

Concentrated Global Growth Fund

Fund Focus - October 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	\$114.49m
Number of Holdings	33
Turnover Ratio %	34.92
Latest Distribution Date	30 June 2021
Latest Distribution Amount	0.0226
Benchmark	MSCI World (ex Australia) Accumulation Index in \$A (net dividend reinvested)

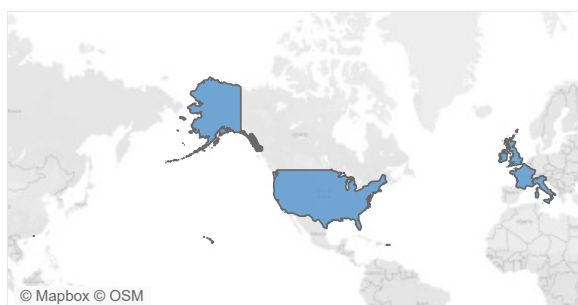
Fund Facts

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

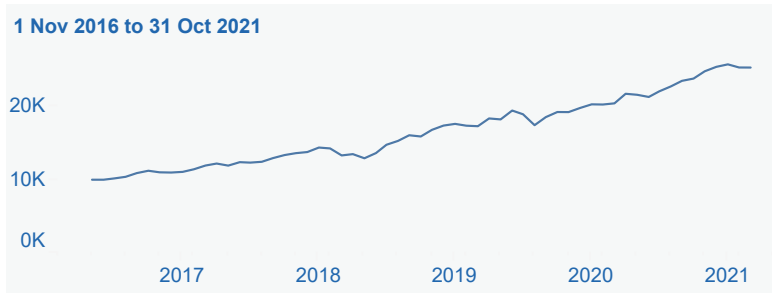
Fund Performance After Fees*

	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception
Distribution	0.00	0.00	1.42	7.06	4.26	3.44
Growth	-0.04	-0.37	22.54	16.84	17.64	12.22
Total	-0.04	-0.37	23.96	23.91	21.90	15.66
Benchmark	1.65	1.61	31.36	16.03	15.87	11.85

Market Exposure

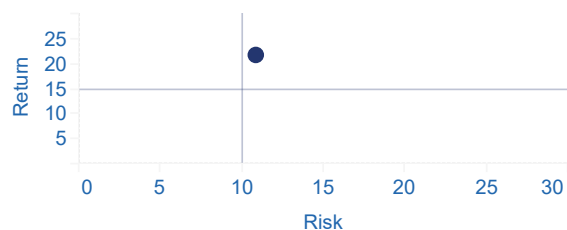


Investment Growth (\$10,000)



Risk Reward

1 Nov 2016 to 31 Oct 2021



Portfolio Equity Sectors (%)



Top 10 Holdings (%)

	Weight	Benchmark
Alphabet Inc Common	5.38	2.93
Amazon.Com Inc Commo	5.00	2.55
Equinix Inc Reit Usd	3.13	0.13
Avantor Inc Common S	3.13	0.04
Aptiv Plc Common Sto	3.08	0.08
Lowe's Cos Inc Commo	3.06	0.28
Schneider Electric S	3.01	0.15
Icon Plc Common Stoc	3.01	0.00
Servicenow Inc Commo	2.99	0.23
Stellantis Nv Common	2.98	0.07

Risk Statistics

1 Nov 2016 to 31 Oct 2021

Std Dev	10.82
Alpha	7.12
Beta	0.89
Sharpe Ratio (arith)	2.02
Up Capture Ratio	107.04
Down Capture Ratio	62.79
Currency Management %	0

Market Commentary

Global equity markets rose in October as positive corporate earnings news helped investors shake off some of their September pessimism over the global economic recovery. US stocks sharply outpaced non-US stocks, supported by generally positive economic fundamentals.

US economic data was mixed during the month and revealed some slowing in the economic recovery. Third quarter gross domestic product (GDP) growth was significantly lower versus the second quarter, employment growth also was weaker in September, although weekly jobless claims slid to a pandemic-period low in October. Higher input costs, labour and supply shortages and transportation bottlenecks led to higher inflation.

Stocks in Europe rallied amid positive profits news. Positive earnings also supported UK market gains while Japanese stocks fell on worries about the pace of the country's economic recovery. Emerging markets stocks rose but lagged developed markets stocks.

Fund Commentary

The Fund declined slightly in October and was unable to keep pace with the strong index return.

The key positive contributors to performance included Aptiv and Lowe's Companies.

- Aptiv – The automotive parts maker continued to benefit from a strong demand outlook for electric vehicles. Aptiv is a leader in green, connected and safety technology for the automotive industry.
- Lowe's Companies – Amid the pandemic-driven surge in home improvement projects, Lowe's has seen solid revenue growth in its professional contractors' segment, leading to optimism that it's gaining market share in this important space. This segment accounts for approximately 25% of Lowe's total revenue.

The investment team continues to invest in companies where business fundamentals are improving and there is high conviction that improvement is sustainable. Though the outbreak of COVID-19 has been disruptive, the portfolio's major themes highlighted below are structurally unchanged.

Maintaining our fundamental investment process. The Fund remains balanced across economic reopening beneficiaries and secular growers. Opportunities are being sought in stocks where fundamentals are in the early stages of inflecting higher, helped by economic normalisation. Top-line growth for many of these companies is expected to reaccelerate and potentially revert to pre-COVID-19 levels. In certain cases, earnings will also be boosted given that many of these companies have also improved their cost structures during the pandemic. The Fund's exposure has been increased in certain businesses levered to travel, leisure activity and cyclical economic expansion.

Secular growers remain well represented. The COVID-19 crisis reinforced the sustainability of many secular trends, such as digitisation, cloud computing, 5G network rollout and data centre expansion. Other opportunities, such as the trend toward vehicle electrification and autonomous driving, continue to gain momentum. Many of these investment opportunities remain highly attractive.

Opportunities seen in the potential for increased infrastructure spending. While the final US investment plan continues to work its way through the legislative process, select companies exposed to improving physical infrastructure assets and the electric grid are expected to be beneficiaries.

Impact of rising interest rates and inflation expectations potentially positive. The Fund has exposure to businesses within the financials sector that would benefit from higher interest rates. The impact of higher rates on other aspects of the Fund, such as REITs and housing, should be able to offset inflationary headwinds via sustained revenue and earnings growth.

* 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% 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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