

# INSPIRE AUSTRALIAN EQUITIES FUND

Quarterly Report | June 2021



## FUND OVERVIEW

The fund is a diversified portfolio of Australian equities across a range of impact focus areas and seeks to demonstrate a financial return with a measurable and positive impact on society or the environment. The Fund aims to deliver outperformance above the S&P/ASX All Ordinaries Accumulation Index.

## COMMENTARY

Reflecting our preference to provide new capital to existing portfolio companies, we participated in an options block trade in Wide Open Agriculture in June and then exercised those options to increase the Fund's weighting to the stock. Wide Open Agriculture is an ethical food company that sources produce from farmers with regenerative agriculture practices. Their main consumer brands are Dirty Clean Food and OatUP and they are developing a plant-based protein to create alternative food products using lupin.

During the quarter, Wide Open Agriculture made several announcements including the preliminary nutritional analysis for their lupin protein. The attributes demonstrated potentially make lupin suitable for plant-based meat alternatives, high protein noodles, and egg white replacer. They also announced expansion of OatUP distribution into NSW and Victoria, as well as advancing discussions nationally and internationally. OatUP is the world's first regenerative and carbon-neutral oat milk. Wide Open Agriculture is well-positioned given the increasing demand for plant-based food alternatives and oat milk and as demand for their products increases, this facilitates more farmland moving to regenerative practices.

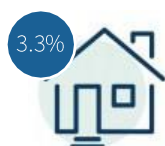
The company has identified carbon as their key measure of impact. Their key practices to sequester carbon and reduce emissions include scaling up regenerative farming practices across Western Australia; increasing access to plant-based food and drinks; eliminating food waste; and reducing emissions in transport and refrigeration. This is consistent with our Fund's aim to reduce carbon through investing in renewable energy companies and purchasing carbon offsets equivalent to our share of portfolio companies' emissions. For a more detailed look at our approach, please contact Alex Keen to receive our latest Insights report or join our webinar on 22 July.

## KEY FACTS

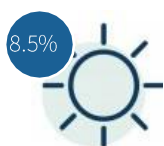
INCEPTION	31/01/2017
DOMICILE & STATUS	Registered Managed Investment Scheme domiciled in Australia
HOLDINGS	47 stocks
LIQUIDITY	Daily
BASE CURRENCY	Australian dollars
DISTRIBUTIONS	Paid annually, shortly after 30 June; reinvested unless otherwise instructed
MINIMUM INVESTMENT	\$10,000

**FUND IDENTIFIER**  
APIR: ETL6826AU

## OUR IMPACT FOCUS AREAS



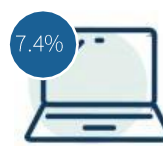
AFFORDABLE HOUSING



RENEWABLE ENERGY



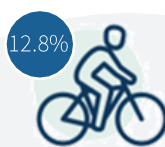
FINANCIAL INCLUSION



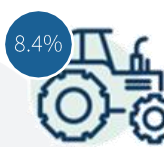
EDUCATION



CARE AND SUPPORT



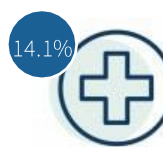
LIFESTYLE AND HEALTHY LIVING



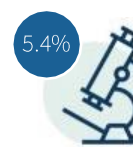
LAND AND RESOURCE MANAGEMENT



WELLBEING: MEDICAL DEVICES



WELLBEING: HEALTHCARE SERVICES



WELLBEING: PHARMACEUTICALS

PERFORMANCE	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	3 YEARS	SINCE INCEPTION
<b>Fund (net of fees)</b>	<b>-2.17%</b>	<b>1.90%</b>	<b>5.60%</b>	<b>23.94%</b>	<b>11.87%</b>	<b>12.87%</b>
Index	2.56%	8.66%	12.58%	30.24%	10.30%	10.96%
Active Return (net of fees)	-4.73%	-6.76%	-6.98%	-6.30%	1.57%	1.91%

Source: Mainstream Fund Services

All returns are shown to two decimal places. Returns for periods of more than one year are annualised. Total returns include realised and unrealised gains and losses plus income and are time-weighted rates of return that adjust for external cash flows. Valuations are computed and performance reported in Australian dollars. Gross-of-fees performance returns are presented before management and performance fees but after all trading expenses. Past performance is not an indicator of future performance.

