

Key Takeaways

- Global equities were negative in September despite inflation data cooling, with markets increasingly pricing in a scenario of higher-for-longer rates.
- Chinese equities outperformed over the month, driven by supportive policy and increasingly positive macroeconomic data.
- The Antipodes Global Fund – Long outperformed the benchmark over the month and remains ahead over 12 months.

Commentary*

Global equities were negative in September (-3.8%) with information technology, consumer discretionary, utilities and industrials sectors weighing on markets whilst energy, financials, healthcare and communication services outperformed. US equities underperformed (-4.4%) despite inflation data cooling, as the market digested a higher-for-longer rates scenario following hawkish messaging from the Federal Open Market Committee. Economic headwinds were further compounded by a stronger US dollar, and an OPEC+ production cut that led to higher oil prices. European equities were similarly lower (-3.6%), however were assisted by a weaker Euro, more supportive policy and economic data from China.

Asian equities outperformed broader global markets over the month (-2.1%). Chinese equities performed in line with the region and outperformed most developed markets (-2.1%), buoyed by more supportive policy and positive inflections in macroeconomic data despite ongoing concerns around the property sector. Japanese equities outperformed both regionally and globally (-1.8%) as the Bank of Japan continued monetary policy easing.

Elsewhere, Brent Crude (+9.7% in USD) was strong from OPEC+ production cuts, Gold (-4.7%) was weak, whilst the US Dollar (+2.5%) strengthened.

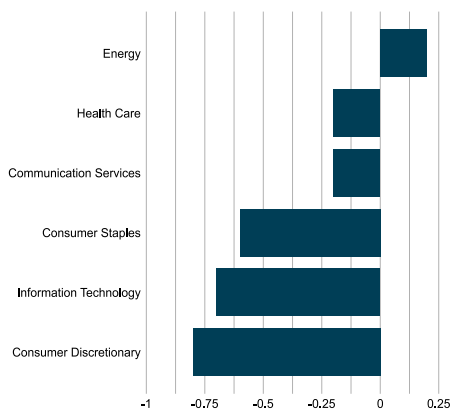
*Illustrative only and not a recommendation to buy or sell any particular security.

Net performance (%)

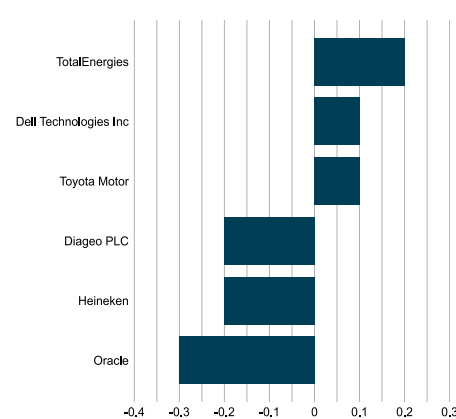
	1 month	3 month	CYTD	1 year	3 year p.a.	5 year p.a.	Inception p.a.
Fund	(3.7)	(1.0)	13.4	23.6	11.6	6.5	9.8
Benchmark	(3.8)	(0.4)	15.6	20.3	10.7	8.9	9.7
Difference	0.1	(0.6)	(2.2)	3.3	0.9	(2.4)	0.0

Past performance is not a reliable indicator of future performance. Returns are quoted in AUD and net of applicable fees, costs and taxes. All p.a. returns are annualised. The inception date of the Antipodes Global Fund – Long (Class P) is 1 August 2015. In order to show performance since the fund's inception, the performance for the period 1 July 2015 to 31 July 2015 is derived from Antipodes Global Fund – Long (Class I) and is adjusted to reflect the fees of Class P.

