The Global Emerging Markets Flexible Fund aims to give investors access to the best opportunities in emerging equity markets. The fund actively seeks out attractively valued shares to maximise long-term growth. Our intent is to outperform the emerging equity benchmark over all periods of five years and longer.

The fund invests in the shares of companies which are either based in emerging countries, or earn a significant part of their revenue from emerging economies. It can also invest in cash and bonds, but will remain biased towards shares at all times. The fund is mandated to use derivative instruments for efficient portfolio management purposes.

The fund will only invest in shares we view as being attractively valued and which may offer superior long-term investment growth. The fund’s share selection is the result of rigorous international research conducted by Coronation’s investment team. While we have a disciplined approach to reducing risk, shares can be volatile investments and there is a meaningful risk of capital loss over the short term. Emerging markets are generally viewed as more risky than developed markets. Global currency movements may intensify investment gains or declines.

The fund is managed to deliver the best possible returns over the long term; an investment horizon of ten years or more is therefore ideal. It is not suitable as a single investment for investors who need to preserve their capital over five years or less.

WHAT IS THE FUND’S OBJECTIVE?

WHAT DOES THE FUND INVEST IN?

IMPORTANT PORTFOLIO CHARACTERISTICS AND RISKS

Maximum growth/minimum income exposures

Growth Assets: 100%
Income Assets: 0%

Risk Profile

9/10 Aggressive

The fund is managed to deliver the best possible returns over the long term; an investment horizon of ten years or more is therefore ideal. It is not suitable as a single investment for investors who need to preserve their capital over five years or less.

WHO SHOULD CONSIDER INVESTING IN THE FUND?

Investors who are building wealth, and who

- are comfortable with full exposure to shares in emerging markets;
- accept that the fund may underperform the market significantly in the short term in pursuit of superior long-term gains;
- hold other investments and are looking for exposure to emerging markets;
- do not require an income from their investment.

WHAT COSTS CAN I EXPECT TO PAY?

An annual fee of a minimum of 0.60% and a maximum of 2.00%, depending on the fund’s performance, is payable.

If fund performance equals that of the benchmark (after fees and costs), a fee of 0.75% will be charged. We share in 20% of performance above the benchmark, up to a total annual fee of 2.00%. Performance is measured over a rolling 24-month period.

If the fund underperforms the benchmark over any 60-month period, the fee is reduced by 0.15%.

Fund expenses that are incurred in the fund include administrative, trading, custody and audit charges. All performance information is disclosed after deducting all fees and other portfolio costs.

We do not charge any fees to access or withdraw from the fund. More detail is available on www.coronation.com.

WHO ARE THE FUND MANAGERS?

GAVIN JOUBERT
BBusSc, CA (SA), CFA

SUHAIL SULEMAN
BBusSc, CFA

IAKOVOS MEKIOS
Ptychion (BSc), MIA, IMC, CFA

LISA HAAKMAN
CA (SA), CFA

PAUL NEETHLING
CA (SA), CFA

HENK GROENEWALD
BEng, CFA

GENERAL FUND INFORMATION

<table>
<thead>
<tr>
<th>Fund Launch Date</th>
<th>28 December 2007</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund Class</td>
<td>P (previously class B4)</td>
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<tr>
<td>Class Launch Date</td>
<td>1 April 2013</td>
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<tr>
<td>Benchmark</td>
<td>MSCI Emerging Markets Index</td>
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<tr>
<td>Fund Category</td>
<td>Global – Multi-asset – Flexible</td>
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<tr>
<td>Regulation 28</td>
<td>Does not comply</td>
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<tr>
<td>Bloomberg Code</td>
<td>CGEMFB4</td>
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<td>ISIN Code</td>
<td>ZAE000175857</td>
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<tr>
<td>JSE Code</td>
<td>CGEMB4</td>
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</table>
CORONATION GLOBAL EMERGING MARKETS FLEXIBLE [ZAR] FUND

Fund category: Global - Multi Asset - Flexible
Launch date: 01 April 2013
Fund size: R 4.28 billion
NAV: 299.16 cents
Benchmark/Performance: MSCI Emerging Markets Index
Fee Hurdle:
Portfolio manager/s: Gavin Joubert, Suhail Suleman, Lisa Haakman, Iakovos Mekios, Henk Groenewald and Paul Neethling

