

Concentrated Global Growth Fund

Fund Focus - December 2021



Investment Strategy

The fund invests in a concentrated portfolio of 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 movements.

Portfolio Characteristics

Funds Under Management	\$122.08m
Number of Holdings	33
Turnover Ratio %	36.44
Latest Distribution Date	30 June 2021
Latest Distribution Amount	0.0226
Benchmark	MSCI World (ex Australia) Accumulation Index in \$A (net dividend reinvested)

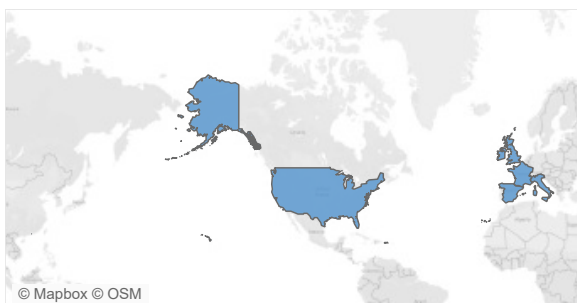
Fund Facts

APIR Code	ZUR0617AU
Inception Date	19 October 2015
Total Est. Management Cost %	1.10
Est. Transactional Op. Cost %	0.01
Buy/Sell Spread %	0.02
Distribution Frequency	Semi Annually
Underlying Fund Manager	American Century Investments

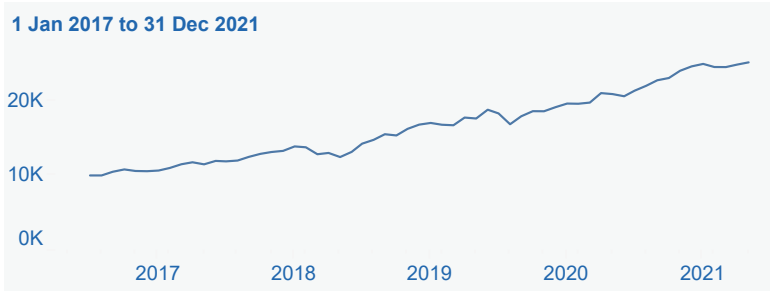
Fund Performance After Fees*

	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Distribution	0.00	0.00	1.38	7.14	4.19	3.35
Growth	1.21	2.54	18.87	19.06	16.91	12.33
Total	1.21	2.54	20.25	26.20	21.10	15.68
Benchmark	1.68	7.19	29.58	20.56	15.07	12.47

Market Exposure

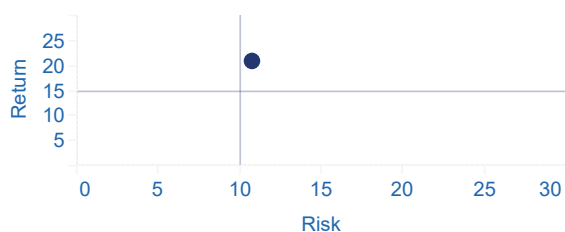


Investment Growth (\$10,000)

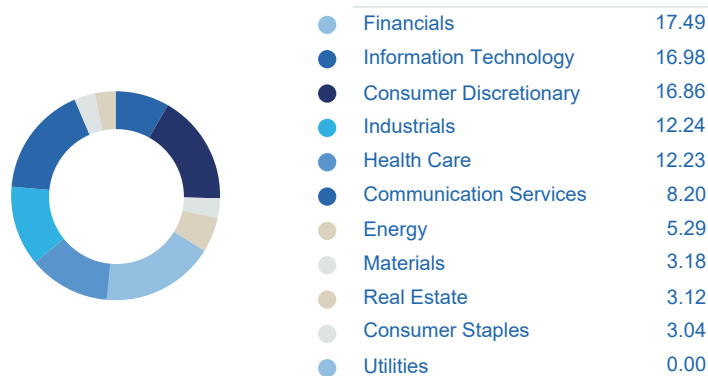


Risk Reward

1 Jan 2017 to 31 Dec 2021



Portfolio Equity Sectors (%)



Top 10 Holdings (%)

	Weight	Benchmark
Alphabet Inc Common	5.20	2.79
Amazon.Com Inc Commo	4.88	2.48
Schneider Electric S	3.38	0.17
Lowe's Cos Inc Commo	3.34	0.29
Nxp Semiconductors N	3.32	0.10
Ametek Inc Common St	3.24	0.06
Icon Plc Common Stoc	3.21	0.00
Crh Plc Common Stock	3.18	0.07
Equinix Inc Reit Usd	3.12	0.12
Mastercard Inc Commo	3.10	0.52

Risk Statistics

1 Jan 2017 to 31 Dec 2021

Std Dev	10.70
Alpha	6.97
Beta	0.89
Sharpe Ratio (arith)	1.97
Up Capture Ratio	107.40
Down Capture Ratio	62.79
Currency Management %	0

Market Commentary

Global markets rallied in the December quarter, despite uncertainty around the Omicron variant. Spikes in infection and hospitalisation rates led to new mobility restrictions, which investors feared could dampen economic growth. However, news that Omicron may deliver milder symptoms and lower mortality rates improved investor confidence. While uncertainty around this variant remained, shorter isolation period requirements improved the outlook.

Ongoing inflation concerns and higher interest rates expectations weighed on markets. Noting the highest inflation data in decades, central banks shifted toward policies to tighten monetary supply. In the US, the Federal Reserve signalled intent to accelerate tapering and to raise rates in 2022. Anticipation of higher rates weighed on long-duration growth stocks, including information technology, for much of the period.

Fund Commentary

The Fund produced solid return for the quarter but was unable to outperform the impressive index return.

The key positive contributors to performance included Lowe's Companies, Schneider Electric and AMETEK.

- Lowe's Companies – Amid the pandemic-driven surge in home improvement projects, Lowe's has seen revenue growth in its professional contractors segment. Lowe's reported strong third-quarter earnings and raised its full-year guidance, affirming for investors that its strong sales momentum continues.
- Schneider Electric – Organic revenue growth trends continued to accelerate as a restructuring and sales mix drove expanding margins. Revisions have been rising, and fundamentals are driven by secular trends.
- AMETEK – The maker of electronic instruments reported record sales and operating income for the third quarter, driven by strong organic sales growth and contribution from strategic acquisitions. The company also raised full-year 2021 guidance.

The key detractors from performance included Teleflex and PayPal Holdings.

- Teleflex – The global medical device and technology maker saw its stock fall after reporting a revenue miss as patients delayed urological procedures on concerns about rising COVID-19 cases in hospitals. Further pressuring the stock was the recent recall of its medical device for dialysis interventions.
- PayPal Holdings – The payments processor saw its stock fall as the market reacted to its proposed acquisition of Pinterest, a social media company that allows users to share collections of interesting posts.

New purchases included Cellnex Telecom and GXO Logistics.

Cellnex Telecom was purchased because it is expected to benefit from the rising trend of consolidation of cellular tower assets in Europe. The investment team took advantage of price weakness to establish a position.

GXO Logistics was purchased because the firm is a beneficiary of three large secular tailwinds: the growth of e-commerce, the demand for logistics automation and a continued trend to outsource logistics needs.

* 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 1.1% includes an Estimated Performance Fee of 0% and Estimated Indirect Costs of 0.00%.

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-018137-2022