

INVESTMENT REPORT – 30 APRIL 2022

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
Alphabet	Communication Services	6.6%
HDFC	Financials	6.2%
Microsoft Corp	Information Technology	6.0%
Novo Nordisk	Healthcare	6.0%
Thermo Fisher Sci	Healthcare	5.9%
Visa	Information Technology	5.1%
Home Depot	Consumer Discretionary	4.9%
Nestle	Consumer Staples	4.2%
Amazon	Consumer Discretionary	4.1%
Sony Corp	Consumer Discretionary	3.9%
		52.9%

Source: BNP Paribas Securities Services.

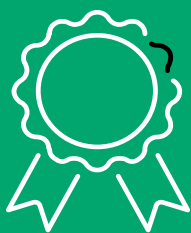
TRUST PERFORMANCE

	TRUST GROSS	TRUST NET	BENCHMARK
1 Month %	-3.22	-3.30	-2.79
3 Months %	-11.33	-11.55	-9.23
FYTD %	-4.04	-4.83	-2.92
1 Year %	0.38	-0.61	2.78
2 Years % p.a.	9.57	8.49	12.68
3 Years % p.a.	11.25	10.15	9.06
5 Years % p.a.	12.83	11.71	10.58
7 Years % p.a.	11.40	10.30	9.55
Since Inception (%) Performance inception 27 May 2013	14.31	13.18	12.31

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.



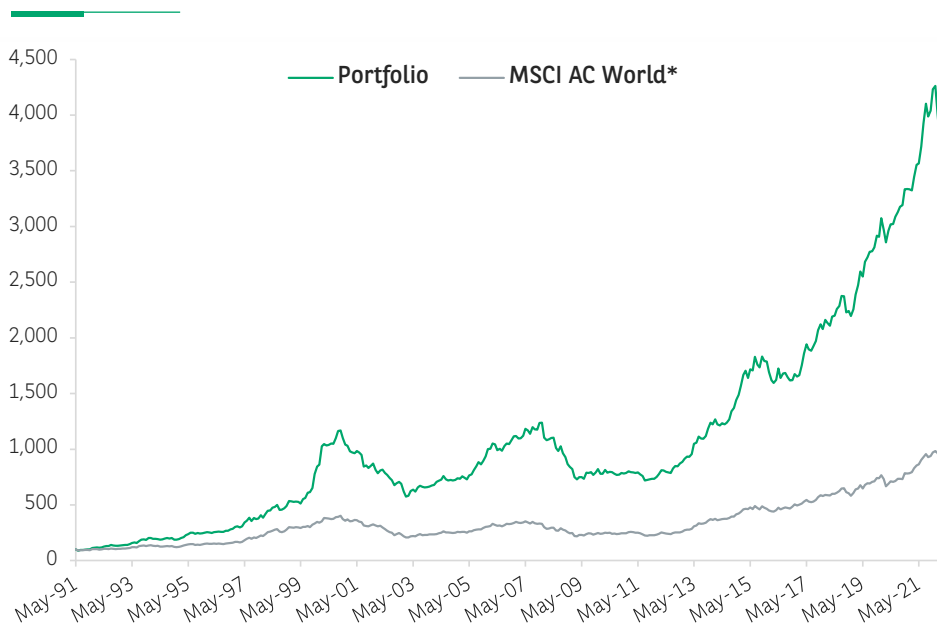
INVESTMENT REPORT – 30 APRIL 2022



WINNER!

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

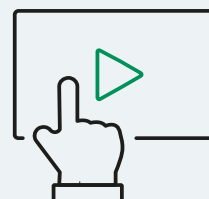
LONG TERM PERFORMANCE



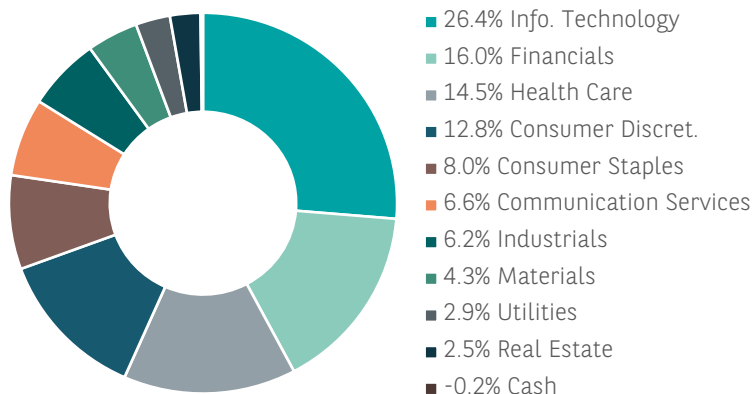
Source: C WorldWide Asset Management, in AUD. *Benchmark was originally a customized index which changed on 31 March 1996 to MSCI World Index and subsequently on 31 December 2010 to MSCI All Country World Index. Ex-Tobacco strategy inception May 1991. The Trust performance commenced on 27 May 2013. To 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.

