declined 2.0% for the quarter (Q1-25) compared to the benchmark return of -1.3%, bringing the rolling 12-month performance to 6.6% against the 7.2% returned by the MSCI All Country World Index (ACWI).

The first weeks of President Trump's second term introduced uncertainty over US trade policy and the on/off implementation of trade tariffs on its closest trading partners, Mexico, and Canada, unnerved the markets, especially in the US where fears of slower growth and higher inflation took hold causing the S&P 500 Index to decline 4.3% over the quarter. Although China didn't escape the first round of tariffs, the amount was less punitive than expected and, together with a more supportive attitude from the government, allowed for a strong rally in Chinese equities. The US' commitment to NATO was also under the spotlight, and the new administration's admonishment of its European allies' low defence spending was a wake-up call for many. The European response was immediate and significant, and future spending commitments caused a strong rally in European defence stocks and in European markets generally.

Europe was the best performing region in Q1, advancing 10.6% (in US dollar terms). The weakest return was from North America, which declined 4.3% (in US dollar terms). The Pacific ex-Japan gained 0.4% and Japan advanced 0.5% (both in US dollar terms). Emerging markets outperformed developed markets, gaining 2.9% compared to -1.8% (both in US dollar terms).

Amongst the global sectors, energy (+9.2%), utilities (+6.6%) and consumer staples (+5.5%) were the best performing sectors for the quarter. The worst performing sectors were IT (-12.0%), telecommunications (-4.6%) and consumer discretionary (-10.5%).

It was a mixed quarter for the managers with Egerton and the two Coronation Strategy's delivering solid positive performance, but the rest of the managers all lagged the markets with negative returns.

Egerton returned an excellent 5.7% for the quarter, with exposure to industrials and financial stocks driving the positive return. Rolls-Royce (+31.7%) was the largest contributor out of the industrial stocks, but General Electric (+20.2%), Safran (+14.1%) and Airbus (+5.2%) all weighed in with good gains. Amongst the financials, Progressive Corp (+20.4%) and Munich Re (+19.5%) made similar large contributions, but HSBC (+14.7%), Banco Bilbao (+32.7%) and AIB Group (+18.5%) were not far behind.

Coronation Global Emerging Markets Strategy returned 3.3%, ahead of its direct GEM benchmark, but more importantly, far ahead of the ACWI return of -1.3%. The Strategy benefited from communications and consumer discretionary exposure. Chinese internet and technology stocks had a very strong quarter with the likes of SEA Ltd (+23.0%), JD.com (+18.6%) Tencent Music (+27.0%), Pinduoduo (+22.0%) all adding to performance. Naspers (+11.1%) and Prosus (+15.8%) both benefited from this surge as well. MercadoLibre, the Brazilian online retailer (+14.7%), and BYD, the Chinese electric car manufacturer (+47.1%), also made excellent contributions.

Similarly, Coronation Global Equity Select had another positive quarter with a diverse set of contributors to overall performance. Auto1 Group (+30.1%), Just Eat (+46.9%), Spotify (+23.0%), Rolls-Royce (+31.7%) and SEA Ltd (+23.0%) were the top contributors.

Despite holding a few of the best performing stocks over the quarter, Eminence Capital was marginally behind the index with -2.4%. Good returns from Alibaba (+56.0%), SEA Ltd (+23.0%), Okta (+33.5%) and St. James' Place (+28.4%) were overridden by Dave & Buster's Entertainment (-39.8%), Green Thumb Industries (-28.9%), Verano Holdings (-47.8%) and Salesforce (-19.7%)

Contrarius Global Equity's volatile returns continued with a sharp decline of -7.1% for the period. The negative return was broad-based across the portfolio with the biggest detractors being Tesla (-35.8%), Block (-36.1%), Coinbase (-30.6%), Intellia Therapeutics (-39.0%) and QVC Group (-39.0%). The losses were slightly offset by good gains from Alibaba (+56.0%), Tencent (+19.2%) and JD.com (+18.6%).

Tremblant also endured a poor quarter, declining 5.5%, with their consumer discretionary exposure doing most of the damage. Victoria's Secret (-55.1%), Skechers (-15.6%), Amazon (-13.3%) and Walt Disney (-11.4%) were some of the biggest detractors in this sector. Application software companies also detracted with examples being Five9 (-33.2%), AvidXchange Holdings (-18.0%) and Q2 Holdings (-20.5%).

## Outlook

Although Q1-25 provided a volatile start to the year, it was nothing compared to the first few days of Q2. President Trump's "Liberation Day" on 2 April saw the introduction of significant "reciprocal" tariffs on all the US's trading partners, with only Russia being spared the additional measures. Mixed messaging from the administration on whether these are simply a negotiating tactic or longer-term measures to force manufacturing back to the US further compounded the bad news, and global markets sold off heavily in the ensuing days. Responses have been mixed, with many countries looking to negotiate deals to remove the new tariffs, but China stood firm and announced equal tariffs on US imports and other measures. Although markets are rebounding at the time of writing, it is not clear where this ends, but it is sure to be a tumultuous Q2.

