



Melbourne



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CoreShares Total World Stock ETF Feeder Fund

(share code: GLOBAL)

Chris Rule, CFA, CAIA
April 2021



Beijing

WHY OFFSHORE EQUITIES FOR SOUTH AFRICAN INVESTORS?



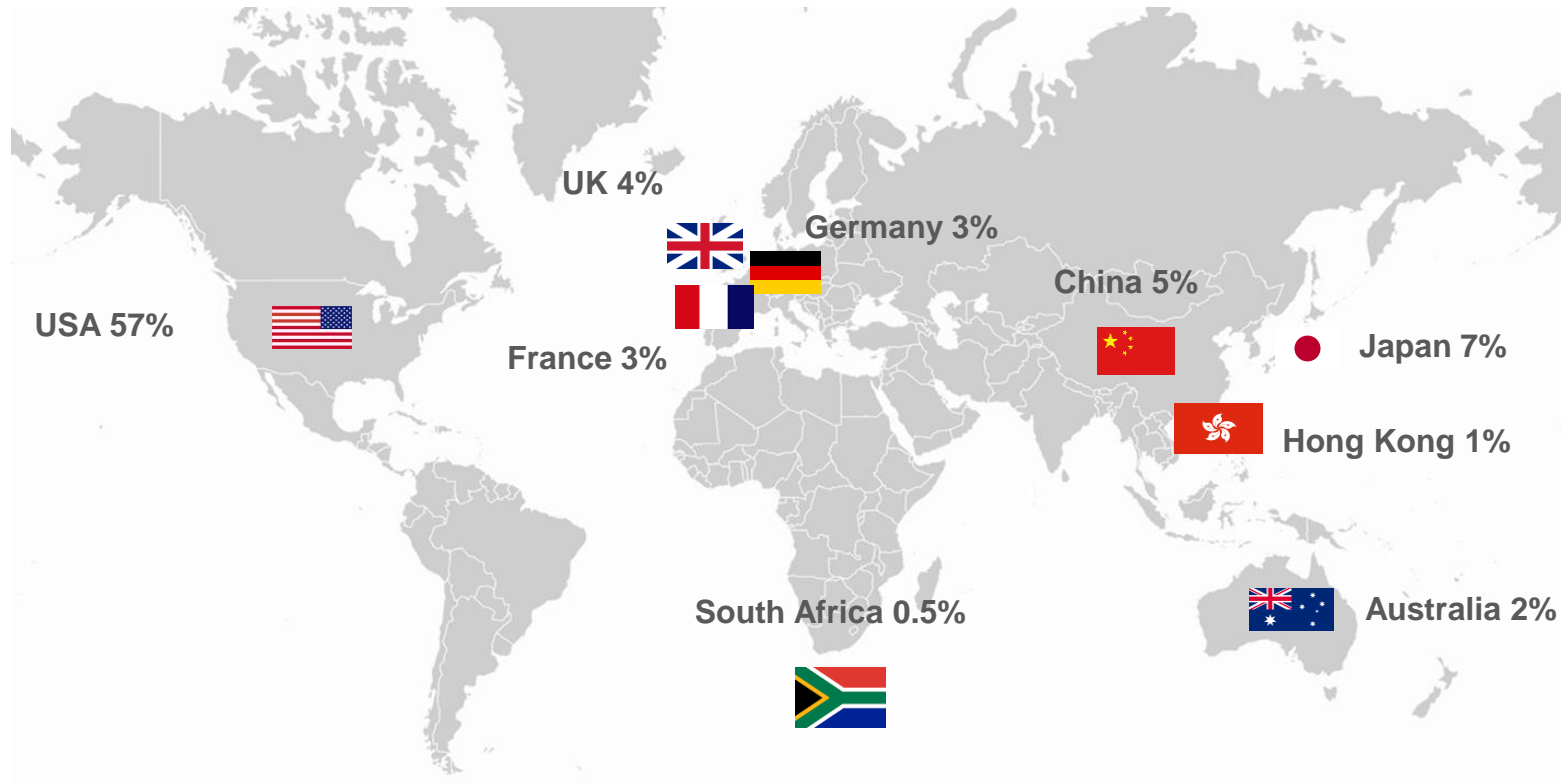
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New York

