

# Concentrated Global Growth Fund

Fund Focus - February 2023



## 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	\$124.47m
Number of Holdings	35
Turnover Ratio %	63.59
Latest Distribution Date	31 December 2022
Latest Distribution Amount	0.0145
Benchmark	MSCI World (ex Australia) Accumulation Index in \$A (net dividend reinvested)

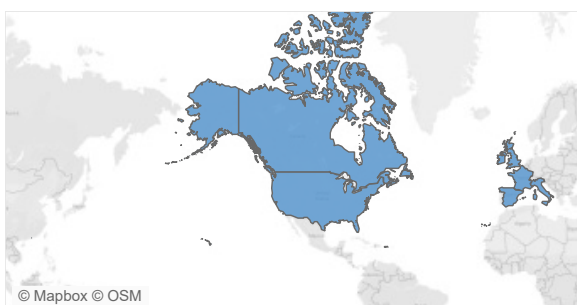
## Fund Facts

APIR Code	ZUR0617AU
Inception Date	19 October 2015
Total Est. Management Cost %	1.10
Est. Transactional Op. Cost %	0
Buy/Sell Spread %	0.02
Distribution Frequency	Semi Annually
Underlying Fund Manager	American Century Investments

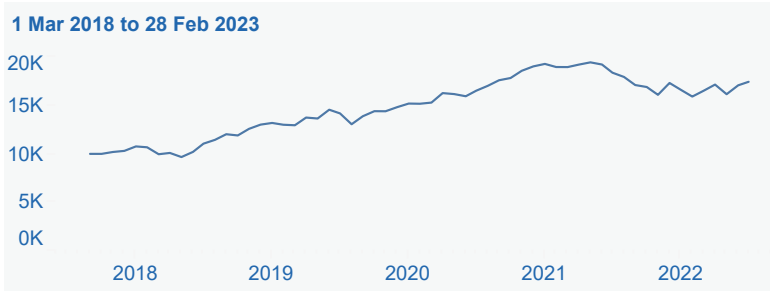
## Fund Performance After Fees\*

	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Distribution	0.00	0.01	5.78	4.09	5.30	3.64
Growth	2.13	1.67	-10.89	3.06	8.27	7.71
Total	2.13	1.68	-5.11	7.15	13.57	11.36
Benchmark	2.09	-0.65	-0.48	8.27	10.06	9.15

## Market Exposure



## Investment Growth (\$10,000)

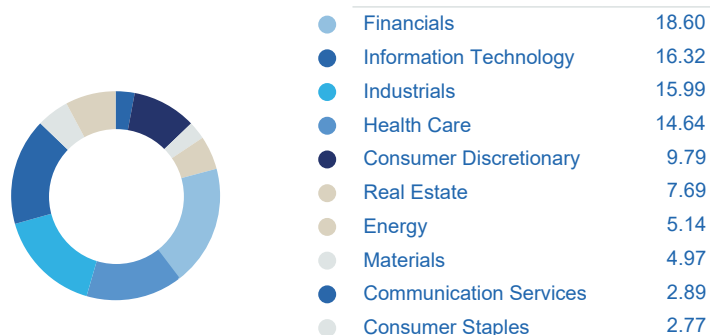


## Risk Reward

1 Mar 2018 to 28 Feb 2023



## Portfolio Equity Sectors (%)



## Top 10 Holdings (%)

	Weight	Benchmark
Microsoft Corp Commo	5.31	3.48
Amazon.Com Inc Commo	3.80	1.70
Catalent Inc Common	3.67	0.02
Marketaxess Holdings	3.31	0.03
Transdigm Group Inc	3.07	0.08
Aptiv Plc Common Sto	3.05	0.06
Stellantis Nv Common	2.94	0.08
Cheniere Energy Inc	2.93	0.07
Cellnex Telecom Sa C	2.89	0.04
Workday Inc Common S	2.87	0.07

## Risk Statistics

1 Mar 2018 to 28 Feb 2023

Std Dev	12.82
Alpha	3.93
Beta	0.94
Sharpe Ratio (arith)	1.06
Up Capture Ratio	106.12
Down Capture Ratio	86.29
Currency Management %	0

## Market Commentary

Global stocks and bonds fell in February as prospects increased that central banks would raise interest rates higher than previously thought, driving markets lower. Stronger-than-expected US economic data dashed hopes that global central banks, led by the US Federal Reserve (Fed), soon might temper their collective fight against inflation.

US stocks fell in February as investors adopted a more pessimistic outlook given the month's strengthening economic data. The month began with a robust US jobs report. Additionally, retail sales figures for January showed the highest monthly growth in two years. The Fed raised its benchmark federal funds rate by 25 bps to a range of 4.5% to 4.75%.

Non-US developed markets stocks (MSCI World ex-U.S. Index) fared slightly better than US stocks. While European equities fell modestly, stocks in the UK rose slightly as the annual UK inflation rate in January fell for the third straight month. Japan's stock market declined and underperformed other developed markets and emerging markets stocks sharply underperformed.

## Fund Commentary

The Fund produced a solid return of 2.13% in Australian dollar terms and was marginally ahead of the index return.

The key contributors included Catalent, Stellantis and Marvell Technology.

**Catalent** – The contract drugmaker's stock advanced after the company announced an expansion of its manufacturing partnership with COVID-19 vaccine maker, Moderna.

**Stellantis** – The Netherlands-based automaker announced a record annual profit in February, with notable strength in sales of electric vehicles driving shares upward.

**Marvell Technology** – Shares outperformed during the month as investors anticipated favourable earnings driven by 5G, automotive and cloud-related demand. Results from peers like NVIDIA also supported share price gains.

The key detractors from performance included B3, SBA Communications and Pioneer Natural Resources.

**B3** – Shares of the Brazil-based securities and commodities exchange operator declined as management reported quarterly net profits below analysts' estimates. The region's macroeconomic environment, including high interest rates, led to higher expenses for the company.

**SBA Communications** – This real estate company owns and leases cell towers and distributed antenna systems. Management reported that quarterly funds from operations rose strongly but missed analysts' estimates, though long-term growth trends remain intact.

**Pioneer Natural Resources** – The independent oil and gas exploration company reported quarterly earnings that beat analysts' estimates, while revenue fell short. Pioneer's strong free cash flow, focus on returning capital to shareholders, along with an anticipated healthy oil market, should bode well for the stock.

There were no new purchases or positions liquidated during the period.

\* 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.

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PIRD-019668-2023