

INVESTMENT REPORT – 30 SEPTEMBER 2021

BNP PARIBAS C WORLDWIDE GLOBAL EQUITY TRUST

OBJECTIVE

The investment objective of the Trust is to achieve long-term capital growth exceeding the return of the market by investing in global equities. C WorldWide Asset Management aims to generate excess returns relative to the Benchmark over a 3 year period, before taking fees and expenses into account.



DISTINGUISHING FEATURES

- A unique long-term investment approach that combines stable growth companies with thematic driven stock picks.
- Stability and experience of the C WorldWide Asset Management global decision team, which has managed the global portfolio since the early 1990s.
- A concentrated portfolio of 30 stocks enables C WorldWide Asset Management to focus on a select group of investment ideas.

TOP 10 HOLDINGS

SECURITY	SECTOR	TRUST
HDFC	Financials	6.8%
Alphabet	Communication Services	6.6%
Visa	Information Technology	5.8%
Microsoft Corp	Information Technology	5.3%
Thermo Fisher Sci	Healthcare	5.3%
Amazon	Consumer Discretionary	4.7%
Home Depot	Consumer Discretionary	4.6%
Novo Nordisk	Healthcare	4.3%
Sony Corp	Consumer Discretionary	4.3%
ASML Holding	Information Technology	3.6%
		51.3%

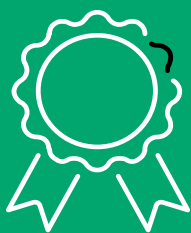
Source: BNP Paribas Securities Services.

TRUST PERFORMANCE

	TRUST GROSS	TRUST NET	BENCHMARK
1 Month %	-2.66	-2.74	-3.00
3 Months %	7.55	7.28	2.84
FYTD %	7.55	7.28	2.84
1 Year %	25.86	24.62	26.45
2 Years % p.a.	19.99	18.80	14.63
3 Years % p.a.	18.66	17.49	12.64
5 Years % p.a.	18.06	16.90	14.51
7 Years % p.a.	16.44	15.30	13.00
Since Inception (%) Performance inception 27 May 2013	16.97	15.81	14.00

Source: BNP Paribas Securities Services. Benchmark: MSCI All Country World Index, incl. net dividends, measured in AUD. Gross returns are calculated before fees and net returns are calculated using exit prices net of ongoing fees of 0.99% p.a. (inclusive of RITC and GST) and assuming reinvestment of distributions. No allowance is made for tax when calculating these figures. Gross returns are provided for wholesale investors only, retail investors should refer to net returns. The performance of the Trust is determined by calculating the change in redemption price between two periods. The sell spread of the Trust was decreased from 30bps to 15bps effective 4 March 2021 and remains at 15bps as at the date of this report. This change impacts the reported performance of the Trust accordingly over time periods including March 2021, but is not reflective of the performance of the underlying assets.

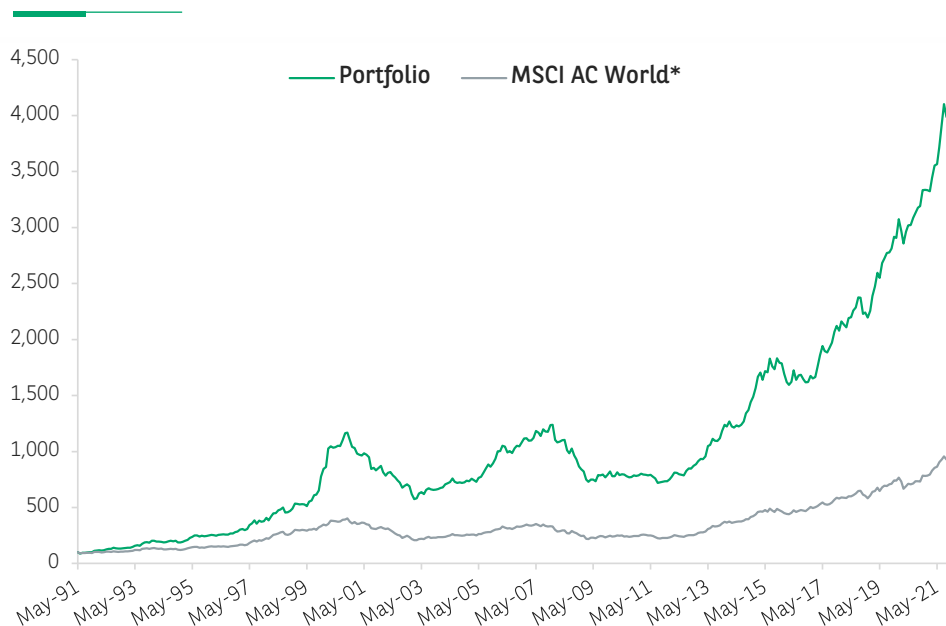




WINNER!