SOUTH AFRICA IN THE GLOBAL INVESTMENT LANDSCAPE

Home Bias: South Africa < 1% of the Global Markets

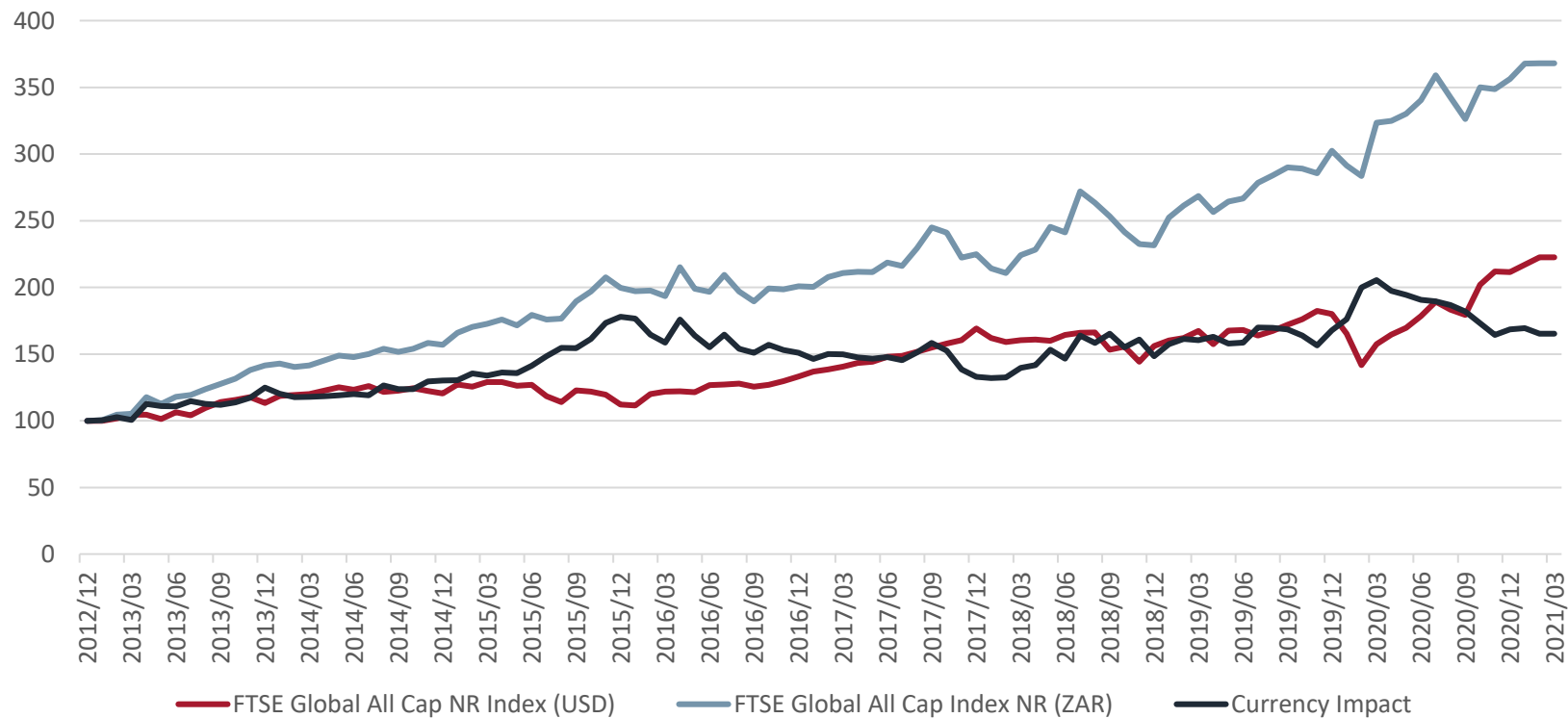


Source: FTSE

THE LONG-TERM CURRENCY EFFECT: FTSE GLOBAL ALL CAP



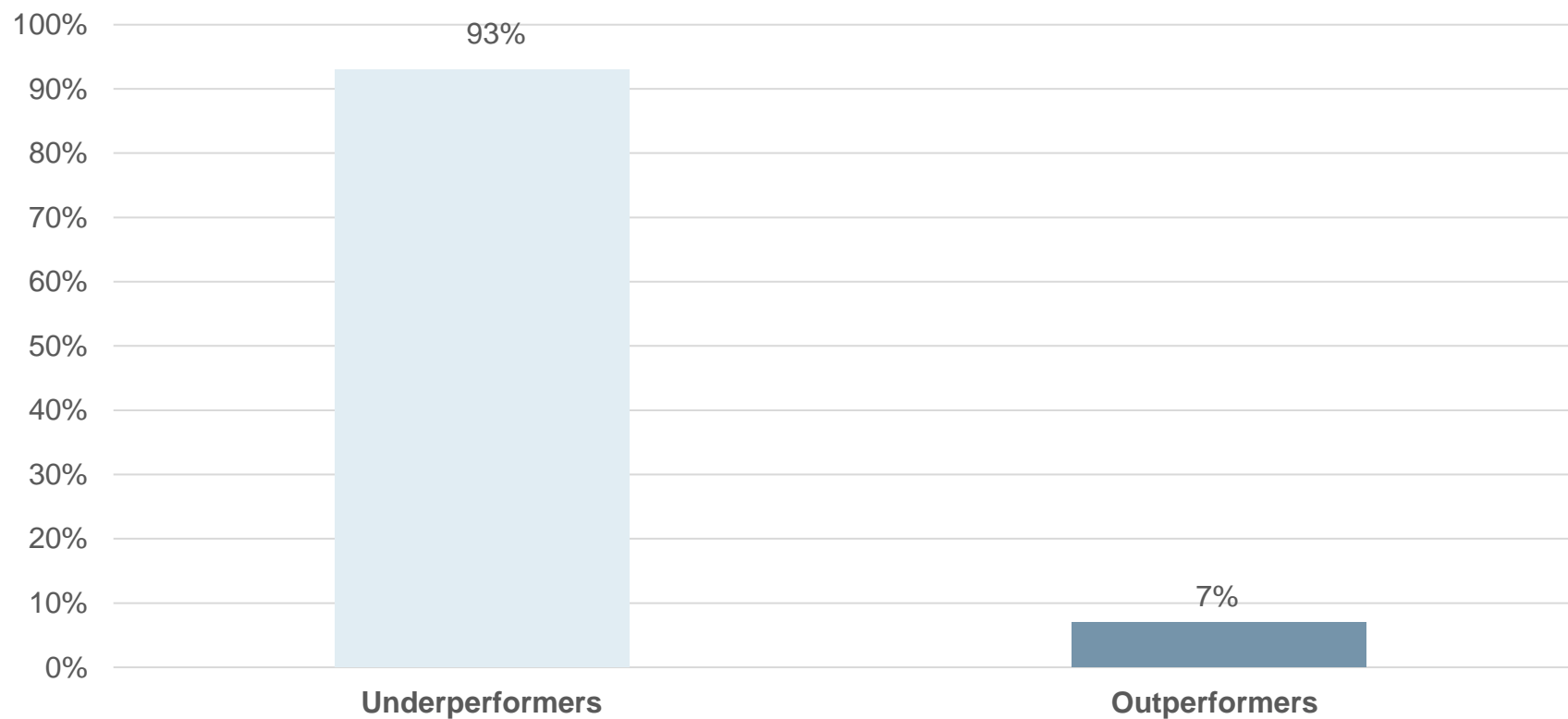
Your performance locally = Offshore investment performance + USDZAR change



Source: CoreShares and Morningstar data to end March 2021

WHY PASSIVE FOR OFFSHORE EQUITIES?

S&P INDEX vs ACTIVE (SPIVA): GLOBAL EQUITY ⁽¹⁾



1 Source: SPIVA South Africa Scorecard 31 Dec 2020. Based on percentage of Global Equity active manager who under- / outperformed the S&P Global 1200 Index over 5 years ended 31 Dec 2020. Past performance is not indicative of future performance.



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INTRODUCING THE CORESHARES TOTAL WORLD ETF

CORESHARES TOTAL WORLD ETF



- This ETF tracks the **FTSE Global All Cap Index**, which measures the investment return of large-, mid-, and small-capitalization stocks of companies located in **developed and emerging markets** around the world.
- The fund sits within the **ASISA Global Equity General** category .

