

March 2024

# General Investor Report

## Cordatus Worldwide Flexible Prescient Fund of Funds A1



Return for the quarter ending 31 March 2024		%
<b>CORDATUS</b>	<b>WORLDWIDE FLEX FOF</b>	<b>4.7</b>
SA Equity	FTSE/JSE All Share	-2.2
SA Property	FTSE/JSE SA Listed Property	3.8
SA Bonds	BEASSA All Bond	-1.8
SA Preference shares	FTSE/JSE Preference Share	2.6
SA Cash	STeFI Call Deposit	1.9
SA Inflation	Urban, All Areas	1.1

All figures in ZAR		%
Offshore Equity	MSCI World Index	12.7
Offshore Property	FTSE EPRA Nareit Global	2.0
Offshore Bonds	FTSE WGBI	1.0
Offshore Inflation	US BLS Urban All Areas	2.3
Offshore Cash	ICE BofA Overnight	5.0
ZAR	vs USD	-3.5
ZAR	vs GBP	-2.6

Change in Top 5 holdings over the quarter	03.2024	12.2023
Cordatus Worldwide Flexible Fund B3	18.8	18.4
Nedgroup Invest Global Equity Feeder Fund B2	16.9	16.4
Ninety One Global Franchise Feeder Fund H	16.3	16.3
PSG SA Equity Fund Class D	15.7	17.9
Sygnia Itrix Eurostoxx50	4.4	4.2

**Manager activity during the quarter**

Both domestic bonds and equities were reduced during the period. The risks to the ZAR, growth, inflation and interest rates point to a better environment outside of SA. At quarter-end USD cash levels are elevated pending capital allocation.

Manager return & contribution over the quarter (%)	Return	Contri
<b>Top 3</b>		
Nedgroup Inv Global Equity FF B2	10.8	1.7
Cordatus Wwide Flexible Prescient B3	9.5	1.7
Ninety One Global Franchise FF H	7.7	1.2
<b>Bottom 3</b>		
Coronation Strategic Income P	1.6	0.0
Coronation Bond P	-1.8	-0.1
PSG SA Equity D	-5.6	-1.0

**Contributions to FoF quarterly return**

Managers with higher offshore equity mandates contributed positively to absolute returns. A weaker ZAR and solid underlying stock returns for the period. SA equity and bonds remain under pressure over the quarter.

Asset Allocation %	03.2024	12.2023
Equity	75.1	75.9
Property	5.2	5.5
Bonds	0.1	13.0
Prefs	0.0	0.0
Cash	19.6	5.7
Other	0.0	0.0
Domestic	23.0	33.5
Offshore	77.0	66.5

**Changes in asset allocation**

During the quarter under review, SA bonds were sold as rates and inflation remain sticky. The FoF made use of recent ZAR strength to externalise ZAR cash. Offshore exposure has risen to 77% of FoF capital.



**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	6.3	7.1	8.4
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) %	12.2023	12.2022	12.2021
Worldwide Flex FoF Class A1	1.38	1.44	1.45
Worldwide Flex FoF Class A2	2.01	2.07	2.08

Income Distribution (cpu)	03.2024	03.2023	03.2022
Worldwide Flex FoF Class A1	2.08	1.24	1.67
Worldwide Flex FoF Class A2	0.83	0.15	0.60

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