

PENGANA AXIOM INTERNATIONAL ETHICAL FUND HEDGED
DESCRIPTION

The Pengana Axiom International Ethical Fund (Hedged) invests in companies that are dynamically growing and changing for the better, more rapidly than generally expected and where the positive changes are not yet reflected in expectations or valuation.

The Global Equity Strategy seeks dynamic growth by concentrating its investments in global developed markets, and may also invest in companies located in emerging markets.

The investment manager is Axiom Investors, a Connecticut-based global equity fund manager formed in 1998 with over US\$19 billion in assets under Management.

STATISTICAL DATA
VOLATILITY⁸ 9.4%

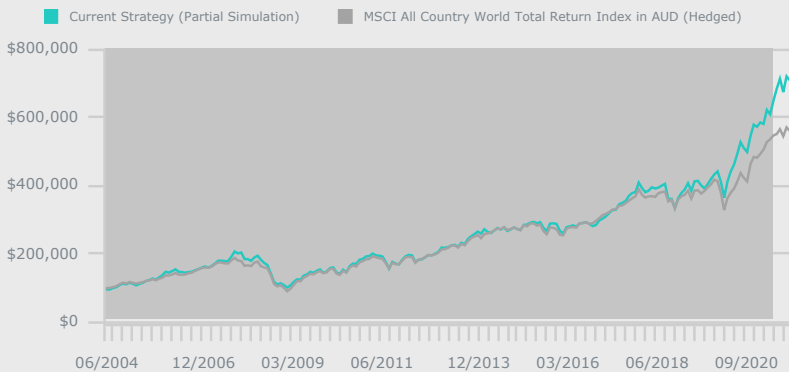
NUMBER OF STOCKS 47

BETA (USING DAILY RETURNS)⁹ 0.75

PERFORMANCE TABLE
NET PERFORMANCE FOR PERIODS ENDING 30 Nov 2021¹
Pengana Axiom International Ethical Fund (Hedged)¹

The Class was established in 1 July 2017. From June 2021 Axiom was appointed as the investment manager for the Fund.

	1M	Since Axiom Appointed June 2021	1Y	3Y	Since Fund Inception July 2017 ³	5Y	Since Strategy Inception July 2004 ⁴
Fund: APIR (HHA0002AU)^{2,3} Managed by Axiom from June 2021	-1.7%	16.3%	20.2%	18.0%	14.6%		
Current Strategy (Partial Simulation)⁵ Axiom Global Equity Strategy			30.2%	25.3%	19.1%	20.4%	11.9%
Index⁶	-1.8%	4.6%	21.2%	16.1%	12.7%	14.2%	10.4%

PERFORMANCE CHART
NET PERFORMANCE SINCE INCEPTION²

TOP HOLDINGS (ALPHABETICALLY)

Adobe Inc	Information Technology
Advanced Micro Devices Inc	Information Technology
Alphabet Inc	Communication Services
Amazon	Consumer Discretionary
Asml Holdings	Information Technology
Danaher	Health Care
Microsoft	Information Technology
ServiceNow Inc	Information Technology
Sony Group Corp	Consumer Discretionary
Tesla Inc	Consumer Discretionary

SECTOR BREAKDOWN

Consumer Discretionary	18.6%
Consumer Staples	2.6%
Financials	4%
Health Care	12.8%
Industrials	11%
Information Technology	38.7%
Communication Services	11.7%
Cash	0.6%

CAPITALISATION BREAKDOWN

Under 5bn USD	2.1%
In between 5bn - 10bn USD	1.6%
In between 10bn - 50bn USD	17.9%
In between 50bn - 150bn USD	26.4%
In between 150bn - 500bn USD	27.8%
Above 500bn USD	23.5%
Cash	0.6%

REGION BREAKDOWN

North America	73.5%
Europe ex-UK	15.4%
Emerging Markets - Asia	3%
Japan	6.5%
Asia Pacific ex-Japan	1%
Cash	0.6%

AN EVENTFUL MONTH

COMMENTARY

During November 2021, the Pengana Axiom International Ethical Fund (Hedged) ("Fund") outperformed slightly with a return of -1.7% versus the MSCI All Country World Index (Hedged) ("Index") return of -1.8%.