INVESTMENT CASE



Beijing

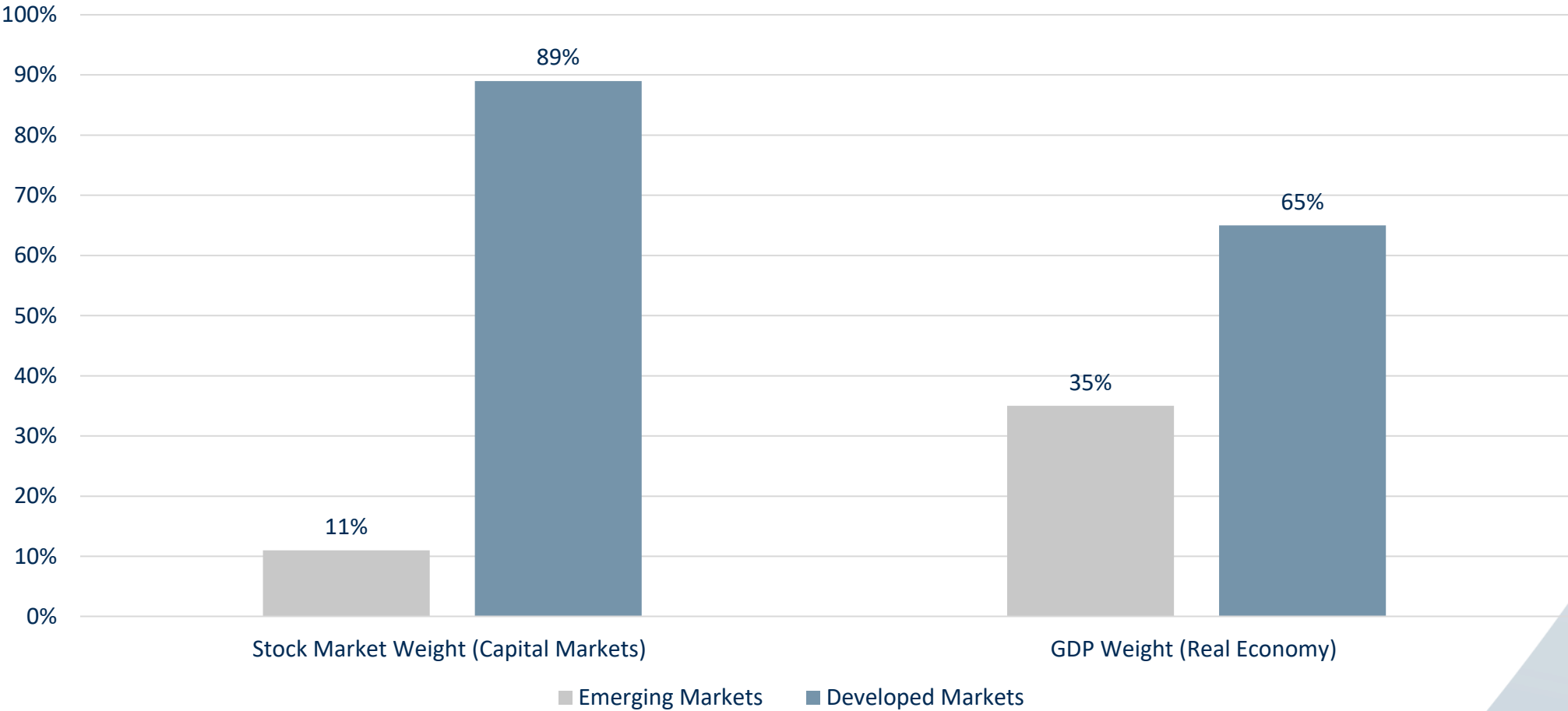


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REAL ECONOMY EXPOSURE



Source: FTSE, March 2021
Weight of South Africa is 0.4%

INDEX COMPOSITION

FTSE GLOBAL ALL CAP INDEX

89%

DEVELOPED MARKETS

Americas	Europe & Middle East	Pacific
Canada	Austria	Australia
United States	Belgium	Hong Kong
	Denmark	Japan
	Finland	Korea
	France	New Zealand
	Germany	Singapore
	Ireland	
	Israel	
	Italy	
	Netherlands	
	Norway	
	Poland	
	Portugal	
	Spain	
	Sweden	
	Switzerland	
	United Kingdom	

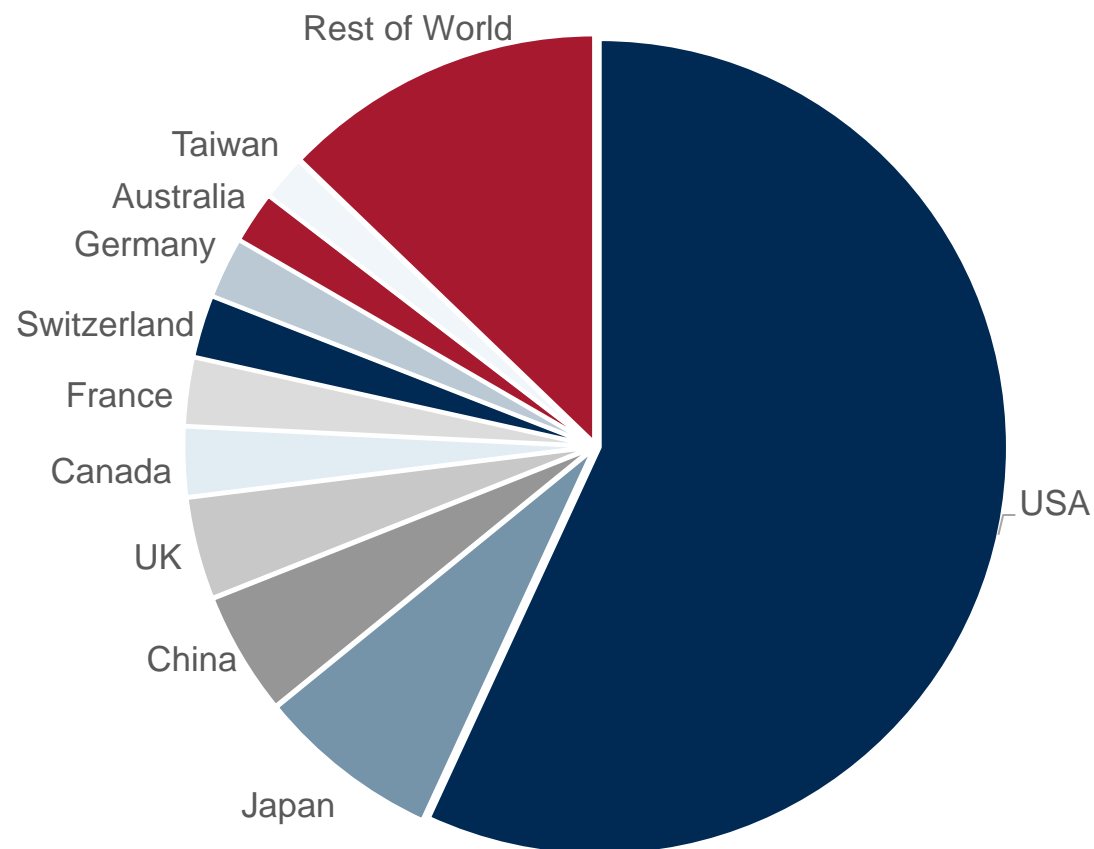
EMERGING MARKETS

11%

Americas	Europe & Middle East	Asia
Brazil	Czech Republic	China
Chile	Egypt	India
Colombia	Greece	Indonesia
Mexico	Hungary	Malaysia
	Kuwait	Pakistan
	Qatar	Philippines
	Romania	Taiwan
	Russia	Thailand
	Saudi Arabia	
	South Africa	
	Turkey	
	UAE	

