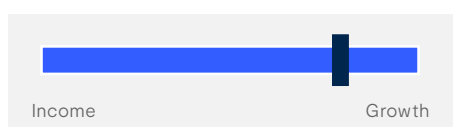


# ECP Growth Companies Fund

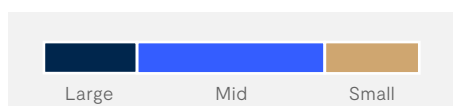
Fund report | June 2021



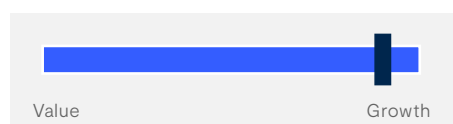
## Capital growth vs income .....



## Mid cap bias .....



## Investment style .....



## Key facts .....

### Investment strategy

A high conviction, Australian equities portfolio designed to deliver alpha above benchmark

### Investment objective

Outperform index by over 2-4% p.a. over 5 years

### Benchmark index

S&P/ASX 300 Accumulation Index

### Fund Manager

ECP Asset Management

### Inception date

Jan 2020 (strategy commenced 2012)

### Management fee

0.90% p.a.<sup>1</sup>

### Performance fee

15.375% of benchmark outperformance<sup>1</sup>

### Number of stocks

Typically 25-30

### Ratings

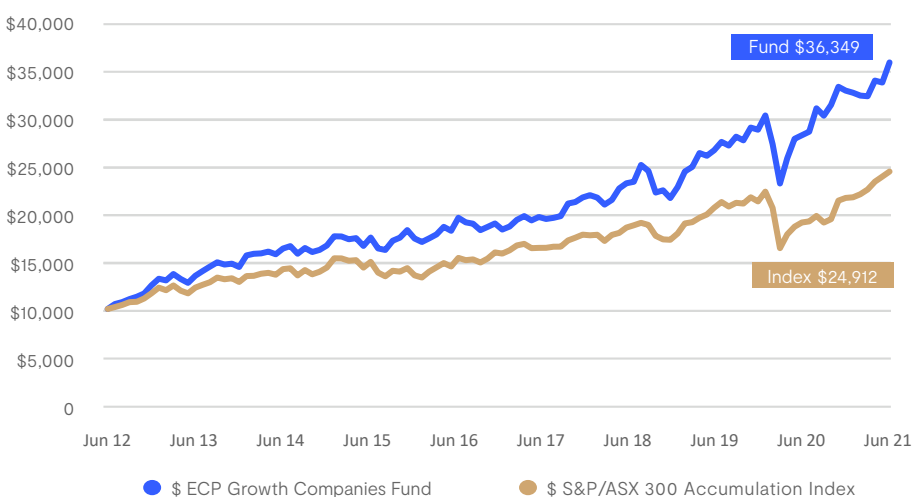
Lonsec Recommended  
Zenith Recommended

## Performance\* .....

At month end	1 mth	3 mth	6mth	1 yr	3 yr	5yr	Incep.*
ECP Growth Companies Fund	6.3	11.0	9.0	27.3	15.7	14.6	15.6
S&P/ASX 300 Accumulation Index	2.3	8.5	13.0	28.5	9.8	11.3	10.8
Outperformance	4.0	2.5	-4.0	-1.2	5.9	3.3	4.8

\*(% returns greater than one year are per annum) | \*Inception of the ECP Growth Companies Fund for performance calculation purposes is 31 July 2012 (based on the underlying strategy ECPAM All Cap strategy returns).

## Performance comparison of \$10,000 since inception .....



## Monthly commentary .....

Altium Limited (ALU) recently outperformed following an acquisition offer made by global engineering software company Autodesk, which was subsequently rejected by ALU's Board. We were pleased to see another world leading computer aided design company pursue ownership of ALU, and believe it is a testament of the quality of the software it has built for the printed circuit board design industry. We support the Board's decision to reject the acquisition attempt given we see a substantial long-term growth opportunity for Altium, as it penetrates the enterprise software market, and progresses its industry ecosystem vision.

