

Global Thematic Share Fund

Fund Focus - May 2022



Investment Strategy

The Fund generally invests in a broad selection of securities listed on foreign stock exchanges. The Fund will actively hedge up to 40% of the Fund's exposure to international currency back to Australian dollars.

Portfolio Characteristics

Funds Under Management	\$254.06m
Number of Holdings	104
Turnover Ratio %	21.83
Latest Distribution Date	30 June 2021
Latest Distribution Amount	0.0120
Benchmark	MSCI World (ex Australia) Accumulation Index in \$A (net dividend reinvested)

Fund Facts

APIR Code	ZUR0061AU
Inception Date	25 July 1997
Total Est. Management Cost %	0.99
Est. Transactional Op. Cost %	Nil
Buy/Sell Spread %	0.04
Distribution Frequency	Semi Annually
Underlying Fund Manager	Lazard Asset Management Pacific Co

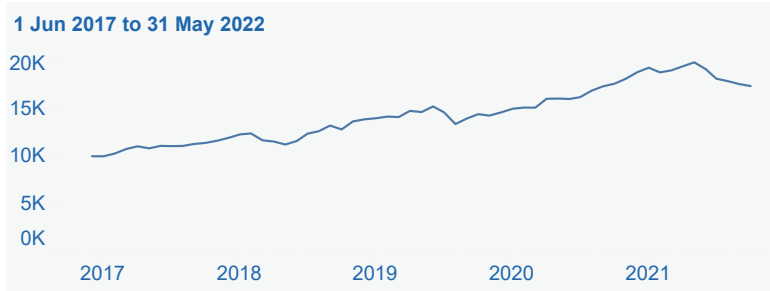
Fund Performance After Fees*

	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Distribution	0.00	0.00	0.83	1.85	14.17	5.68
Growth	-1.24	-4.31	-2.23	8.86	-3.17	1.25
Total	-1.24	-4.31	-1.40	10.71	11.01	6.93
Benchmark	-0.83	-4.82	2.64	11.43	10.57	6.67

Market Exposure

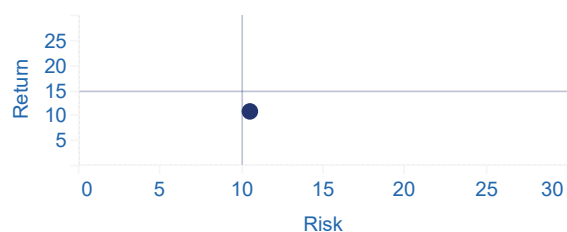


Investment Growth (\$10,000)

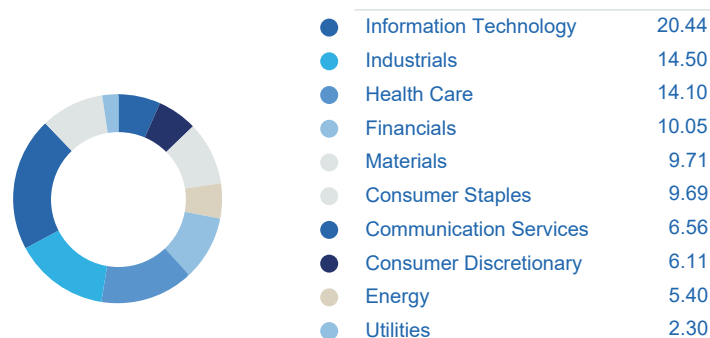


Risk Reward

1 Jun 2017 to 31 May 2022



Portfolio Equity Sectors (%)



Top 10 Holdings (%)

	Weight	Benchmark
Microsoft Corp	2.12	3.68
Thermo Fisher Scientific	1.42	0.42
Unitedhealth Group	1.42	0.89
BP	1.39	0.00
Totalenergies	1.32	0.28
Danaher Corp	1.31	0.34
Iberdrola	1.29	0.13
Coca Cola (The)	1.28	0.50
Analog Devices	1.28	0.17
Waste Management	1.24	0.12

Risk Statistics

1 Jun 2017 to 31 May 2022

Std Dev	10.45
Alpha	1.28
Beta	0.91
Sharpe Ratio (arith)	1.05
Up Capture Ratio	94.35
Down Capture Ratio	86.13
Currency Management %	0

Global Thematic Share Fund

Fund Focus - May 2022

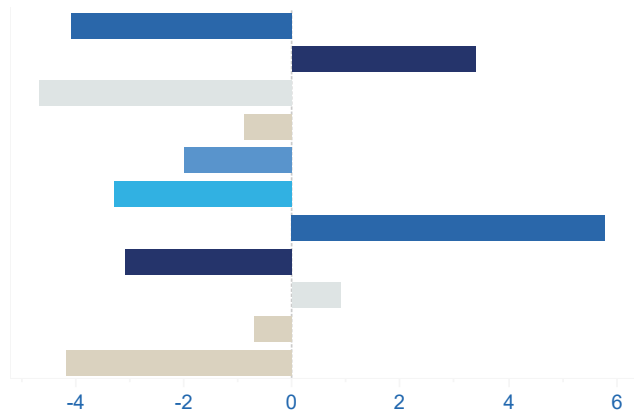


Theme Weight %



● Asset Efficiency	7.70
● Bits of Chips	8.70
● Data, Networks & Profits	9.50
● Digital Runway	5.90
● Empowered Consumer	10.40
● Enduring Brands	10.10
● Energy Transitions	9.70
● Extreme Risks	5.90
● First World Health	13.00
● Software as a Standard	8.80
● Sustainable Solutions	9.60