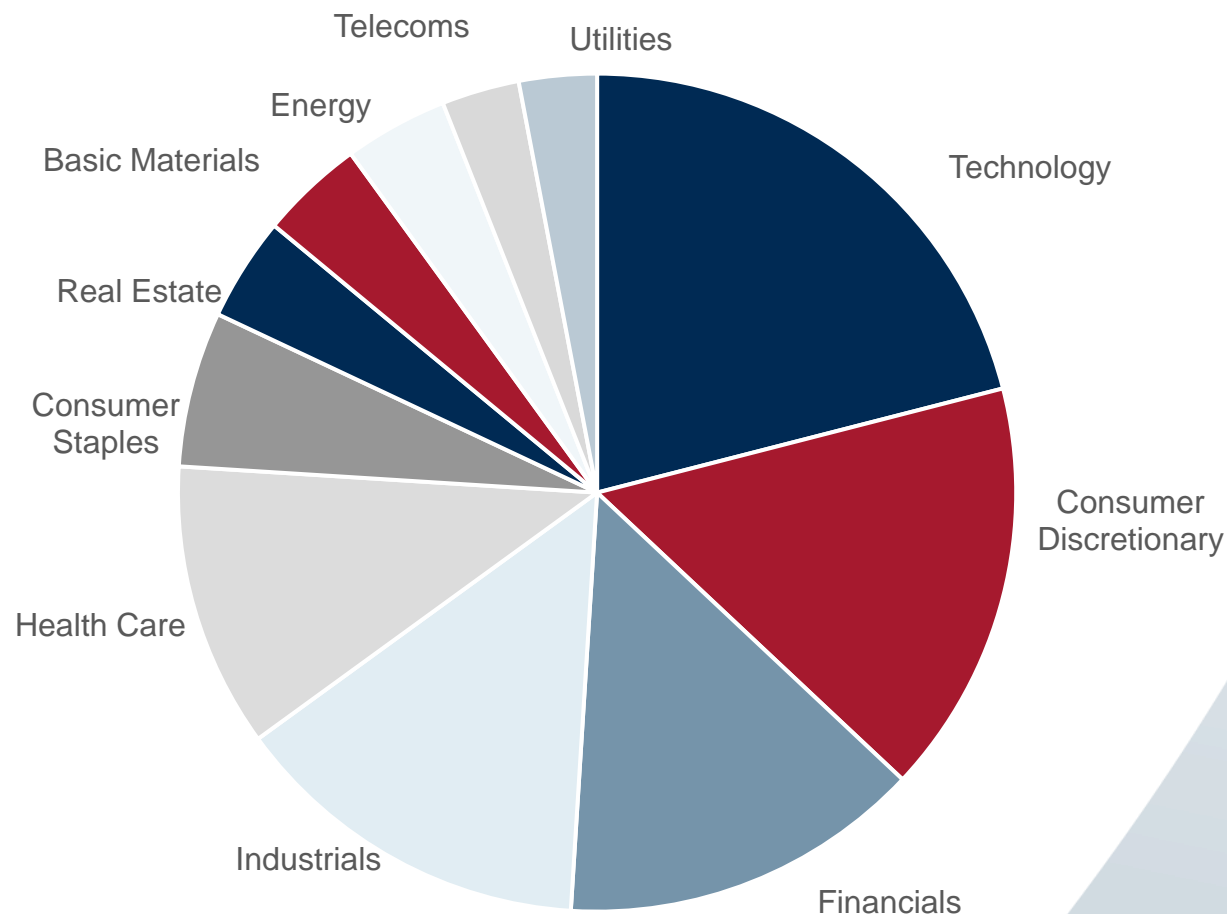
INDEX COUNTRY WEIGHTING

COUNTRY	SHARES	WEIGHT %
USA	1775	57%
Japan	1391	7%
China	1708	5%
UK	292	4%
Canada	181	3%
France	141	3%
Switzerland	111	2%
Germany	159	2%
Australia	287	2%
Taiwan	456	2%
Rest of World	2730	13%
TOTAL	9231	100%