Nuix Ltd (NXL) underperformed during June which saw more negative headlines impact sentiment. Namely, the CFO resigned "by mutual agreement" along with reports he is being investigated by ASIC and the AFP after alleged insider trading claims. The CEO also announced his retirement, but will stay on until a new executive search is completed and leadership is successfully transitioned. With a key pillar of our investment framework ('management stability') being tested, we have continued to undertake on-going, ex-employee due diligence to understand the cultural evolution within Nuix, and further test our thesis that the core organisation has the internal leadership ingredients to drive its growth strategy. We are encouraged by CEO Vawdrey's decision to remain in his role indefinitely until a suitable successor is found.

1800 442 129

clientservices@copiapartners.com.au

copiapartners.com.au

In partnership with **COPIA**

## Sector allocation.....

GICS sector	ECP %	Index %	+/- %
Communication Services	5.75	5.05	-0.70
Consumer Discretionary	14.55	8.75	5.80
Consumer Staples	2.53	4.65	-2.12
Energy	0.00	3.47	-3.47
Financials	29.99	26.88	3.11
Health Care	16.90	9.65	7.25
Industrials	0.00	7.01	-7.01
Information Technology	14.12	5.28	8.84
Materials	9.06	20.77	-11.72
Real estate	0.00	7.04	-7.04
Utilities	0.00	1.45	-1.45
Cash	7.11	-	-
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-</b>

## Top 10 holdings .....

Company	Weight %
MAGELLAN FINANCIAL	7.11
HUB24	6.71
MACQUARIE GROUP	6.28
CSL	6.00
RESMED	5.53
RIO TINTO	5.01
COCHLEAR	4.24
ALTIUM	4.14
PENDAL	4.13
DOMINO'S PIZZA	4.08

## Key contributors .....

Company	Weight %
ALTIUM	4.14
RESMED	5.53
MAGELLAN FINANCIAL	7.11

## Key detractors.....

Company	Weight %
NUIX	1.24
CSL	6.00
COSTA GROUP	2.53

## Portfolio metrics (5yr).....

Portfolio IRR	7.68
Beta	0.97
Downside capture	0.92

## Why ECP?

-  A highly rated Australian equity investment capability available to Australian investors through Copia
-  Fund investment strategy is one of Australia's top performers in its category over the past decade<sup>2</sup>
-  Fund aims to boost portfolio performance by capturing the alpha of selected Australian companies as they grow
-  High conviction, all cap approach may blend well with other highly diversified investment strategies such as passive funds or ETFs

## Contact Copia

 1800 442 129    [clientservices@copiapartners.com.au](mailto:clientservices@copiapartners.com.au)    [copiapartners.com.au](http://copiapartners.com.au)

<sup>1</sup> inclusive of GST, net of RITC   <sup>2</sup> Based on industry performance surveys for the ten years ending January 2020. For further information on fund performance or industry surveys used as reference in this document, please contact Copia.

Disclaimer: The total return performance figures quoted are historical, calculated using hard close, end-of-month mid-prices and do not allow for the effects of income tax or inflation. Total returns assume the reinvestment of all distributions. The performance is quoted net of all fees and expenses. The index does not incur these costs. This information is provided for general comparative purposes. Past performance is not a reliable indicator of future performance. Positive returns, which the ECP Growth Companies Fund (the Fund) is designed to provide, are different regarding risk and investment profile to index returns. This document is for general information purposes only and does not take into account the specific investment objectives, financial situation or particular needs of any specific individual. As such, before acting on any information contained in this document, individuals should consider whether the information is suitable for their needs. This may involve seeking advice from a qualified financial adviser. Copia Investment Partners Ltd (AFSL 229316, ABN 22 092 872 056) (Copia) is the issuer of the ECP Growth Companies Fund. A current PDS is available from Copia located at Level 25, 360 Collins Street, Melbourne Vic 3000, by visiting [ecpam.com](http://ecpam.com) or by calling 1800 442 129 (free call). A person should consider the PDS before deciding whether to acquire or continue to hold an interest in the Fund. Any opinions or recommendations contained in this document are subject to change without notice and Copia is under no obligation to update or keep any information contained in this document current. The rating issued August 2020 is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit [lonsec.com.au](http://lonsec.com.au) for ratings information and to access the full report. © 2020 Lonsec. All rights reserved. The Zenith Investment Partners ("Zenith") Australian Financial Services License No. 226872 rating (assigned June 2021) referred to in this document is limited to "General Advice" (as defined by the Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Zenith usually charges the product issuer, fund manager or a related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessment's and at <http://www.zenithpartners.com.au/RegulatoryGuidelines>.