The Fund outperformed the Index during an eventful month that ultimately ended with a drawdown in equities.

In the US, Jerome Powell's confirmation as Federal Reserve Bank chairman resulted in a positive start to the month as markets cheered the certainty from a continuation in current monetary policy, but that proved short-lived as policy rhetoric shifted towards a more hawkish stance on tapering and rate increases later in the month. In addition, a spike in COVID cases related to the spread of the Omicron variant drove a further risk-off sentiment especially towards the end of the month. The net impact of these events was a reduction in long-term interest rates on growth fears and an increase in short-term interest rates on hawkish monetary policy stance driving a flattening in the yield curve. As a result, financials and other economically sensitive sectors drove the market lower, while growth stocks outperformed. Accordingly, the Funds positive sector allocation offset negative returns from security selection during the month.

At the stock level, AMD, Hermes and Danaher were top performers, while Square, Generac and Chegg were significant detractors. The COVID spike drove outperformance for Danaher due to their business in vaccine manufacturing. The Fund sold American education technology company Chegg as growth slowed beyond expectations on less college students enrolling in the current academic year due to financial constraints and labor opportunities.

The Fund continues to overweight information technology, consumer discretionary and communication services and underweight financials, materials, and energy. In November, we added capital to consumer discretionary and health care, while reducing communication services. We initiated a new position in B1-rated private equity firm Blackstone and exited Activision and Chegg.

FEATURES

APIR CODE	HHA0002AU
REDEMPTION PRICE	A\$ 3.1752
FEES *	Management Fee: 1.35% p.a
MINIMUM INITIAL INVESTMENT	\$10,000
FUM AT MONTH END	A\$ 64.95m
STRATEGY INCEPTION DATE	1 July 2004
BENCHMARK	MSCI All Country World Total Return in AUD (Hedged)

FUND MANAGERS



Bradley Amoils
Managing Director/Portfolio Manager



Andrew Jacobson
CEO/Chief Investment Officer

1. From 4 June 2021 the capital component of the foreign currency exposure for the Fund is hedged back to Australian dollars.
 2. Axiom was appointed fund manager as of 5 May 2021. June 2021 represents the first full month of Axiom managing the Fund.
 3. Inception date 1 July 2017. Figures shown are calculated from the continuous performance of both the current and previous strategies. For performance see row labelled Fund: APIR (HHA0002AU) in the table above which is the continuous performance of both the current and previous strategies.
 4. Axiom Global Equity Strategy inception 1 Jul 2004.
 5. Prior to 1 June 2021, the Axiom Global Equity Strategy performance (labeled 'Current Strategy (Partial Simulation)' and shown in the shaded area) includes the strategy performance simulated by Pengana from the monthly gross USD returns of the Axiom Global Equity strategy. The Axiom Global Equity Strategy performance does not include the Pengana ethical screen
 6. Prior to 4 June 2021 hedged performance has been simulated by Pengana for both the Fund and Index. This was done by: 1) using 3 month rolling forwards to hedge movements in the AUD/USD spot rate, and 2) deducting the Pengana International Ethical Fund (Hedged) management fee of 1.35% p.a. from the Fund's performance.
 7. Performance for periods greater than 12 months are annualised. Net performance figures are shown after all fees and expenses, and assume reinvestment of distributions. No allowance has been made for buy/sell spreads. Past performance is not a reliable indicator of future performance, the value of investments can go up and down.
 8. Annualised standard deviation since inception.
 9. Relative to the MSCI All Country World Total Return in AUD (Hedged).
- *For further information regarding fees please see the PDS available on our website.

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