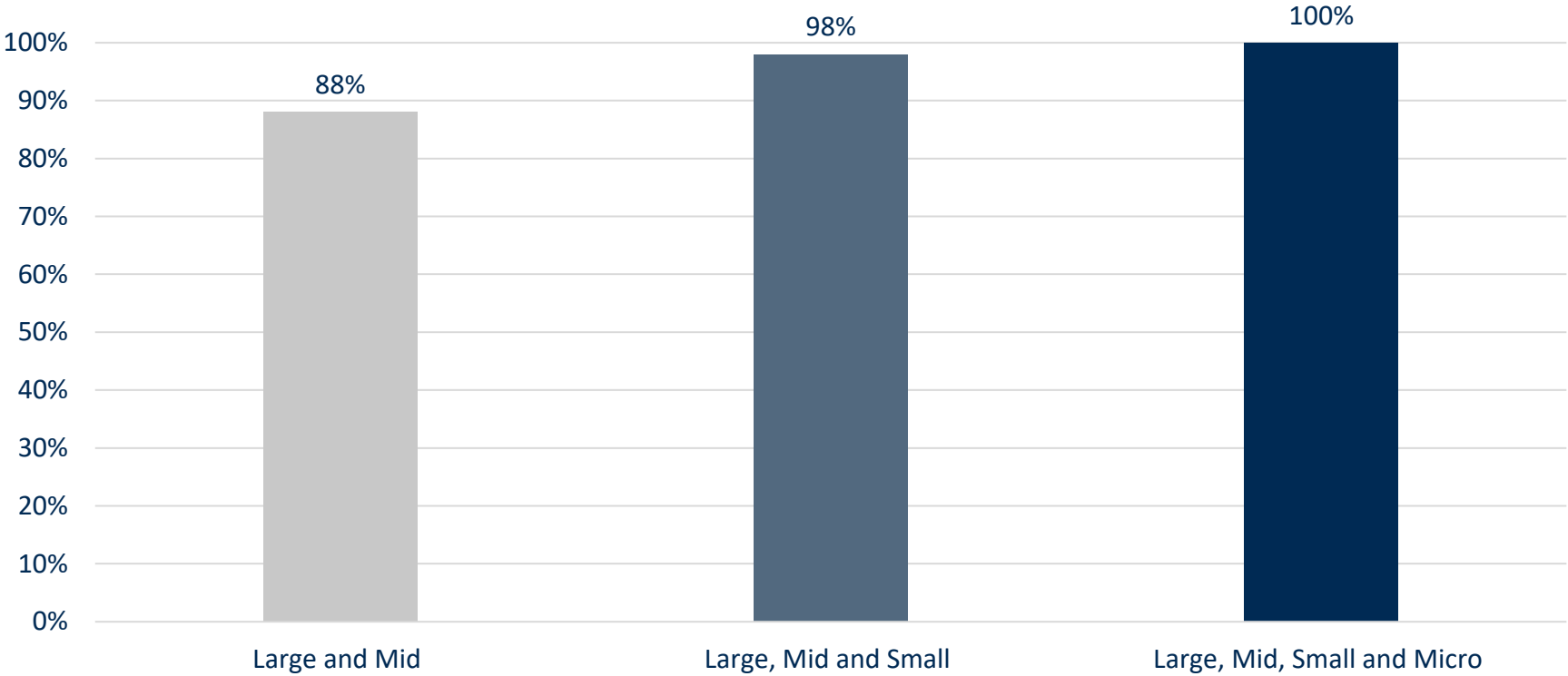


INDEX SECTOR WEIGHTING COMPARISON

SECTOR	SHARES	WEIGHT %
Technology	1022	21%
Consumer Discretion.	1466	16%
Financials	1116	14%
Industrials	1747	14%
Health Care	818	11%
Consumer Staples	605	6%
Real Estate	722	4%
Basic Materials	796	4%
Energy	310	4%
Telecoms	268	3%
Utilities	361	3%



FULL MARKET COVERAGE



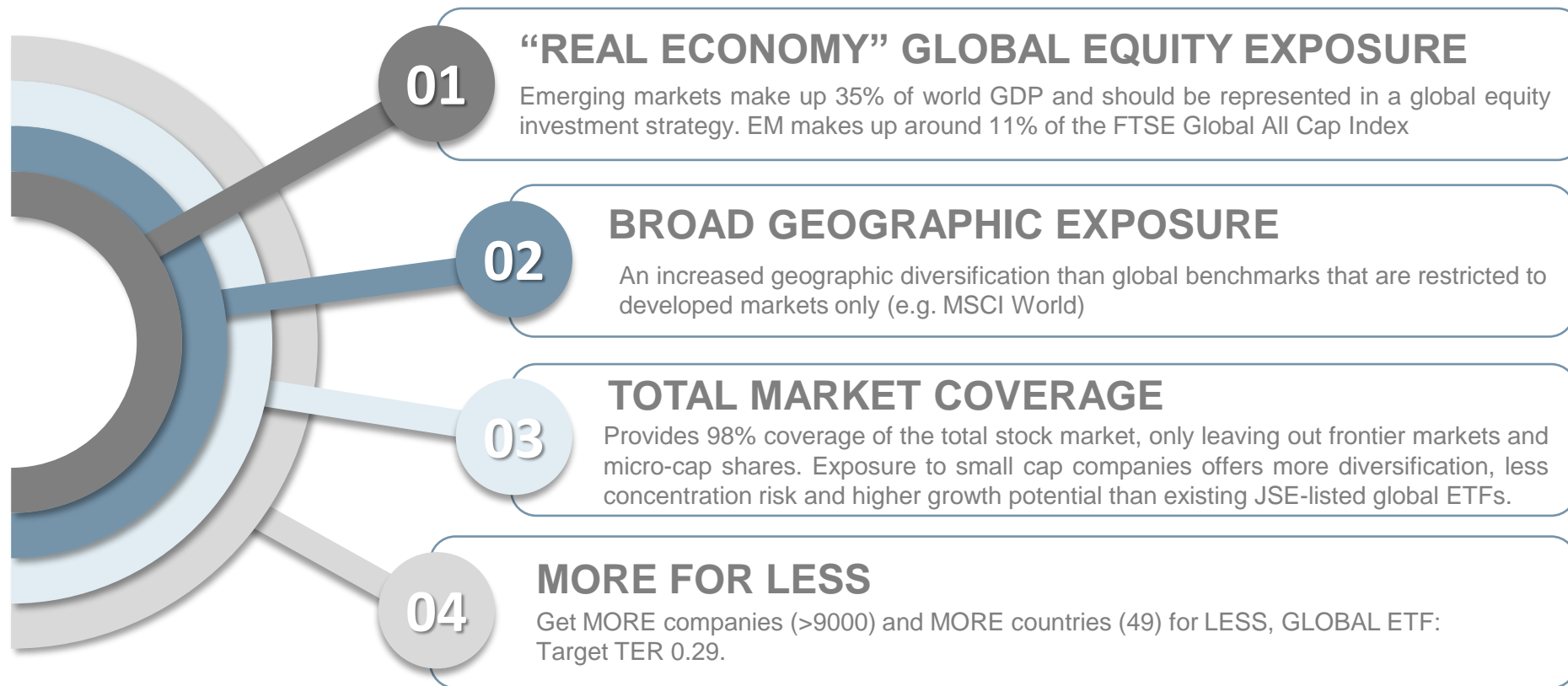
Source: FTSE, March 2021

FTSE GLOBAL ALL CAP INDEX TOP 10 HOLDINGS

SHARE	COUNTRY	WGT %
Apple Inc.	USA	3%
Microsoft Corp	USA	3%
Amazon.Com	USA	2%
Facebook Class A	USA	1%
Alphabet Class A	USA	1%
Alphabet Class C	USA	1%
Tesla	USA	1%
Taiwan Semiconductor Manufacturing	Taiwan	1%
JPMorgan Chase & Co	USA	1%
Tencent Holdings (P Chip)	China	1%

Source: FTSE, March 2021

FTSE GLOBAL ALL CAP INDEX



COMMERCIAL CASE

COST SAVING OPPORTUNITY OFFERED BY NEW GLOBAL ETF

Ave
0.46%

NAME	TER %	SHARES (Approx)	COUNTRIES	EM (Approx)
Competitor Global ETF A	0.69%	1600	23	0%
Competitor Global ETF B	0.35%	1600	23	0%
Competitor Global ETF C	0.40%	1350	27	100%
Competitor Global ETF D	0.40%	1600	23	0%
Competitor Global ETF E	0.56%	1200	30	5%
GLOBAL	0.29% ⁽¹⁾	9000	49	11%

Get MORE
companies (>9000)
and MORE
countries (49) for
LESS

GLOBAL ETF:
Target TER 0.29%

Source: Morningstar and company MDD's published as at 31 Dec 2020.