Top & bottom sector contribution^{1,2} (%)



Top & bottom stock contribution (%)



Market cap exposure³ (%)

Band	Weight	Benchmark
Mega (>\$100b)	33.0	48.6
Large (>\$25b <\$100b)	39.6	31.0
Medium (>\$5b <\$25b)	14.6	19.1
Small (<\$5b)	6.1	1.3

Sector exposure² (%)

Sector	Long	Benchmark
Consumer Discretionary	14.9	11.1
Financials	13.8	15.7
Information Technology	12.2	21.5
Health Care	11.7	11.9
Consumer Staples	8.8	7.1
Communication Services	7.7	7.6
Industrials	7.5	10.3
Energy	5.6	5.3
Materials	5.1	4.5
Utilities	4.1	2.6
Real Estate	2.0	2.2

Regional exposure^{3,4,5} (%)

Region	Long	Benchmark
North America	35.4	65.3
Western Europe	35.3	15.4
- Eurozone	24.8	7.8
- United Kingdom	7.1	3.4
- Rest Western Europe	3.3	4.2
Developing Asia/EM	17.2	9.0
- China/Hong Kong	11.1	4.0
- Rest Developing Asia/EM	6.2	5.1
Developed Asia	4.7	8.2
- Korea/Taiwan	2.8	2.8
- Japan	1.9	5.4
Australia	0.7	1.9
Total Equities	93.3	100.0
Cash	6.7	0.0
Totals	100.0	100.0

Top 10 equity longs³ (%)

Name	Country	Weight
Merck	United States	3.6
Sanofi	France	3.5
TotalEnergies	France	3.3
Baidu	China/HK	2.8
Oracle	United States	2.7
Meta Platforms	United States	2.5
Alibaba	China/HK	2.5
Siemens	Germany	2.4
Tesco	United Kingdom	2.4
Microsoft	United States	2.3

Fund facts

Characteristics	
Investment manager	Antipodes Partners Limited
Inception date	1 July 2015
Benchmark	MSCI All Country World Next Index in AUD
Management Fee	1.20% p.a.
Performance Fee	15% of net return in excess of benchmark
Risk/Return profile	High
Buy/Sell spread	±0.30%
Minimum Investment	\$25,000
Distributions	Annual, 30 June
Asset value	
Fund AUM	\$634m
Strategy AUM	\$5,409m
Unit redemption price	1.1308

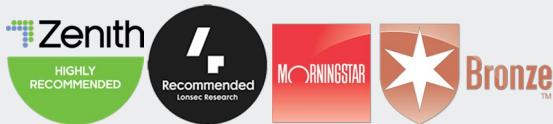
Performance & risk summary⁶

	Portfolio	Benchmark
Standard deviation	10.8%	10.9%
Sharpe ratio	0.90	0.76
Information ratio	0.24	-
Beta	0.84	-
Stock count (long)	64	-
Average net exposure	89.5%	-
Upside capture ratio	92	-
Downside capture ratio	73	-

Fund features

- Objective to achieve absolute returns in excess of the benchmark over the investment cycle (typically 3-5 years)
- In the absence of finding individual securities that meet minimum risk-return criteria, cash may be held to maximum 25%
- Flexibility to hedge for risk management purposes:
 - Currency exposure of the underlying stock position (net short currency position not permitted)
 - Equity market exposure via exchange traded derivatives (limited to 10% of NAV)
 - Leverage not permitted
- This product is likely to be appropriate for a consumer seeking capital growth to be use as a small allocation within a portfolio where the consumer has a minimum investment timeframe of 5 years, and high risk/return profile

Fund ratings



Further information

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1 Based on gross returns in AUD

2 GICS classification

3 Call (put) options represented as the current option value (delta adjusted exposure)

4 Antipodes classification

5 Where possible, regions, countries and currencies classified on a look through basis

6 All metrics are based on gross of fee returns in AUD terms since inception. The upside/downside capture ratio is the percentage of benchmark performance captured by the fund during months that the benchmark is up/down. Standard deviation is a measure of risk with a smaller figure indicating lower return volatility. The Sharpe ratio measures returns on a risk adjusted basis with a figure > 1 indicating a higher return than the benchmark for the respective levels of return volatility.

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Link to [Product Disclosure Statement](#)

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Antipodes Global Fund – Long (Class P) received a Morningstar Analyst Rating™ of 'Bronze' on 16 April 2023.