Total Expense Ratio
1 Year: 1.03%
3 Year: 1.03%
Fee for performance in line with benchmark
1 Year: 0.79%
3 Year: 0.79%
Adjusted for out/(under)-performance
1 Year: (0.01)%
3 Year: (0.01)%
Fund expenses
1 Year: 0.14%
3 Year: 0.14%
VAT
1 Year: 0.11%
3 Year: 0.11%
Transaction costs (inc. VAT)
1 Year: 0.17%
3 Year: 0.17%
Total Investment Charge
1 Year: 1.20%
3 Year: 1.20%

PERFORMANCE AND RISK STATISTICS

GROWTH OF A R100,000 INVESTMENT (AFTER FEES)

PORTFOLIO DETAIL

EFFECTIVE DETAIL

Country: 29 Feb 2020
Equities: 94.22%
- China: 36.81%
- India: 10.86%
- Russian Federation: 10.13%
- France: 5.50%
- Brazil: 4.98%
- Mexico: 4.16%
- United States: 4.02%
- Netherlands: 3.59%
- United Kingdom: 3.50%
- South Korea: 3.23%
- Other: 7.44%

Cash: 5.67%
- Other: 2.96%
- ZAR: 1.38%
- USD: 0.83%
- HKD: 0.49%
- EUR: 0.00%

Commodities: 0.11%
- Ireland: 0.11%

TOP 10 HOLDINGS

As at 31 Dec 2019 % of Fund
Housing Dev Finance Corp (India): 4.8%
Ping An Insurance Group Co (China): 4.5%
58 Com Inc-adr (China): 4.5%
Naspers Ltd (China): 4.1%
Alibaba Group Holding (China): 3.8%
British American Tobacco Plc (United Kingdom): 3.1%
Airbus Group Se (France): 2.9%
Wuliangye Yibin Co Ltd - A (China): 2.8%
Yandex Nv - A (Russian Federation): 2.7%
Lymphe (France): 2.7%

RISK STATISTICS SINCE LAUNCH

Annualised Deviation
Fund: 16.7%
Benchmark: 15.1%
Sharpe Ratio
Fund: 0.16
Benchmark: 0.05
Maximum Gain: 25.4%
Maximum Drawdown: 38.6%
Positive Months: 58.2%
Fund: 49.7%
Date Range: Mar 2009 - Feb 2010

MONTHLY PERFORMANCE RETURNS (AFTER FEES)

<table>
<thead>
<tr>
<th>Month</th>
<th>2020</th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jan</td>
<td>4.2%</td>
<td>3.8%</td>
<td>2.7%</td>
</tr>
<tr>
<td>Feb</td>
<td>4.7%</td>
<td>9.2%</td>
<td>6.5%</td>
</tr>
<tr>
<td>Mar</td>
<td>7.4%</td>
<td>3.0%</td>
<td>3.9%</td>
</tr>
<tr>
<td>Apr</td>
<td>1.6%</td>
<td>9.2%</td>
<td>4.1%</td>
</tr>
<tr>
<td>May</td>
<td>4.6%</td>
<td>3.0%</td>
<td>3.9%</td>
</tr>
<tr>
<td>Jun</td>
<td>4.8%</td>
<td>4.8%</td>
<td>5.8%</td>
</tr>
<tr>
<td>Jul</td>
<td>0.7%</td>
<td>2.7%</td>
<td>2.3%</td>
</tr>
<tr>
<td>Aug</td>
<td>1.2%</td>
<td>2.2%</td>
<td>5.9%</td>
</tr>
<tr>
<td>Sep</td>
<td>2.2%</td>
<td>0.3%</td>
<td>5.7%</td>
</tr>
<tr>
<td>Oct</td>
<td>1.9%</td>
<td>6.4%</td>
<td>3.1%</td>
</tr>
<tr>
<td>Nov</td>
<td>0.2%</td>
<td>(0.7)%</td>
<td>(6.4)%</td>
</tr>
<tr>
<td>Dec</td>
<td>(0.7)%</td>
<td>31.9%</td>
<td>(13.0)%</td>
</tr>
</tbody>
</table>