1. TER for GLOBAL is a targeted TER.

QUICK FACTS

Currency	ZAR
Index Benchmark	FTSE Global All Cap Index
No. of index constituents	9231
Global Reach	25 developed and 24 emerging markets
Weighting Method	Free-Float adjusted, Market Cap Weighted
Target Listing Date	17 th May 2021
Fees	0.15% Management Fee; 0.29% Target TER
Index Dividend Yield	1.76%
Share Code	GLOBAL
Distribution Frequency	Semi Annual (March/September)

Source: FTSE and CoreShares, March 2021

CORESHARES CONTACTS

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DISCLAIMER

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APPENDIX

CORESHARES FUND RANGE

Fund Name	Share Code	Management Fee	ETF TER	Unit Trust TER	Distributions	Category	Benchmark
Equity – South Africa							
CoreShares Top 50	CTOP50	0.20%	0.25%	0.28%	Quarterly	Core, 10% Capped	S&P South Africa 50 Index
CoreShares S&P SA Dividend Aristocrats	DIVTRX	0.40%	0.54%		Quarterly	Income	S&P South Africa Dividend Aristocrats
CoreShares Scientific Beta Multi-Factor Index Fund	SMART	0.40%	0.58%	0.54%	Quarterly	Smart Beta	Scientific Beta CS South Africa 6FEW
Equity – Global							
CoreShares S&P500	CSP500	0.25%	0.36%		Semi-annually	Core	S&P 500 Index
CoreShares S&P Global Dividend Aristocrats	GLODIV	0.35%	0.74%		Semi-annually	Income	S&P Global Dividend Aristocrats Blend
CoreShares MSCI ACWI Fund of Funds	-	0.25%		0.48%		Core	MSCI All Country World Index
CoreShares Total World ETF	GLOBAL	0.15%	0.29%*		Semi-annually	Core	FTSE Global All Cap Index
Listed Property – South Africa							
CoreShares SA Property Income ETF	CSPROP	0.35%	0.53%		Quarterly	Income	SA Property Income
Listed Property – Global							
CoreShares S&P Global Property	GLPROP	0.40%	0.53%		Semi-annually	Core	S&P Global Property 40 Index
Fixed Income							
CoreShares Preftrax	PREFTX	0.45%	0.56%		Quarterly	Income	FTSE/JSE Preference Share Index (J251)
Multi-Asset							
CoreShares Wealth Accumulation Fund	-	0.35%		0.46%	Quarterly	Multi-Asset	CPI + 5%
CoreShares Stable Income Fund	-	0.35%		0.59%	Quarterly	Multi-Asset	CPI + 3%

*target TER, actual TER will only be published once it's had 1 year history

COMPANY INTRODUCTION

CORESHARES BUSINESS HIGHLIGHTS

01

Smart Beta & Rules-Based Investment Manager

Uniquely positioned as Smart Beta provider, exclusive Arrangements: ERI Sci Beta (Multi Factor), S&P Aristocrats

02

Capped Beta

First product to market with a “capped” version of Beta and largest capped beta product in the market.

03

Innovation

First to market on several ETF's: S&P 500, Global Property, Global Dividend Aristocrats and Robo alignment

04

Thought Leadership

Think Indexing Conference (5 yrs), Evidence-Based Investing Documentary, ETF Investor, Marketing collateral etc.

05

Fintech Alignment

Key Asset Manager Supplier to OUTvest

EVIDENCE
BASED
INVESTING

OUT
VEST



SALTA AWARDS

CoreShares Preftrax ETF

Total Return Performance 3 & 5 yrs (SA Non-Equity) 2020 winner

CoreShares Global Property ETF

Trading Efficiency 3 years (Foreign & Commodity) 2020 winner

CoreShares Top 50 ETF

Tracking Efficiency 3 years (SA Equity) 2021 and 2019 winner

ROBUST SHAREHOLDING



RMI | INVESTMENT
MANAGERS

IDENTIFY. PARTNER. GROW



25%

40%

25%

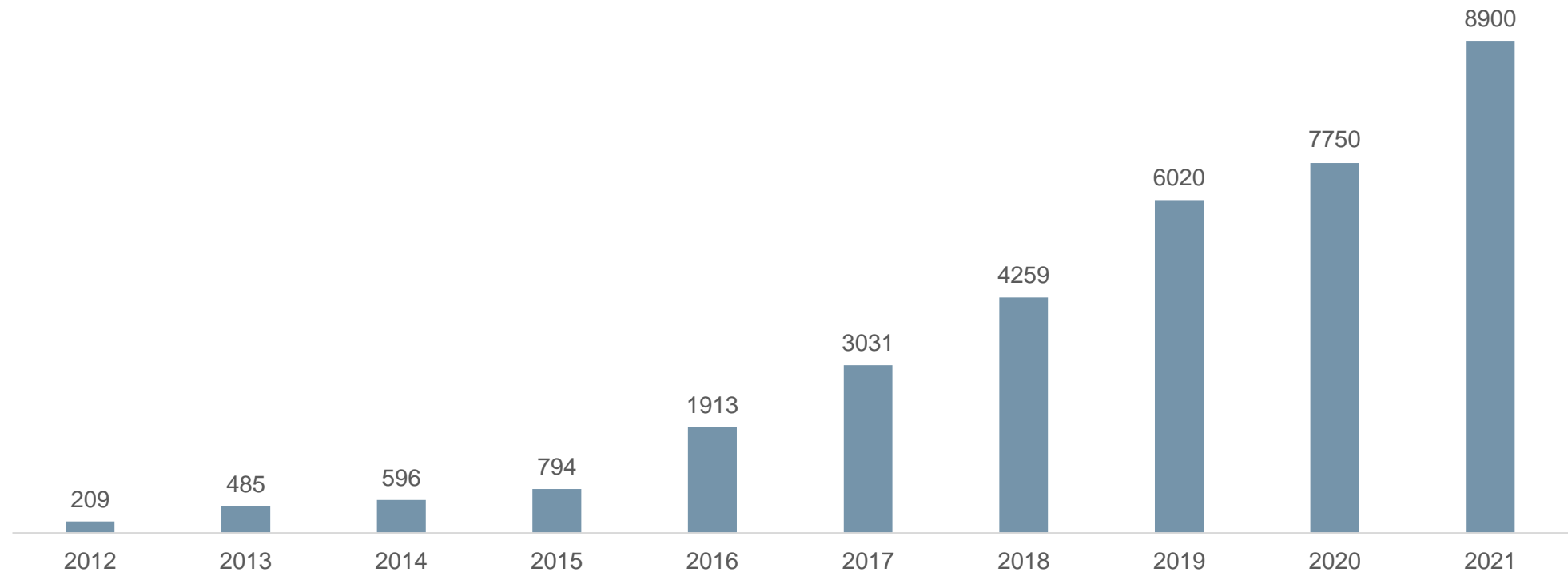


CORESHARES™

Where smart money works.