# INSPIRE AUSTRALIAN EQUITIES FUND

Quarterly Report | March 2021



## WHY IMPACT INVESTING?

Directing capital to solve problems is more effective if the for-profit business sector is actively engaged. Your capital is invested in companies that **generate positive social and environmental impacts along with financial returns.**

The industries in which these companies operate tend to have structural growth tailwinds which, when combined with active stock selection, provides the opportunity to **generate superior investment returns.**

## WHY INSPIRE AUSTRALIAN EQUITIES?

As a specialist equity investor with a focus on small company investing, Inspire has the investment resources and network to identify companies that combined positive impact with attractive investment potential.

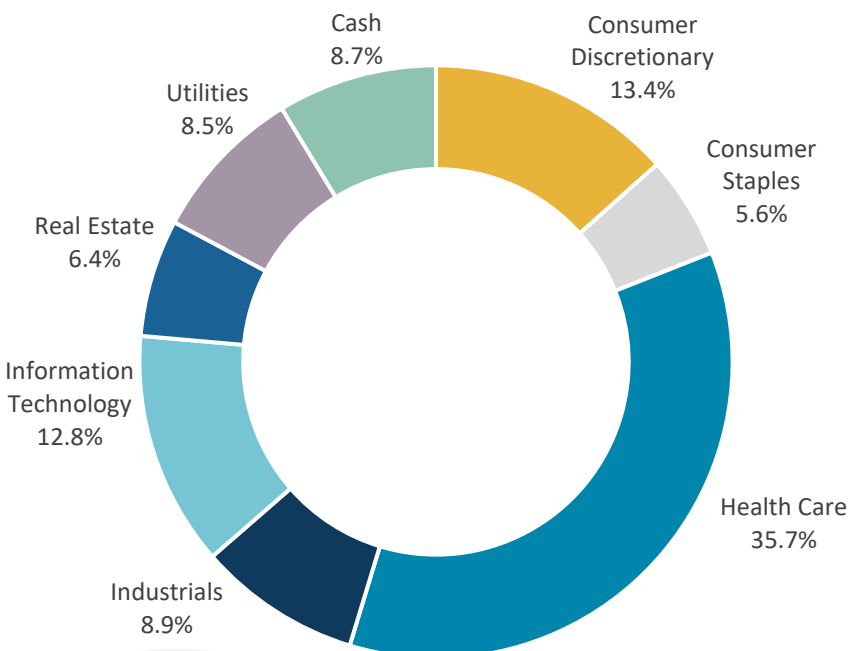
Inspire Australian Equities is a partnership with Inspire Impact, a dedicated impact investment company.

The portfolio is managed by Kerry Series, an experienced equity investor.

## FEES

INVESTMENT MANAGEMENT FEE	1.03% pa
OTHER FEES AND EXPENSES	Up to 0.36% pa
TOTAL MANAGEMENT COSTS	1.39% pa
PERFORMANCE FEE	20.5% over benchmark
BENCHMARK	S&P All Ord Accum Index

## SECTOR ALLOCATION



TOP 5 HOLDINGS	PORTFOLIO WEIGHT
Genex Power	6.2%
Wisr	6.2%
Probiotec	5.4%
Proteomics	5.4%
Wide Open Ag	4.3%

Source: Inspire Australian Equities (Inspire). Please note that Inspire may reallocate stocks' sector classifications wherein Inspire's view it is appropriate to do so

## IMPORTANT INFORMATION

Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298) AFSL 240975, is the Responsible Entity for the Inspire Australian Equities Fund ("the Fund"). 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). The Investment Manager for the Fund is Inspire Australian Equities Pty Ltd ("Inspire") (ABN 56 635 773 974), an Authorised Representative of Liverpool Partners Pty Ltd ("Liverpool") (ABN 61 159 465 193) AFSL 429777. This publication has been prepared by Inspire to provide you with general information only. In preparing this publication, 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 Inspire, Liverpool, 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 before making a decision about whether to invest in this product."