Winner of the International equities - high performance category in the 2021 Financial Standard Investment Leadership Awards

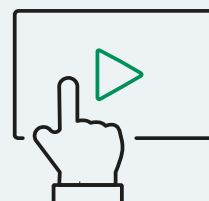
LONG TERM PERFORMANCE



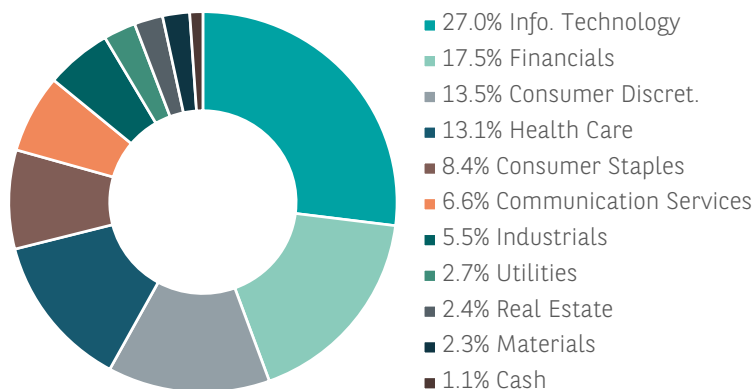
Source: C WorldWide Asset Management, in AUD. *Benchmark was originally a customized index which changed on 31 March 1996 to MSCI World Index and subsequently on 31 December 2010 to MSCI All Country World Index. Ex-Tobacco strategy inception May 1991. The Trust performance commenced on 27 May 2013. To give a longer-term view, the above chart shows the composite returns for C WorldWide Global Equity Ex. Tobacco Strategy (gross of fees), according to which the Trust is currently managed. The performance of the Trust will however differ from the Strategy due to factors such as fees and charges applicable to the Trust, and the impact of applications and withdrawals. Please note the performance calculation methodology applied to the Trust may differ from the composite returns presented.

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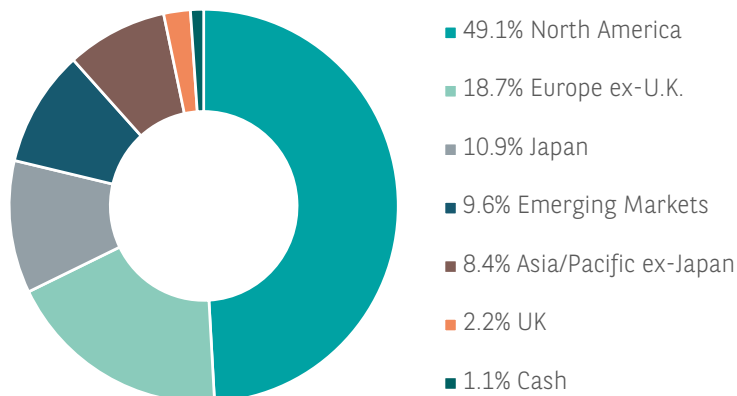


SECTOR ALLOCATION



Source: BNP Paribas Securities Services – Percentages may not add up to 100% due to rounding.

REGIONAL ALLOCATION



Source: BNP Paribas Securities Services – Percentages may not add up to 100% due to rounding.



RISKS OF MANAGED INVESTMENT SCHEMES

All investments carry risk.

Some of the general risks of managed investment schemes include:

Active Management Risk, Company Specific Risk, Concentration Risk, Counterparty Credit Risk, Currency Risk, Emerging Markets Risk, Interest Rate Risk, Legal Risk, Liquidity Risk, Market Risk, Operational Risk, Political Risk, Stock Selection Risk, and Trust Risk.

For further details of the risks associated with the Trust, a Product Disclosure Statement (PDS) for the Trust is available at www.bnpparibas-am.com.au



In case you missed it

View our latest [C Worldwide Global Equity Strategy Portfolio Update](#) with Peter O'Reilly

COMMENTARY

QUARTERLY COMMENTARY

The third quarter began with falling rates and optimism as the world economy started to reopen but ended with investor pessimism and waning markets. The Chinese government clamped down on the domestic internet giants and the property company China Evergrande moved closer to defaulting. Bond yields rose at the end of the quarter sending predominantly longer duration assets such as technology shares lower.