← 10 % **Management**

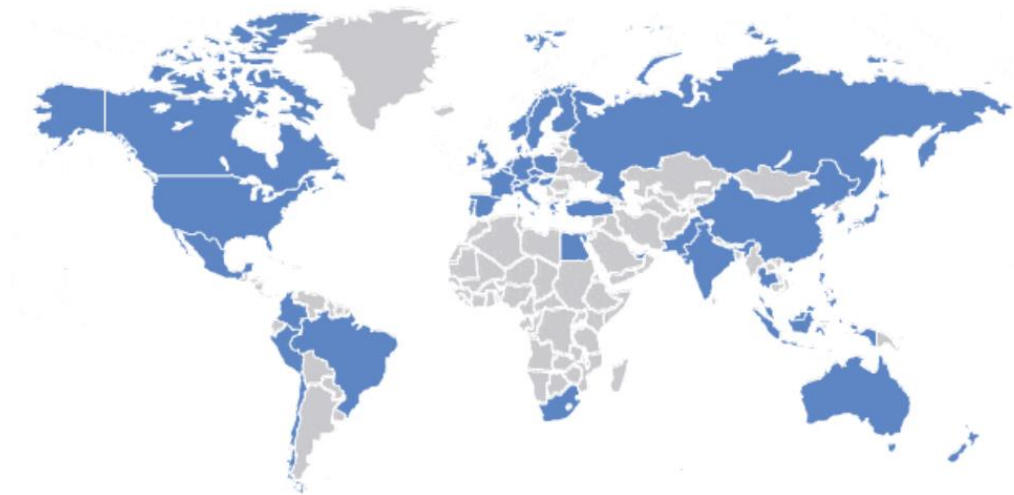
ASSETS UNDER MANAGEMENT – R'000'000



1 2021: Current AUM shown per 28/02/2021; AUM in ZAR millions

INDEX COMPARISON FTSE VS MSCI

GLOBAL EQUITY INDICES COMPARISON



- The MSCI All Countries World Index represents the full opportunity set of large- and mid-cap stocks across 23 developed and 27 emerging markets.
- Around 3,000 constituents and approximately 85% of the free float-adjusted market capitalization in each market.
- The FTSE Global All Cap Index measures the investment return of large-, mid (10.5%), and small-cap (+/- 4%) stocks across 25 developed and 24 emerging markets around the world.
- Over 9000 constituents and maximum investable free float-adjusted market capitalization in each market.

GEOGRAPHIC COMPOSITION: EM AND DM ALLOCATION

MSCI ACWI INDEX

DEVELOPED MARKETS 87%			EMERGING MARKETS 13%		
Americas	Europe & Middle East	Pacific	Americas	Europe & Middle East	Asia
Canada	Austria	Australia	Argentina 0.02%	Czech Republic	China
United States	Belgium	Hong Kong	Brazil	Egypt	India
	Denmark	Japan	Chile	Greece	Indonesia
	Finland	Korea	Colombia	Hungary	*Korea 1.9%
	France	New Zealand	Mexico	Kuwait	Malaysia
	Germany	Singapore	Peru 0.03%	*Poland 0.09%	Pakistan
	Ireland			Qatar	Philippines
	Israel			Russia	Taiwan
	Italy			Saudi Arabia	
	Netherlands			South Africa	
	Norway			Turkey	
	Poland			UAE	
	Portugal				
	Spain				
	Sweden				
	Switzerland			* FTSE considers DM	
	United Kingdom				

GEOGRAPHIC COMPOSITION: EM AND DM ALLOCATION

FTSE GLOBAL ALL CAP INDEX

DEVELOPED MARKETS 89% (Normalised 87%)			EMERGING MARKETS 11% (Normalised 13%)		
Americas	Europe & Middle East	Pacific	Americas	Europe & Middle East	Asia
Canada	Austria	Australia	Brazil	Czech Republic	China
United States	Belgium	Hong Kong	Chile	Egypt	India
	Denmark	Japan	Colombia	Greece	Indonesia
	Finland	*Korea (1.9%)	Mexico	Hungary	Malaysia
	France	New Zealand		Kuwait	Pakistan
	Germany	Singapore		Qatar	Philippines
	Ireland			Romania	Taiwan
	Israel			Russia	Thailand
	Italy			Saudi Arabia	
	Netherlands			South Africa	
	Norway			Turkey	
	*Poland			UAE	
	Portugal				
	Spain	* MSCI considers EM			
	Sweden				
	Switzerland				
	United Kingdom				

Source: FTSE, November 2020

SECTOR COMPARISON: MSCI VS FTSE

Sectors	FTSE Global All Cap Index	MSCI ACWI Index
Basic Materials	4.98	4.7
Consumer Cyclical	12.44	12.34
Financial Services	14.58	14.75
Real Estate	3.45	2.68
Communication Services	9.07	9.92
Energy	3.09	3.15
Industrials	10.53	9.43
Technology	19.77	20.4
Consumer Defensive	7.13	7.46
Healthcare	12.02	12.2
Utilities	2.93	2.96

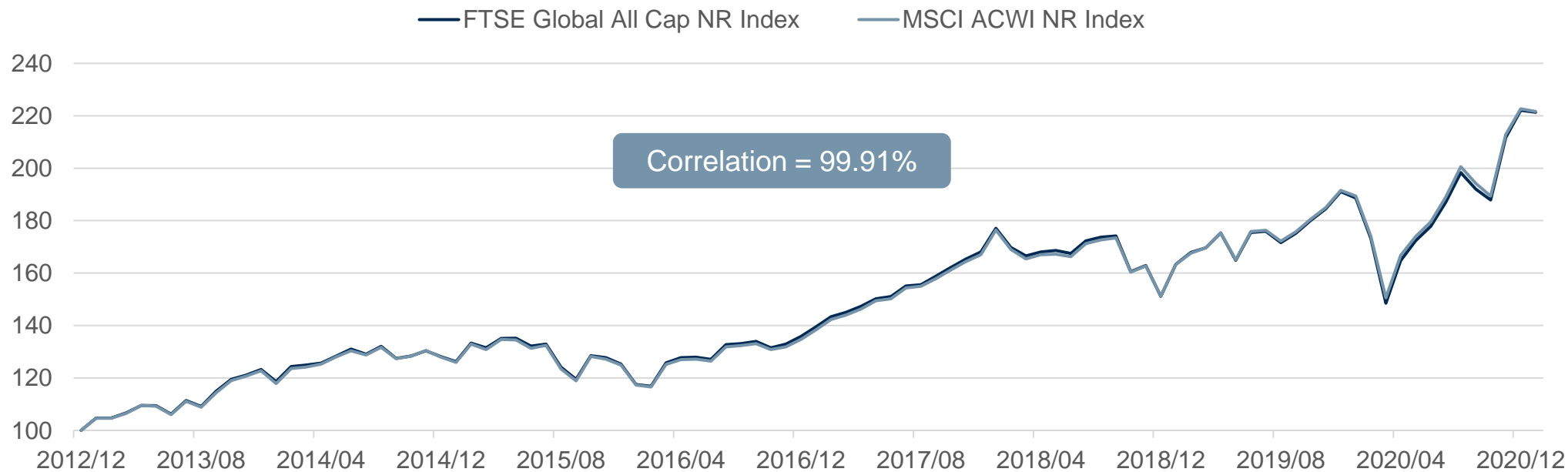
Source: Morningstar as 31 January 2021

SECTOR COMPARISON: MSCI VS FTSE

FTSE Global All Cap Index		MSCI ACWI Index	
Country	Weight	Country	Weight
United States	55.62	United States	56.55
Japan	7.19	Japan	6.74
China	5.28	China	5.6
United Kingdom	4.17	United Kingdom	4.02
Switzerland	2.7	Canada	2.78
Canada	2.66	Switzerland	2.72
France	2.48	France	2.68
Germany	2.41	Germany	2.46
Australia	2.04	Australia	1.87
South Korea	1.96	Taiwan	1.82

