

## Monthly Factsheet

30 April 2023

<b>Fund Managers - Global Opportunities team</b>
<b>Andrew Hall</b> Fund Manager (Lead)
<b>Stephen Anness</b> Fund Manager
<b>Fund facts at a glance</b>
<b>Asset class</b> Global equities
<b>Objective<sup>1</sup></b> To provide long-term capital growth through a portfolio of global equities
<b>Management style</b> Fundamental, bottom-up approach driven by valuation
<b>Benchmark Hedged - Class A</b> MSCI All Country World Net TR Index - hedged in A\$
<b>Unhedged</b> MSCI All Country World Net TR Index - unhedged in A\$
<b>Risk profile</b> Very high
<b>Time horizon</b> 7 years
<b>Distribution frequency</b> Half-yearly
<b>Inception date</b> Hedged - Class A: 31/8/94 Unhedged: 31/8/99
<b>MER/ICR</b> 0.95% (both funds)
<b>Buy/Sell Spread</b> 0.20%/0.20%
<b>APIR code</b> Hedged - Class A: GTU0008AU  Unhedged: GTU0102AU

### Performance analysis - hedged - Class A (periods to 30 April 2023)

Net performance			
Periods	Fund %	Benchmark %	Value added %
1 month	1.08	1.34	-0.26
3 months	3.23	1.70	1.53
6 months	16.08	9.05	7.03
1 year	5.54	0.62	4.92
2 years p.a.	1.01	-1.27	2.28
3 years p.a.	14.62	11.01	3.61
5 years p.a.	4.27	6.55	-2.28
7 years p.a.	8.58	9.06	-0.48
10 years p.a.	8.95		
Calendar year to date	11.33	8.03	3.30
Financial year to date	14.42	9.30	5.12
Since inception p.a.	6.76		

The Fund returns are shown after ongoing fees and assumes reinvestment of income. Past returns are not a reliable indicator of future returns. Future returns may be affected by a range of factors including economic and market influences.

#### Benchmark history - hedged:

- From inception to 30/09/02 = MSCI World Index (net dividends reinvested) - unhedged in \$A
- From 01/10/02 = MSCI World ex Australia Index (net dividends reinvested) - hedged in A\$
- From 1/4/03 = MSCI World Index (net dividends reinvested) - hedged in A\$
- Current from 5/5/16 = MSCI All Country World Net TR Index - hedged in A\$

### Performance analysis - unhedged Fund (periods to 30 April 2023)

Net performance			
Periods	Fund %	Benchmark %	Value added %
1 month	2.81	2.80	0.01
3 months	10.54	8.30	2.24
6 months	16.16	9.03	7.13
1 year	16.72	9.75	6.97
2 years p.a.	9.78	6.21	3.57
3 years p.a.	16.00	11.69	4.31
5 years p.a.	7.75	9.91	-2.16
7 years p.a.	10.86	11.45	-0.59
10 years p.a.	12.73		
Calendar year to date	15.72	11.70	4.02
Financial year to date	22.20	15.84	6.36
Since inception p.a.	5.22		

The Fund returns are shown after ongoing fees and assumes reinvestment of income. Past returns are not a reliable indicator of future returns. Future returns may be affected by a range of factors including economic and market influences.

#### Benchmark history - unhedged:

- From inception to 30/09/02 = MSCI World Index (gross dividends reinvested) - unhedged in \$A
- From 01/10/02 = MSCI World Index (net dividends reinvested) - unhedged in A\$
- Current from 5/5/16 = MSCI All Country World Net TR Index - unhedged in A\$

Note: The Funds strategy changed from a quantitative global equity strategy to a fundamental, high conviction global equity strategy, effective from 5th May 2016. Shaded areas in the tables above show the returns prior to the change in strategy.

