

December 2023

General Investor Report

Cordatus Worldwide Flexible Prescient Fund of Funds A1



Return for the quarter ending 31 December 2023		%
CORDATUS	WORLDWIDE FLEX FOF	6.6
SA Equity	FTSE/JSE All Share	6.9
SA Property	FTSE/JSE SA Listed Property	16.4
SA Bonds	BEASSA All Bond	8.1
SA Preference shares	FTSE/JSE Preference Share	1.0
SA Cash	STeFI Call Deposit	2.0
SA Inflation	Urban, All Areas	1.4

All figures in ZAR		%
Offshore Equity	MSCI World Index	8.2
Offshore Property	FTSE EPRA Nareit Global	11.2
Offshore Bonds	FTSE WGBI	4.9
Offshore Inflation	US BLS Urban All Areas	0.6
Offshore Cash	ICE BofA Overnight	-1.6
ZAR	vs USD	3.3
ZAR	vs GBP	-0.9

Change in Top 10 holdings over the quarter	12.2023	09.2023
Cordatus Worldwide Flexible Fund B3	18.4	16.9
PSG SA Equity Fund Class D	17.9	17.6
Nedgroup Invest Global Equity Feeder Fund B2	16.4	14.9
Ninety One Global Franchise Feeder Fund H	16.3	14.7
Coronation Bond Fund P	6.6	0.1
Prescient Flexible Bond B1	6.6	0.1
Sygnia Itrix Global Property ETF	4.4	4.0
Sygnia Itrix Eurostoxx50	4.2	3.9
Coronation Global Emerg Mkts Flexible Fund B4	4.2	4.1
Nedgroup Invest Global Emerging Markets Fund	3.4	3.3

Manager activity during the quarter

Having been out of the domestic bond market over the last quarter end, yields had risen and the opportunity to re-enter the asset class presented itself. The Fund directed further capital offshore adding to the top 3 broadly diversified offshore equity managers.

Manager return & contribution over the quarter (%)	Return	Contri
Top 3		
Ninety One Global Franchise FF H	7.9	1.4
Nedgroup Inv Global Equity FF B2	7.0	1.2
Cordatus Wwide Flexible Prescient B3	5.3	1.1
Bottom 3		
Coronation Global Emerging Markets Flex Fund B4	5.6	0.3
Nedgroup Inv Global EM Equity FF C	6.7	0.2
Coronation Strategic Income P	4.4	0.0

Contributions to FoF quarterly return

With the narrative around the direction of interest rates globally pointing to the peak being reached, most asset classes rallied into the year-end. Risk assets fared well with global equities up 8.2% while listed real estate returned 11.2%. Domestic bonds returned 8%.

Asset Allocation %	12.2023	09.2023
Equity	75.9	72.0
Property	5.5	5.0
Bonds	13.0	2.1
Prefs	0.0	0.0
Cash	5.7	21.0
Other	0.0	-0.1
Domestic	33.5	38.3
Offshore	66.5	61.7

Changes in asset allocation

ZAR strength during the period, coupled with declines in the prices of stocks earlier during the quarter allowed for your Fund to take advantage of the opportunity. Direct offshore exposure increases to 66.5% from 61.7%, while risk assets (equity plus property) increased to 81.4% from 77.0%. The increases being a combination of market movements and capital allocations towards offshore assets.



A note on portfolio risk

Drawdown measures the peak-to-trough decline during a specific period, quoted as a percentage between the latest peak and subsequent trough of the FoF, before a new peak is achieved. It is instructive when measuring the loss to the portfolio during a period and the subsequent return required to return to the previous peak of the portfolio. The drawdown profile shown alongside depicts the increased volatility being experienced in risk markets over the past 5 years. Asset allocation intervention during such periods is necessary to compress the recovery time factor and/or limit further downside. The appropriate period over which to measure performance of the FoF is rolling 5-year periods, given the risk profile and recommended holding period. Shorter measurement periods are linked to a higher variance in returns (see table below left).

Risk: Rolling period returns over	5 yrs	3 yrs	1 yr
Maximum return	10.2	14.9	28.1
Average return	6.1	7.0	8.2
Minimum return	1.9	-1.1	-9.2

Adherence to Fund Policy Objective

The FoF has adhered to its Policy Objective, as stated in the Supplemental Deed, in all respects during the quarter. There are no unresolved breaches to report from prior periods.

Total Investment Charge (TIC) %	09.2023	09.2022	09.2021
Worldwide Flex FoF Class A1	1.38	1.43	1.49
Worldwide Flex FoF Class A2	2.01	2.06	2.13

Income Distribution (cpu)	03.2023	03.2022	03.2021
Worldwide Flex FoF Class A1	1.24	1.67	2.80
Worldwide Flex FoF Class A2	0.15	0.60	1.83

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