

# Global Growth Share Fund

Fund Focus - June 2023



## Investment Strategy

The Fund invests in securities with high growth potential that are primarily listed on international stock exchanges. In addition, the Fund employs an active currency management strategy whereby up to 40% of the Fund's exposure to international currency can be hedged back to Australian dollars.

## Portfolio Characteristics

Funds Under Management	\$232.29m
Number of Holdings	88
Turnover Ratio %	30.71
Latest Distribution Date	30 June 2023
Latest Distribution Amount	0.0638
Benchmark	MSCI World (ex-Australia) Accumulation Index in \$A (net dividends reinvested)

## Fund Facts

APIR Code	ZUR0580AU
Inception Date	31 August 2009
Total Est. Management Cost %	0.99
Est. Transactional Op. Cost %	0.01
Buy/Sell Spread %	0.03
Distribution Frequency	Semi Annually
Underlying Fund Manager	American Century Investments

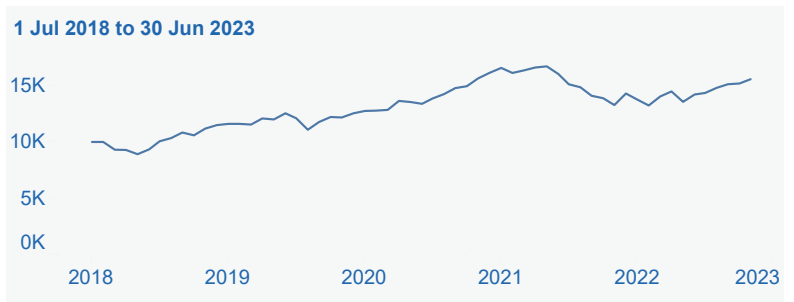
## Fund Performance After Fees\*

	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Distribution	2.95	3.02	3.37	3.68	3.84	6.25
Growth	-0.44	2.15	13.90	4.86	6.48	5.70
Total	2.51	5.18	17.27	8.54	10.32	11.95
Benchmark	3.12	7.63	22.59	13.48	11.46	11.59

## Market Exposure

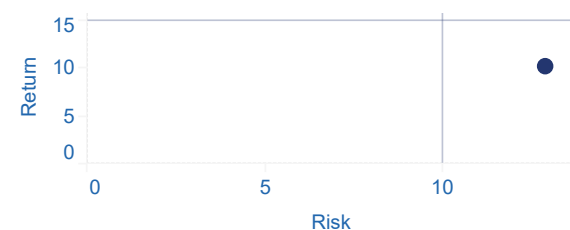


## Investment Growth (\$10,000)

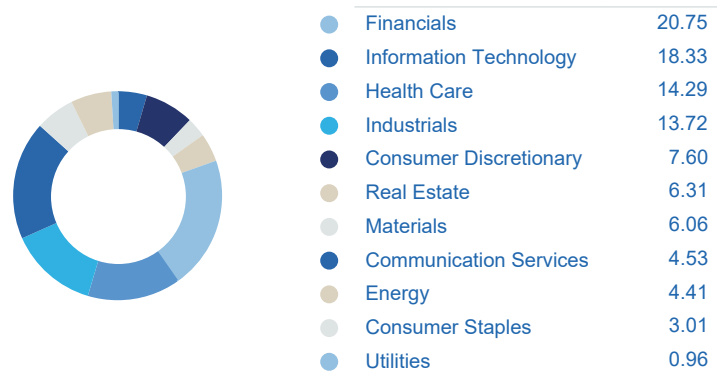


## Risk Reward

1 Jul 2018 to 30 Jun 2023



## Portfolio Equity Sectors (%)



## Top 10 Holdings (%)

	Weight	Benchmark
Microsoft Corp	6.47	4.33
Amazon.Com	3.14	2.16
Astrazeneca	2.32	0.00
Alphabet A	2.24	1.28
Equinix	2.24	0.13
Mastercard A	2.14	0.60
S&p Global	1.99	0.24
Novo Nordisk B	1.92	0.48
Air Products & Chemicals	1.89	0.12
Aia Group	1.75	0.21

## Risk Statistics

1 Jul 2018 to 30 Jun 2023

Std Dev	12.85
Alpha	-0.79
Beta	0.98
Sharpe Ratio (arith)	0.80
Up Capture Ratio	97.36
Down Capture Ratio	102.51
Currency Management %	0

## Market Commentary

Global equities advanced in the June quarter. Volatility dominated early in the quarter, as markets feared stubborn inflation and strong employment data would keep central banks in tightening mode. After June's pause, expectations are for two more rate hikes by the US Federal Reserve. Tighter monetary policy has weakened demand growth and consumer spending is also showing signs of strain.

US stocks outpaced non-US stocks as price pressures appeared to have plateaued and even retreated toward period-end. Developed markets equities outpaced emerging markets, which were harder hit by inflation's effects on the global economy. Inflation, especially services-based, remains sticky in Europe, and the European Central Bank raised rates and signalled that more hikes were to come.

## Fund Commentary

The Fund produced a solid absolute return in the June quarter but was unable to outperform the impressive index return.

The key individual contributors to performance included Marvell Technology, B3 and CoStar Group.

Marvell Technology - Shares of Marvell rose following the release of quarterly earnings and revenues that beat consensus market expectations.

B3 - Shares of this company boosted relative returns as B3 benefits from being the largest financial exchange operator in Brazil, where volatility continues to drive trading volumes.

CoStar Group - This leading provider of real estate data and services recently raised its guidance for 2023.

MarketAxess Holdings was a key individual detractor in the quarter. Shares of the operator of bond trading platforms traded lower despite the company reporting solid volume statistics, including its best single day of credit volume and a solid rebound in new issuance in May.

Notable purchases in the quarter included Becton Dickinson and Co and ASML Holding while notable sales included T-Mobile US and IQVIA Holdings.

Becton Dickinson and Co was purchased as the company's organic revenue growth should materially improve over the next year. Demand for its products is relatively insulated from an economic downturn. There is also potential upside from new products such as the Alaris pump.

ASML Holding was added to the portfolio on rising evidence that interest and demand trends in generative artificial intelligence will fuel incremental growth in the server/data centre market, which will in turn be a strong driver of future silicon wafer consumption. The company recently upgraded its end-market growth assumptions.

T-Mobile US was exited as recent trends have been less favourable. The size of earnings beats and raises continue to shrink as the company has harvested most of the post-merger synergies with Sprint. Competitive pressures are also expected to rise, especially from telecommunication/cable competitors.

IQVIA Holdings was fully exited on continued concerns over many factors, including biotechnology funding leading to potential bad debts and the slowdown of research and development activity at end customers.

\* 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.

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