In the quarter, the BNP Paribas C WorldWide Global Equity Trust returned 7.3% net of fees, outperforming the MSCI AC World Index, which rose 2.8%. HDFC, Sony and Hoya were among the top contributors. HDFC, the largest position in the fund, benefitted as the number of Covid-19 cases in India continued to decline after a peak in late spring. Vivendi listed its Universal Music Group (UMG), which provides an interesting valuation benchmark for Sony Music. Using similar multiples as the listed peers, Sony Music could be valued close to USD 50bn, or around 40% of Sony's market cap*. Hoya, which produces mask blanks for the new Extreme Ultra-Violet machines sold by ASML to semiconductor plants, surged higher as the semiconductor shortage became even more acute.

Among the detractors from performance Ping-An, Samsung and AIA all fell as Asian shares, in particular financials, declined on renewed fears of a Chinese slowdown induced by supply shortages and potential weakness in the housing sector due to the problems of the highly leveraged property developer China Evergrande. The Chinese insurance sector is also undergoing a transition from large numbers of insurance agents to a more modern and streamlined digital distribution model. In the longer term, the need for insurance is still relevant as insurance penetration in Asia is much lower compared to western countries.

INVESTMENT STRATEGY AND PORTFOLIO CHANGES

Even though inflation and bond yields rose in the quarter, we believe that secular deflationary forces will keep bond yields and real rates low. The current rise in inflation is partly due to imbalances in supply chains following the 'stop 'n go' effect induced by the lockdowns. Strong companies that have pricing power can benefit from modest inflation thereby managing rising raw material and production costs, whereas companies that are price takers are hurting, when energy and commodity prices spike. The portfolio has a focus on companies with a strong market position and a long-duration business model. No portfolio changes were made in the quarter.

*Source: C WorldWide Asset Management





HAVE QUESTIONS?

All enquiries welcome. Please contact your local sales representative.

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CHARACTERISTICS

APIR Code	AR00006AU
Benchmark	MSCI All Country World Index, incl. net dividends, measured in AUD
Trust Size (AUD)	\$494.6m
Performance Inception	27 May 2013
Distribution Frequency	Usually annually, as at 30 June
Minimum Investment	\$25,000
Delegated Investment Manager	C Worldwide Asset Management
Management Costs (includes GST after allowing for RITCs)	Capped at 0.99% p.a.
Performance Fee	Nil
Currency	AUD, unhedged
Buy/Sell Spread	+0.15% / -0.15%

DISCLOSURE

Equity Trustees Limited (“Equity Trustees”) ABN 46 004 031 298 | AFSL 240975 is the Responsible Entity for the BNP Paribas C WorldWide Global Equity Trust (“the Trust”) (ARSN 087585368). Equity Trustees is a subsidiary of EQT Holdings Limited ABN 22 607 797 615, a publicly listed company on the Australian Securities Exchange (ASX: EQT). BNP Paribas Asset Management Australia Ltd (“BNPP AMAU”) ABN 78 008 576 449 | AFSL 223418 is the investment manager of the Trust. This publication has been prepared by BNPP AMAU to provide you with general information only. In preparing this information, we did not take into account the investment objectives, financial situation or particular needs of any particular person. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Neither BNPP AMAU, Equity Trustees nor any of their related parties, their employees or directors, provide any warranty of accuracy or reliability in relation to such information or accept any liability to any person who relies on it. Past performance should not be taken as an indicator of future performance. You should obtain a copy of the Product Disclosure Statement (PDS) before making a decision about whether to invest in this product. The PDS can be obtained from <http://www.bnpparibas-am.com.au/> or from your adviser.

BNP Paribas C WorldWide Global Equity Trust’s Target Market Determination available here www.bnpparibas-am.com.au A Target Market Determination is a document which describes who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.

BNPP AMAU is an exempt provider under the Financial Advisers Act 2008 (New Zealand) and is permitted to provide financial adviser services to wholesale clients in New Zealand as an ‘overseas financial adviser’ as it does not have a place of business, and does not provide any financial adviser services to retail clients, in New Zealand.

For more information regarding the Trust please call the Client Service Team on 1800 267 726 (Australia) or +612 9619 6041 or visit our website www.bnpparibas-am.com.au



BNP PARIBAS ASSET MANAGEMENT Australia Limited is recognised as a Responsible Investment Leader 2021 by the Responsible Investment Association Australasia (RIAA). This acknowledges our commitment to responsible investing; our explicit consideration of environmental, social and environmental factors in investment decision making, our strong and collaborative stewardship; and our transparency in reporting activity, including the societal and environmental outcomes being achieved.

