

# Arrowstreet Global Equity Fund (Hedged)

Macquarie Professional Series

Monthly report – 30 June 2022

## Investment objective

Aims to achieve a long-term total return (before fees and expenses) that exceeds the MSCI All Country World ex Australia Index, in \$A hedged with net dividends reinvested (Benchmark).

The Fund invests indirectly in the Arrowstreet Global Equity Fund, which will not invest in 'tobacco' securities as defined by the Global Industry Classification Standard or 'controversial weapons' securities as defined by MSCI, Inc.

## Key information

### Fund details

APIR code	MAQ0079AU
Inception date	6 March 1997
Underlying Fund investment manager	Arrowstreet Capital, Limited Partnership (Boston, US)
Fund size	\$1,008.2m
Distribution frequency	Semi-annually
Management fee*	1.28% pa
Minimum investment (Direct)	\$5,000

Unit prices and spreads [macquarie.com.au/unit\\_prices](https://macquarie.com.au/unit_prices)

\*Read the Product Disclosure Statement for more details on fees and costs.

## Fund performance to 30 June 2022

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
<b>1 month (%)</b>	-7.50	-7.60	-7.70	0.10
<b>3 months (%)</b>	-10.08	-10.38	-14.38	4.00
<b>1 year (%)</b>	-9.13	-10.29	-13.80	3.51
<b>3 years (% pa)</b>	10.22	8.84	5.65	3.19
<b>5 years (% pa)</b>	10.45	9.06	6.70	2.36
<b>7 years (% pa)</b>	10.28	8.89	7.22	1.67
<b>Since inception (% pa)</b>	9.79	8.48	7.70	0.78

**Past performance is not a reliable indicator of future performance.**

Total returns are calculated based on changes in net asset values and assumes the reinvestment of distributions.

Total net Fund returns are quoted after the deduction of fees and expenses. Due to individual circumstances, your net returns may differ from the net returns quoted above.

Prior to 5 December 2008, the benchmark was the MSCI All Country World ex-Australia unhedged. The Fund has gained exposure to Arrowstreet's investment process since December 2006 by investing indirectly in the Arrowstreet Global Equity Fund. Prior to this, the Fund obtained exposure to global equities by investing in a fund managed by another investment manager.

## Top 10 stocks

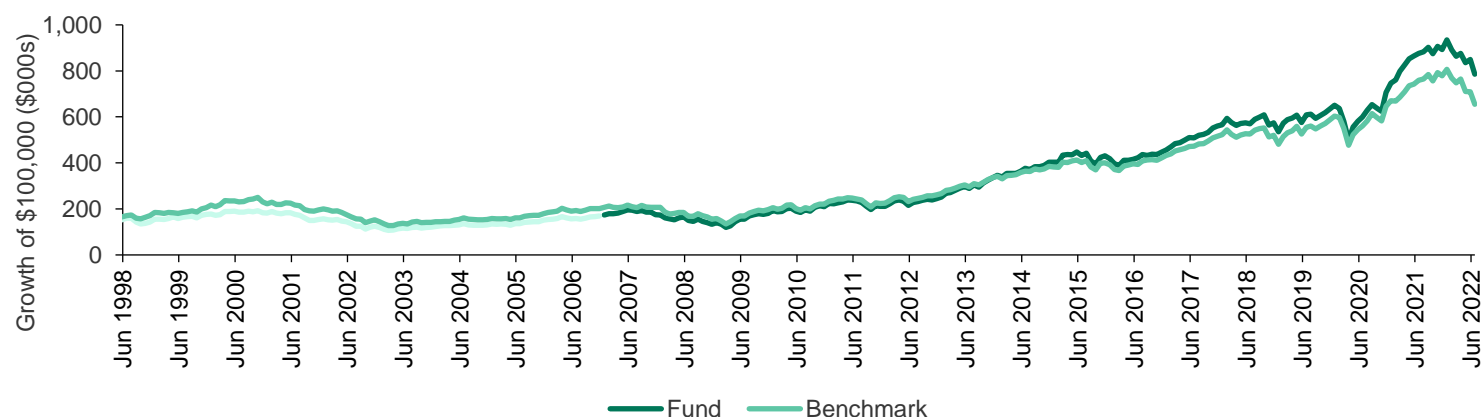
Stock	Sector	Industry	Holding (%)
Microsoft Corp	Information Technology	Software	6.08
Alphabet Inc	Communication Services	Interactive Media & Services	4.96
Unitedhealth Group Inc	Health Care	Health Care Providers & Services	3.49
Totalenergies Se	Energy	Oil Gas & Consumable Fuels	2.34
Petrol Brasileiros	Energy	Oil Gas & Consumable Fuels	2.12
Berkshire Hathaway	Financials	Diversified Financial Services	1.90
Pepsico Inc	Consumer Staples	Beverages	1.85
Apple Inc	Information Technology	Technology Hardware Storage & Peripherals	1.81
Royal Dutch Shell A	Energy	Oil Gas & Consumable Fuels	1.62
Merck & Co	Health Care	Pharmaceuticals	1.50
<b>Total number of stocks</b>			<b>352</b>

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## Growth of \$100,000 since inception