Issue date: 2020/03/10
Please refer to page 4 of the Comprehensive Fact Sheet for important additional information, including change in cost disclosures.
The fund returned +4.3% during the fourth quarter of 2019, which was 0.9% ahead of the +3.4% return of the benchmark MSCI Emerging Markets Index (both in Rand terms). For the 2019 year as a whole, the fund returned +31.3% which was 15.6% ahead of market’s return of +15.5%. This performance made it the fund’s second best year since inception 12 years ago. It was in 2013 when the fund outperformed the market by 18.1% and its third best year from an absolute return point of view, behind 2009’s +38.9% and 2013’s +38.6%. The fund has now outperformed the market over 1, 3, and 10 years, and most importantly is ahead of the market over long (and hence meaningful in our view) time periods with outperformance of 0.5% p.a. over 10 years and 1.9% p.a. since inception 12 years ago.

There were several stocks in 2019 that contributed more than 1% each to this outperformance and only one that detracted by 1% or more. In terms of positive contributors, Wuliangye Yibin led the way (appreciating by 155% and contributing 3.1% to performance) followed by New Oriental Education (+116%, +2.3% contribution), Ydqqs/Estacio (+91%, +1.3% contribution), JD.com (+56%, +1.1% contribution), Yndex (+53%, +1.0% contribution), Adidas (+54%, +1.0% contribution) and Li Ning (+58%, +0.9% contribution). The good performance in 2019 was partly a reversal of a poor 2018 - three of the five worst performers in 2018 (JD.com, British American Tobacco and Cogna/Kroton) were all top fifteen positive contributors in 2019, but was also aided by a number of long-held positions coming through - including Ydqqs/Estacio and Adidas referred to above. In addition, the likes of Airbus (+51%) and Sberbank (+55%) also contributed meaningfully. Lastly, a number of more recent (calendar 2018) buys also played a large role including Wuliangye, New Oriental and Li Ning. Of the seven largest positive contributors in 2019, we have almost fully sold out of one (Li Ning) as it has reached our fair value, and we have materially reduced the position size of a few of them including New Oriental (2.3% position in Sep 2019 to a 1.3% position in Dec 2019) and Adidas (1.1% position in Sep 2019 to a 0.9% position in Dec 2019). In terms of negative detractors, it was only Taiwan Semiconductors (TSMC) that detracted by more than 1% (-1.03% impact). The fund did own TSMC, but the position size was smaller than that in the index and TSMC was a strong performer in 2019 (+5%).

There were some new small buys in the fund during the quarter and some notable sells. A selection of some of these new buys included positions initiated in Tencent Music Entertainment (TME, 0.6% position), LG Household & Healthcare (0.6% position), Midea (0.5% position) and CP ALL (0.4% position). In terms of noteworthy sells, the fund has almost fully sold out of Li Ning and China Resources (0.6% and +55% respectively during 2019 with both reaching and exceeding our estimates of their fair values), as well as selling the remaining small position in BB Seguridade after it reached our fair value, and we have materially reduced the position size of a few of them including New Oriental (2.3% position in Sep 2019 to a 1.3% position in Dec 2019) and Adidas (1.1% position in Sep 2019 to a 0.9% position in Dec 2019). In terms of negative detractors, it was only Taiwan Semiconductors (TSMC) that detracted by more than 1% (-1.03% impact). The fund did own TSMC, but the position size was smaller than that in the index and TSMC was a strong performer in 2019 (+5%).

TME (0.6% new position) is 58% owned by Tencent and has two main businesses: a) it is the leader in online music in China (c 75% market share) and b) has a large online social entertainment business, which focuses on music-related live streaming and online karaoke. The online music streaming business is the better of the two businesses in our view and is essentially the Spotify of China (Spotify actually owns an 8.6% stake in TME). TME have c 650 million online music users in China (as a reference point, Spotify globally have a total of around 250 million users) but both the proportion of users who pay anything and the average revenue per user of those who do are low, and should increase over time and drive the business to generate a ROE of c 20% or higher if we are right. The fund purchased LG H&H on 7 October 2019 at around 25x forward earnings (c 20x forward Price/Free Cash Flow as the business generates c 125% of earnings into free cash flow), which we believe is an attractive entry point for this asset.