Contribution by Theme %



Note: Total will not add up to 100%, the balancing item is cash

Market Commentary

In Australian dollar terms, global equities retreated in May, as markets struggled to gain traction amid growing anxiety about the risks confronting the world economy. Stocks were on a roller coaster ride throughout the month, as investors digested the latest developments on the inflation front. After raising its benchmark short-term interest rate by 25 basis points (bps) in March and signalling that it intended to adopt an aggressive posture in order to rein in surging domestic inflation, the US Federal Reserve (Fed) increased rates another 50 bps in early May, the largest since 2000, with more hikes likely. Placatory comments from the Fed about future rate hikes triggered a relief rally in global stock markets, though that quickly fizzled due to fears that the Fed's rate-hike campaign would tip the US economy into a recession. Higher rates would also drive the yields of risk-free US Treasury bonds higher, thereby undercutting the appeal of stocks. Markets reversed course again late in the month when encouraging US data for April fuelled hopes that inflationary pressures may finally be easing, sparking a solid rally that broke a seven-week long losing streak.

Fund Commentary

The Fund retreated in Australian dollar terms and was unable to outperform the index return. Themes are discussed below in order of contribution.

Energy Transitions: The continuation of the Russia-Ukraine conflict saw oil holdings perform well led by TotalEnergies and BP.

Bits of Chips: Robust demand and backlogs in results saw Analog Devices, Infineon and Applied Materials perform well.

First World Health: Olympus and Siemens Healthineers gained on strong quarterly results. Medtronic declined on supply disruption.

Digital Runway: AIA and Prudential rose on improved activity levels in Hong Kong on economic reopening in the wake of a coronavirus outbreak in the region. HDFC Bank rose on more details over its strategy to merge with mortgage lender HDFC. Indonesian lenders Bank Central Asia and Bank Rakyat both receded on profit-taking after strong recent stock price appreciation.

Software as a Standard: Autodesk rose on solid quarterly results that showed better-than-expected demand. Adobe climbed on strong quarterly results showing momentum in sales. Salesforce declined on concerns over a pull forward of demand through the pandemic. Salesforce's stock recovered in early June after reporting a positive first-quarter earnings surprise and raised its revenue forecast for the full year.

Empowered Consumer: Electronic Arts advanced on solid quarterly results and news that it is actively seeking merger or acquisition opportunities. Sony rose on strong quarterly results and strategy briefings. Reliance traded lower after strong performance. Live Nation fell on concerns over consumer spending.

Extreme Risks: US bank holdings rose with yield curve expectations. Gold miners declined in sympathy with the fall in the price of gold as global liquidity tightened.

Asset Efficiency: Fanuc and Aveva advanced after weak recent performance. Rockwell and Johnson Controls dropped after quarterly results showed near-term supply chain challenges.

Enduring Brands: Unilever gained on news that activist investor, Nelson Peltz, had joined its board. Spirits holdings declined on recessionary consumer spending fears.

Sustainable Solutions: Rentokil, Kerry, and Intertek all declined on market rotation and concerns over consumer spending and supply chains.

Data, Networks, & Profits: Intercontinental Exchange and S&P Global fell the most on slowing mortgage and credit issuance volumes linked to higher interest rates.

* Performance returns quoted are compound rates of return calculated on exit prices and assume reinvestment of distributions. Returns are calculated net of all ongoing fees and any taxes payable by the fund. Total return includes both growth and distribution returns. Growth return is the change in exit price over the relevant period. The benchmark return shown is a gross return. Please note that figures shown are rounded to one decimal place, therefore some rounding errors may occur.

^ The Estimated Total Management Cost of 0.99% includes an Estimated Performance Fee of 0% and Estimated Indirect Costs of 0.01%.

Past performance is not a reliable indicator of future performance.

This report is issued by Zurich Investment Management Limited ABN: 56 063 278 400, AFSL: 232511, GIIN: FVHHKJ.00012.ME.036 : . The information in the report has been derived from sources reasonably believed to be reliable and accurate and is to be used for research purposes only. Subject to law, none of the companies of the Zurich Financial Services Australia Limited Group, nor their directors or employees, gives any representation or warranty as to the reliability, accuracy or completeness of the information, nor accepts any responsibility arising in any way (including by reason of negligence) from errors in or omissions from, the information provided. A Product Disclosure Statement (PDS) for the Fund is available and can be obtained by calling Zurich Investments on 131 551. The PDS should be considered in deciding whether to acquire, or to continue to hold, an investment in the fund. This information is of a general nature only and does not take into account the investment objectives, financial situation or particular needs of any investor and should not be taken as a securities or stock recommendation. These factors should be considered before any investment decision is made in relation to the fund. Furthermore, this product has been designed to meet certain objectives, financial situations and needs, which are described in our Target Market Determination available at zurich.com.au/tmd PIRD-018797-2022