

Unhedged Global Growth Share Fund

Fund Focus - May 2023



Investment Strategy

The Fund invests in securities with high growth potential that are primarily listed on international stock exchanges. The Fund will be fully unhedged at all times, providing investors with exposure to foreign exchange fluctuations as well as underlying share price movements.

Portfolio Characteristics

Funds Under Management	\$267.94m
Number of Holdings	92
Turnover Ratio %	34.10
Latest Distribution Date	30 June 2022
Latest Distribution Amount	0.1149
Benchmark	MSCI World (ex-Australia) Accumulation Index in \$A (net dividends reinvested)

Fund Facts

APIR Code	ZUR0581AU
Inception Date	31 August 2009
Total Est. Management Cost %	0.98
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*

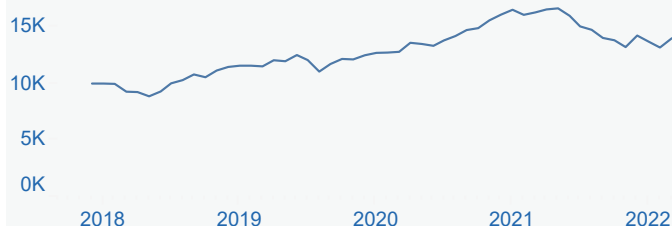
	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Distribution	0.00	0.00	4.73	3.06	5.65	3.66
Growth	0.46	5.87	4.58	4.41	4.60	8.06
Total	0.46	5.87	9.31	7.47	10.25	11.72
Benchmark	1.18	8.43	13.37	11.90	11.28	11.41

Market Exposure



Investment Growth (\$10,000)

1 Jun 2018 to 31 May 2023



Risk Reward

1 Jun 2018 to 31 May 2023



Portfolio Equity Sectors (%)



Information Technology	23.26
Financials	15.73
Health Care	15.10
Industrials	11.69
Consumer Discretionary	6.94
Real Estate	6.61
Materials	5.99
Communication Services	5.06
Energy	4.35
Consumer Staples	3.91
Utilities	1.00

Top 10 Holdings (%)

	Weight	Benchmark
Microsoft Corp	6.43	4.42
Amazon.Com	2.84	2.12
Alphabet A	2.57	1.39
Astrazeneca	2.56	0.00
Equinix	2.39	0.13
S&p Global	2.07	0.23
Mastercard A	2.04	0.59
Novo Nordisk B	1.96	0.50
Visa A	1.86	0.68
Air Products & Chemicals	1.75	0.11

Risk Statistics

1 Jun 2018 to 31 May 2023

Std Dev	12.88
Alpha	-0.76
Beta	0.99
Sharpe Ratio (arith)	0.80
Up Capture Ratio	98.03
Down Capture Ratio	103.06
Currency Management %	0

Market Commentary

Global stocks fell during May. The US government faced a looming deadline to increase its debt ceiling, though a resolution appeared imminent as the month ended. While bank liquidity problems persisted, relatively strong US economic data heightened doubts the US Federal Reserve (Fed) would pause interest rate hikes at its June meeting.

Many non-US markets declined. Amid ongoing inflation and global growth concerns, European equities declined considerably. Germany's economy fell into recession as industrial production plunged. Japan's stock market advanced though inflation in April rose for the first time in three months. Emerging markets stocks declined slightly, with China's losses overshadowing gains in several other regions.

Fund Commentary

The Fund produced a marginally positive return in May but was unable to outperform the index return.

The key positive contributors to performance included Marvell Technology,

Marvell Technology - Shares of Marvell rose following the release of quarterly earnings and revenues that beat consensus market expectations. In addition, a peer company's strong earnings guidance driven by artificial intelligence-related demand for semiconductor chips further buoyed Marvell stock.

Advanced Micro Devices – The share price dipped early in May after the company reported quarterly financial results that matched analysts' estimates but reflected a slump in sales of personal computers. However, after a competitor issued strong earnings guidance driven by artificial intelligence-related demand for semiconductor chips, the stock surged.

ICON - This provider of outsourced clinical trial and commercialisation services to the pharmaceuticals industry contributed to results in health care. The stock rose as earnings for the first quarter of 2023 exceeded analyst expectations and management reaffirmed prior revenue guidance for the full year of 2023.

Notable purchases in May included ASML Holdings and Mitsubishi Industries while notable sales included T-Mobile US and Catalent.

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.

Mitsubishi Heavy Industries earnings and margins should inflect positively as the company benefits from new projects tied to sustainability goals, including market share gains in gas turbines and initiatives to prolong usage of nuclear reactor plants in Japan.

T-Mobile US was fully 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. The investment team also expect competitive pressures to rise, especially from telecommunication/cable competitors.

Catalent was sold after yet another set of concerning news. The company recently announced a change in its CFO along with delaying its earnings report. These developments increase the risk that earnings expectations may once again be revised lower.

* 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 1.0% an Estimated Performance Fee of 0% and Estimated Indirect Costs of 0.00%.

Past performance is not a reliable indicator of future performance.

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