LG Household & Healthcare (LG H&H, 0.6% position) is a South Korean branded consumer company with c 75% of profits coming from cosmetics (largely premium) and the other 25% from household personal care goods (similar to Unilever) and beverages (including the Coca-Cola rights in South Korea). The cosmetic business is the key driver and is what interests us most. The worldwide cosmetics industry has grown in excess of global GDP over the past decade (LG H&H in turn have grown at 2 3x the industry), is economically resilient and is a prime beneficiary of the wealth effect and rising disposable incomes. This is particularly the case with the Chinese consumer and in this regard LG H&H is very well placed and today over half its sales come from the Chinese consumer (c 15% in China itself and the balance from Chinese shopping largely at duty free stores in South Korea). LG H&H has been investing heavily in its main brand ‘Whooo’ for the past decade and this brand in particular has been successful with the Chinese consumer. This is both a continued opportunity and a threat going forward. Over the past decade LG H&H has grown revenue at 13% p.a. and EPS at 18% p.a. and today the business generates a ROE of c 20%. The fund purchased LG H &H on c 22x forward earnings which we believe is attractive for this high-quality asset.

We made two smaller purchases of 0.5% in Midea and 0.4% in CP ALL. Midea is a leading Chinese household appliances manufacturer, with 34% market share in washing machines in China, 24% market share in air conditioners and 15% in fridges. The company is vertically integrated (R&D, manufacturing, sales, warehousing & delivery) and is increasingly expanding into and developing logistics and robotics capabilities, as we increasingly move towards a smart technology world. While China (58% of sales) is its biggest market by far, it also generates revenue by selling in 200 other countries. Over the past 5 years, 110% of earnings have been converted into free cash flow and the business generates ROE’s of c 25%. In our view, the share is attractively valued today, trading on c 14x forward earnings with a 3% dividend yield.

CP ALL is the 3rd largest 7 11 (convenience store) operator in the world (behind Japan and the US) with 11,500 convenience stores in Thailand (c 80% of group profits) as well as over 100 cash and carry stores (Makro, 20% of group profits). The business continues to roll-out c 700 new 7 11 stores a year in Thailand as well as increase the contribution from higher margin categories such as coffee, ready to eat meals and banking services within its stores. As a result, in our view the business can continue to grow at a low double-digit rate in the years ahead. In addition to its core Thailand business, it has nascent cash & carry operations in Cambodia, Myanmar, India and China and is in discussions for the 7 11 master license in Cambodia and Laos. Once a market darling, the share has been flat for the past 2 years and recent concerns about a potential bid for Tesco’s business in Thailand brought it into buying range.

At the end of December, the weighted average upside to fair value for the fund was around 30%. This is lower than the approximately 50% historical average, however this is not abnormal after a period of strong absolute performance and we believe the absolute upside is still quite compelling. This is especially so when one considers that the quality of the companies owned in the fund is above average when compared to history.

Portfolio managers
Gavin Joubert, Suhail Suleman,Lisa Haakman, Iakovos Mekios, Henk Groenewald & Paul Neethling

as at 31 December 2019
The Global Emerging Markets Flexible (ZAR) Fund should be considered a 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 100% 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. 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) (FSP 548) Ltd, 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 Bank 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. Coronation reserves the right to charge an exit penalty of 2% should withdrawals be made from the Fund within a period of less than 6 months from the time of investment in the Fund. This will apply to both initial and subsequent investments. Any exit penalty levied under this provision will be applied for the benefit of the remaining investors in 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 P NAV prices with income distributions reinvested. Class A NAV prices were used for the period prior to the launch of Class P. 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.

WHAT IS THE TOTAL EXPENSE RATIO (TER) AND TRANSACTION COSTS (TCI)?

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. 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 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 September 2019 (updated annually). The 3 year TER is for a rolling 36-month period to the last 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.

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.