Access our latest Webinars

Available now on our website

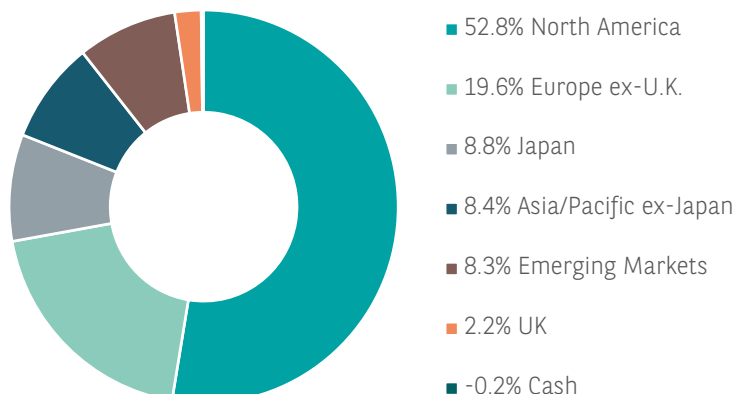


SECTOR ALLOCATION



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 Bo Knudsen

COMMENTARY

MARKET UPDATE

Despite solid results for many companies reporting first quarter numbers, with for instance 80% of companies in the S&P500 that have reported so far beating earnings expectations, the macro headwinds weighed heavily on the indices. The pain was most acutely felt among technology companies with the Nasdaq index having its worst month since October 2008.

CONTRIBUTION TO THE PORTFOLIO

Among the top contributors to performance in April were Procter & Gamble, Novo Nordisk, and Home Depot. Procter & Gamble reported very strong sales numbers with organic sales coming in at 10% over the same period last year. The company reiterated its 3-6% guidance for growth in earnings per share, but due to growing cost pressures pointed investors to the low-end of that range.

Among the top detractors were Alphabet, Sony, and Amazon. Unsurprisingly this month the top detractors could all be found among the portfolio's technology holdings. Alphabet reported solid growth in its search business with constant currency growth of 27%. However, YouTube, which investors expect to be the firm's growth engine over the coming years, slowed to 17% growth, due to the Ukraine conflict resulting in companies becoming more cautious on ad spending, tough comps from last year and YouTube viewers trying the new (but still not monetized) Shorts videos. The latter have been set up as an answer to competition from TikTok, and with viewership up four times over last year and monetization happening later this year, the business should soon start to turn from a growth headwind to a tailwind. Amazon, which has been in investment mode for the last two years, reported that its cloud offering, Amazon Web Services, grew 37% over last year, faster than expectations. However, Amazon's other businesses saw a much weaker development. Its ad revenues slowed to 23% growth vs 33% in the last quarter and its e-commerce business is being hurt by weaker demand and cost increases. The management team pointed out USD 6 billion in extra costs during the first quarter, with USD 2 billion driven by wage inflation and fuel costs and the remaining USD 4 billion by lower productivity. Amazon can adjust its workforce, but the rebound in the shares will need to wait until margins stabilize.

CHANGES TO THE PORTFOLIO

During the month we sold our position in Unilever and added the industrial gas company Linde.

Linde together with Air Liquide and Air Products forms an oligopoly in the western industrial gas industry. As these suppliers of compressed oxygen, nitrogen, and other gases are highly integrated with their customers and as contracts are long term, the revenue streams are highly defensive in nature. The management team has over the years proven themselves to be very astute capital allocators and the culture at the firm is one of performance and clear incentives. As industries now de-carbonize, Linde stands to benefit as it is exposed to several technologies of the future, such as battery manufacturing and carbon capture.

It is crucial to us that the culture of accountability should be addressed from the top at Unilever. Unilever has a disputable track record on value creation, especially from the expensive bolt-on acquisitions in recent years. In addition to that, the more recent debacle around the GSK Consumer Health bid has reduced our faith in the management team's strategy on capital allocation. Although Unilever has focused heavily on maximization of returns over the last five years ROIC has suffered under the weight of increases in invested capital. Adding to this, the market share losses at Unilever appear to be broad based, which of course is not a good sign in terms of pricing power. This is not a great starting point for a period of high raw material input cost inflation that will most likely be a drag on margins in the coming years.

Source: C WorldWide Asset Management



INVESTMENT REPORT – 30 APRIL 2022



HAVE QUESTIONS?

All enquiries welcome. Please contact your local sales representative.

Thira Ngoeun

T (02) 9619 6350

M 0426 856 934

E thira.ngoeun@au.bnpparibas.com

Gerard Feehan

T (02) 9619 6245

M 0420 715 605

E gerard.feehan@au.bnpparibas.com

CHARACTERISTICS

APIR Code	AR00006AU
Benchmark	MSCI All Country World Index, incl. net dividends, measured in AUD
Trust Size (AUD)	\$463.0m
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.

New Zealand financial services licensing and registration requirements do not apply to BNPP AMAU as it does not provide financial services to retail clients in New Zealand and does not have a place of business 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.