Source: Morningstar as 31 January 2021

PERFORMANCE: MSCI ACWI VS FTSE GLOBAL ALL CAP



	FTSE Global All Cap NR Index (USD)	MSCI ACWI NR Index (USD)
1 Years	17.38%	17.02%
3 Years p.a	7.72%	7.90%
5 Years p.a	13.50%	13.56%
Since Common Inception	10.44%	10.46%

Source: Morningstar as 31 January 2021. Returns over their respective periods are up until 31 January 2021, common inception date is 01 Jan 2013.
Past performance is not indicative of future performance .

INDEX COMPARISON

MSCI ACWI VS MSCI WORLD



Beijing



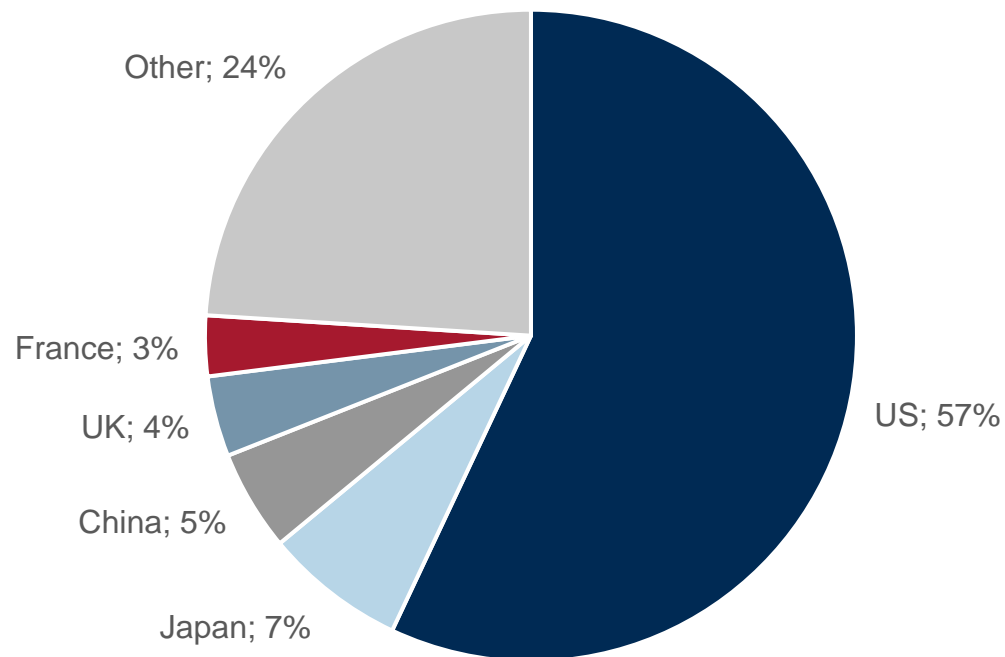
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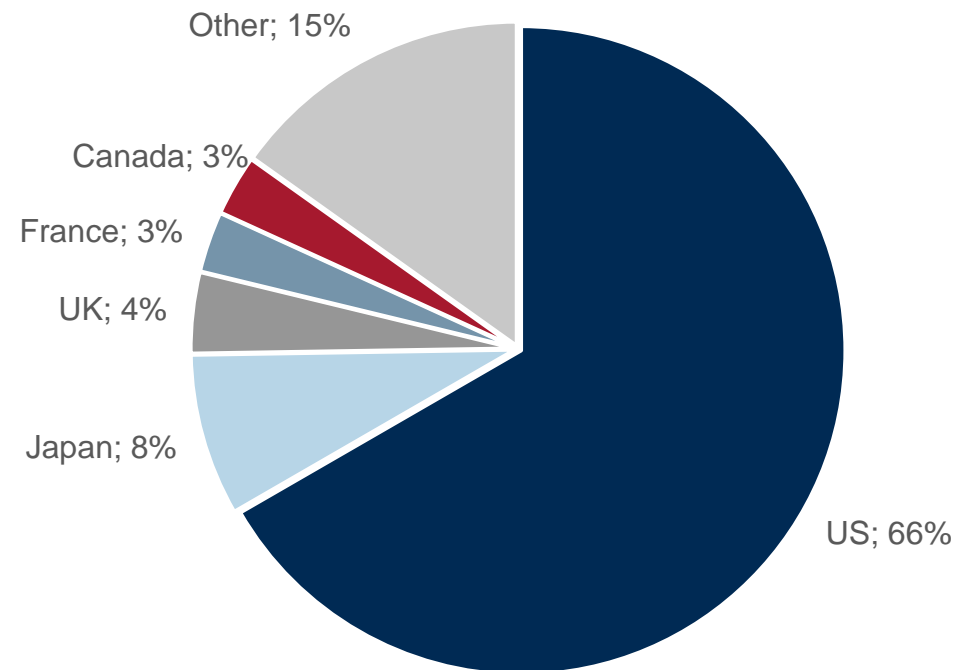
New York

COUNTRY COMPARISON: MSCI ACWI VS MSCI WORLD

MSCI ACWI



MSCI World



Source: MSCI, Jan 2021
Weight of South Africa in MSCI ACWI +/- 0.5%

SECTOR COMPARISON: MSCI ACWI VS MSCI WORLD

SECTOR WEIGHTS

MSCI ACWI

IT	22%
Financials	13%
Consumer Discretionary	13%
Health Care	12%
Industrials	9%
Communication Services	9%
Consumer Staples	7%
Materials	5%
Energy	3%
Utilities	3%
Real Estate	3%

MSCI WORLD

IT	22%
Health Care	13%
Financials	13%
Consumer Discretionary	12%
Industrials	10%
Communication Services	9%
Consumer Staples	7%
Materials	5%
Utilities	3%
Energy	3%
Real Estate	3%

Source: MSCI, Jan 2021