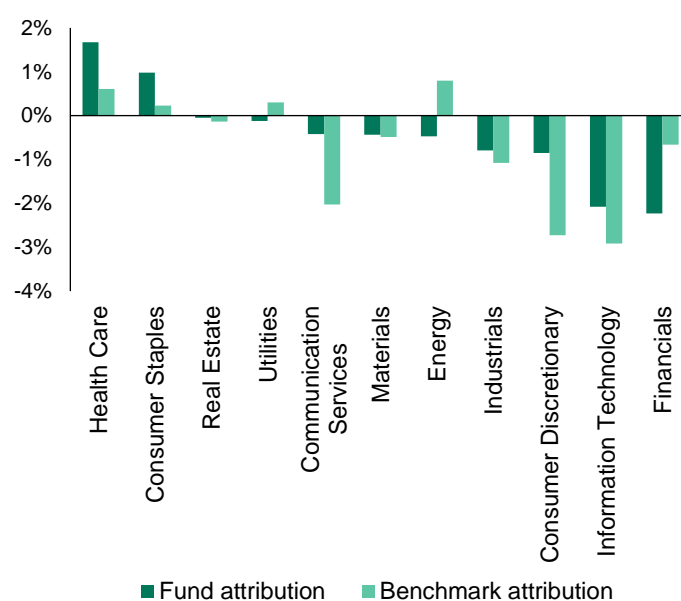


Past performance is not a reliable indicator of future performance. See footnotes to Fund performance table above for further information.

## Sector weights

Sector	Fund (%)	Benchmark (%)
Information Technology	20.06	21.23
Health Care	16.52	12.99
Financials	15.78	14.11
Energy	12.23	4.96
Consumer Discretionary	9.31	11.17
Communication Services	8.21	8.05
Industrials	4.78	9.49
Consumer Staples	4.23	7.65
Materials	3.84	4.40
Utilities	0.47	3.21
Real Estate	0.14	2.75
Cash	4.41	0.00
<b>Total</b>	<b>100</b>	<b>100</b>

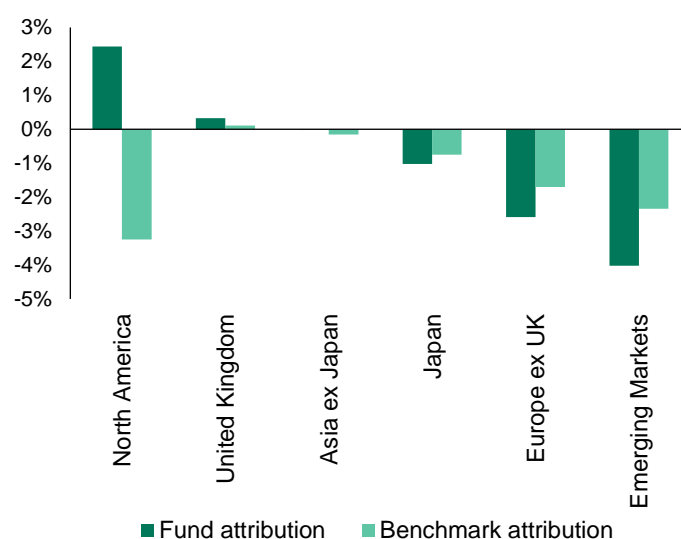
## Sector attribution (12 months to date)



## Region weights

Region	Fund (%)	Benchmark (%)
North America	54.11	65.06
Emerging Markets	14.71	11.91
Europe ex UK	11.65	12.24
Japan	10.33	5.55
United Kingdom	4.39	3.98
Asia ex Japan	0.38	1.26
Cash	4.41	0.00
<b>Total</b>	<b>100</b>	<b>100</b>

## Region attribution (12 months to date)



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### Performance summary

- The Fund returned -7.60% in June 2022, compared with a return for the Benchmark of -7.70%, with a lift in Chinese equities offset by wider developed and emerging market malaise in the face of ongoing inflation fears.
- IT, Financials and Energy led the index lower in June, with Health Care the lone market contributor of note. For the Fund, the largest relative sector contributors were Health Care, as a result of overweight positioning and stock selection in US Health Care, and Communication Services, owing to stock selection in US Communication Services. Energy was the largest relative detractor, driven by overweight positioning in Brazilian Energy, UK Energy, and Italian Energy.
- On a country basis, the US was again the main detractor from index returns, though partially offset by a small positive contribution from Chinese equities. For the Fund, the largest relative contributor was the US, owing to stock selection in US IT and in US Consumer Discretionary, as well as overweight positioning and stock selection in US Health Care. Japan was the largest relative country detractor, driven by stock selection in Japanese IT and in Japanese Industrials, and by overweight positioning in Japanese Materials.
- Arrowstreet employs a quantitative benchmark-aware approach, dynamically taking overweight and underweight positions in countries, sectors, and individual stocks, with the aim of achieving long-term outperformance of its Benchmark. Arrowstreet's core investment style seeks to outperform during a broad range of market environments.

**For more information speak to your financial adviser, call us on 1800 814 523, email [mam.clientservice@macquarie.com](mailto:mam.clientservice@macquarie.com) or visit [macquarieim.com](http://macquarieim.com)**

#### Important information

Weights and attribution breakdown for sector, stocks and region relates to the underlying fund, and is sourced from Macquarie and FactSet.

Macquarie Investment Management Australia Limited ABN 55 092 552 611 AFS Licence 238321 is the issuer of units in, and responsible entity of the Fund.

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