**Fund analysis (as at 30 April 2023)**

<b>Assets under management</b>		<b>A\$m</b>
Hedged fund AUM:		33.01
Unhedged fund AUM:		58.48
Strategy AUM:		2,678.28

<b>Region allocation</b>			
<b>Country</b>	<b>Fund %</b>	<b>Benchmark %</b>	<b>Active weight %</b>
Africa	0.00	0.39	-0.39
Asia Ex Japan	5.29	9.06	-3.78
Australia	0.00	1.89	-1.89
Europe - EMU	5.46	8.91	-3.45
Europe - Non-EMU	12.92	8.53	4.39
Japan	0.00	5.45	-5.45
Latin America	0.00	0.29	-0.29
North America	74.32	63.90	10.42
South America	0.00	0.64	-0.64
[Other]	0.00	0.95	-0.95
Cash [net of payables]	2.02	0.00	2.02

<b>Sector allocation</b>			
<b>Sector</b>	<b>Fund %</b>	<b>Benchmark %</b>	<b>Active weight %</b>
Communication Services	4.73	7.34	-2.62
Consumer Discretionary	9.10	10.88	-1.79
Consumer Staples	8.85	7.63	1.22
Energy	3.30	5.08	-1.78
Financials	18.35	14.16	4.19
Health Care	8.65	12.56	-3.91
Industrials	16.74	10.10	6.64
Information Technology	26.45	22.05	4.41
Materials	1.82	4.80	-2.98
Real Estate	0.00	2.43	-2.43
Utilities	0.00	2.98	-2.98
Cash [net of payables]	2.02	0.00	2.02

<b>Five largest overweight positions</b>			
<b>Security</b>	<b>Fund %</b>	<b>Benchmark %</b>	<b>Active weight %</b>
RELX PLC	3.21	0.00	3.21
Samsung Electronics Co., Ltd.	3.50	0.38	3.12
Nestle S.A.	3.57	0.58	2.98
Danaher Corporation	3.16	0.27	2.89
3i Group plc	2.78	0.04	2.74

<b>Five largest underweight positions</b>			
<b>Security</b>	<b>Fund %</b>	<b>Benchmark %</b>	<b>Active weight %</b>
Apple Inc.	1.74	4.44	-2.70
Alphabet Inc. Class A	0.00	1.06	-1.06
Meta Platforms Inc. Class A	0.00	0.89	-0.89
Exxon Mobil Corporation	0.00	0.80	-0.80
Tesla, Inc.	0.00	0.73	-0.73

<b>10 largest holdings</b>			
<b>Security</b>	<b>Fund %</b>	<b>Benchmark %</b>	<b>Active weight %</b>
Microsoft Corporation	4.99	3.58	1.40
Nestle S.A.	3.57	0.58	2.98
Samsung Electronics Co., Ltd.	3.50	0.38	3.12
Berkshire Hathaway Inc. Class B	3.30	0.70	2.60
RELX PLC	3.21	0.00	3.21
Danaher Corporation	3.16	0.27	2.89
UnitedHealth Group Incorporated	2.85	0.76	2.09
3i Group plc	2.78	0.04	2.74
Intercontinental Exchange, Inc.	2.75	0.10	2.65
Texas Instruments Incorporated	2.55	0.25	2.30

<b>Market capitalisation allocation</b>			
<b>Ranges</b>	<b>Fund %</b>	<b>Benchmark %</b>	<b>Active weight %</b>
\$500M - \$1B	0.00	0.01	-0.01
\$1B - \$2B	0.54	0.19	0.36
\$2B - \$5B	0.00	1.94	-1.94
\$5B - \$10B	1.42	3.85	-2.43
\$10B - \$25B	1.06	11.55	-10.49
\$25B - 50B	10.85	12.12	-1.27
\$50B - 100B	16.13	16.86	-0.74
> \$100B	67.98	53.49	14.50
Cash [net of payables]	2.02	0.00	2.02

The data in the fund analysis tables above (not including the AUM table) is based on the underlying portfolio, i.e. the unhedged fund (Fund), into which the hedged fund directly invests.

Note: Security selection will change. You should not rely on this statement in making an investment decision about any security, but should make your own independent enquiries.

**Market review**

Global equities continued their upward trajectory in April buoyed by a strong start to the current earnings season. US indices moved higher on the back of good results from a number of its large cap names, while European bourses proved to be strong too. Asian equities endured a more difficult month led lower by China and internet-related stocks in particular as investors appeared to question the strength of their post-Covid economic rebound.

