

# Conservative Absolute Growth Fund

31 May 2015

Please note that this document is meant for information purposes only and is not a fund fact sheet

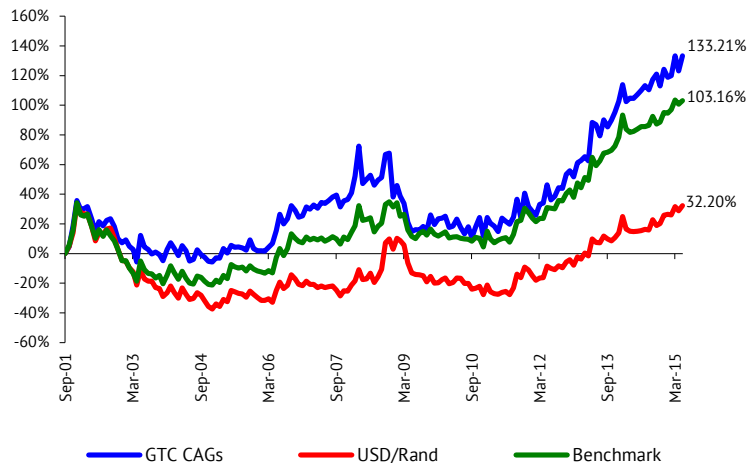
**Risk Profile of the Fund**  
Moderate Risk

## Investment mandate and objective

The Rand-based international conservative balanced fund comprises diversified asset classes and investment strategies, with a low to medium exposure to equities and absolute return managers. The fund aims to outperform US CPI plus 3 % over rolling 3 year periods. The fund is priced in South African Rand.

**Investment features:**  
 Rand-based international exposure  
 Multiple asset class exposure  
 Diversified investment strategy

## Cumulative performance since inception (%)



## Fund Facts

Manager: Coronation International  
 Inception date: September '01  
 Benchmark: Composite Benchmark consists of:  
 35% MSCI World Index  
 45% Citigroup World Government Bond Index  
 20% US T-Bills  
 Target Return: US CPI + 3 % over 3 year rolling periods.

## Performance since inception (%)

	3months	6months	1 Year	2 Year*	3 Year*	4 Year*	5 Year*	Since inception
CAGs Fund	6.01	9.48	12.57	11.24	16.80	17.12	13.62	6.35
Composite Benchmark**	3.12	7.70	10.46	11.02	15.76	16.55	12.78	5.63
US CPI+3%	1.29	0.76	2.89	3.93	3.98	4.31	4.65	5.10
ZAR/USD	4.87	10.00	14.92	9.69	13.02	15.68	9.59	2.58

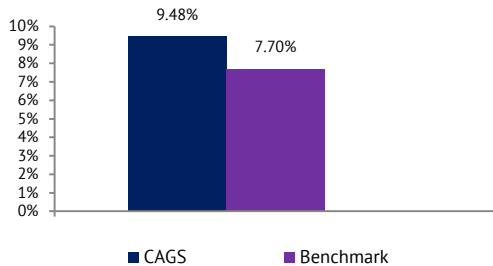
\*Annualised

\*\*Composite Benchmark came into use on 1 Oct 09 and consists of 35% MSCI World Index [ZAR], 45% Citigroup World Government Bond Index [ZAR], 20% US T-Bills [ZAR]. Prior to 1 Oct 09 the benchmark used was US 3-month T-Bills.

# Conservative Absolute Growth Fund

31 May 2015

## 6 month performances (%)

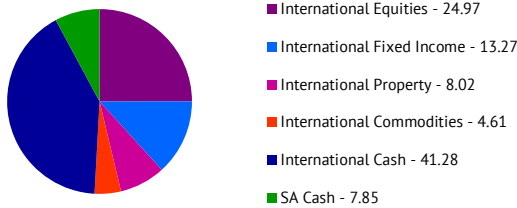


## Top 10 equity holdings (%)

### As At 31 Mar 2015

American Express
Apollo Global Management
Blackstone Group
Comcast Corporation
Discovery Communications
Fortress Investment Group
KKR & Co
Porsche Automobil
Tata Motors
Twenty-First Century Fox

## Strategy allocation as at 31 May 2015



## Portfolio comment

The first quarter of 2015 saw global markets reach record highs before falling off towards the end of March. The MSCI World posted 1.8% (USD) over the quarter, with strong contributions coming from Japan, Europe and the U.S while the UK declined by 0.95%. Quantitative easing in the Eurozone and China initially helped drive up equity prices. Crude oil prices, having experienced dramatic falls in the previous quarter, also stabilised bringing some calm to what had been a highly volatile situation. Market volatility was a key feature of markets over the period as economic news continued to blow hot and cold resulting in risk-on, risk-off being the order of the day.

Fixed income markets fared little better, with the Citigroup Global Bond Index declining 1.4% over the quarter, its third consecutive quarter of decline.

Commodity markets showed continued weakness with iron ore prices falling 28% following a further 10% decline in crude oil prices.

The fund remains ahead of its composite benchmark over the long term. It should be highlighted that investment decisions within the fund are based on long term prospects and earnings streams of individual companies as opposed to any short term macroeconomic outlook or individual company prospects. The fund remains conservatively managed with the anticipation of continued volatility.