---

**Contributors to performance**

The Global Opportunities in Australia fund rose in value and outperformed the MSCI AC World index over the month on unhedged basis.

Kotak Mahindra Bank was the best performing holding on a relative basis, supported by a combination of good 4Q22 results and the broader rally in Indian stocks. Other strong performers included Berkshire Hathaway and Nestle. Berkshire was boosted by the release of strong earnings from some of its key underlying holdings. Similarly, Nestle's Q1 results were better than consensus estimates and surprised on the upside. Elsewhere, not owning Tesla was also highly favourable to relative performance as the stock fell sharply following further price cuts to its EV models.

At the other end, Texas Instruments was one of the most notable detractors. The company's Q1 results were mostly in line with estimates but the forward guidance was slightly below consensus expectations which saw the share price come under pressure.

---

**Market outlook and portfolio strategy**

It is hard to know whether the recent travails in the banking sector will manifest themselves in something more pernicious for the wider economy. We have lived in a world of very low interest rates and abundant liquidity for many years. As interest rates rise, we are seeing it test business models that relied on cheap financing and stable inflation. It seems almost certain that the US regional banks will have to endure a period of much tougher regulation. The result will likely be tightening lending standards into the real economy.

We believe that the businesses in the portfolio are sufficiently robust to manage through a tougher economic backdrop. Where we own cyclical businesses, we have focused on those with the strongest balance sheets. We will remain alive to the threats posed by this evolving interest rate and liquidity backdrop. If we sense a disruptive change, we won't hesitate to adjust positions to control risk.

---

**Contact**

Tel: 1800 813 500  
Email: [clientservices.au@invesco.com](mailto:clientservices.au@invesco.com)  
Website: [www.invesco.com/au](http://www.invesco.com/au)

---

**Notes**

<sup>1</sup>Invesco does not guarantee that the Fund will achieve its objective.

---

**Important Information**

This document has been prepared by Invesco Australia Ltd (Invesco) ABN 48 001 693 232, Australian Financial Services Licence number 239916, who can be contacted on freecall 1800 813 500, by email to [clientservices.au@invesco.com](mailto:clientservices.au@invesco.com), or by writing to GPO Box 231, Melbourne, Victoria, 3001. You can also visit our website at [www.invesco.com/au](http://www.invesco.com/au).

This document contains general information only and does not take into account your individual objectives, taxation position, financial situation or needs. You should assess whether the information is appropriate for you and consider obtaining independent taxation, legal, financial or other professional advice before making an investment decision. A Product Disclosure Statement (PDS) and Target Market Determination for any Invesco fund referred to in this document is available from Invesco. You should read the PDS and consider whether a fund is appropriate for you before making a decision to invest.

Invesco is authorised under its licence to provide financial product advice, deal in financial products and operate registered managed investment schemes. If you invest in an Invesco Fund, Invesco may receive fees in relation to that investment. Details are in the PDS. Invesco's employees and directors do not receive commissions but are remunerated on a salary basis. Neither Invesco nor any related corporation has any relationship with other product issuers that could influence us in providing the information contained in this document.

Investments in the Invesco funds are subject to investment risks including possible delays in repayment and loss of income and principal invested. Neither Invesco nor any other member of the Invesco Ltd Group guarantee the return of capital, distribution of income, or the performance of any of the Funds. Any investments in the Funds do not represent deposits in, or other liabilities of, any other member of the Invesco Ltd Group.

Invesco has taken all due care in the preparation of this document. To the maximum extent permitted by law, Invesco, its related bodies corporate, directors or employees are not liable and take no responsibility for the accuracy or completeness of this document and disclaim all liability for any loss or damage of any kind (whether foreseeable or not) that may arise from any person acting on any statements contained in this document. This document has been prepared only for those persons to whom Invesco has provided it. It should not be relied upon by anyone else.

© Copyright of this document is owned by Invesco. You may only reproduce, circulate and use this document (or any part of it) with the consent of Invesco.