

Australian Ethical International Shares Fund



FUND PROFILE - 31 MARCH 2019

Australian Ethical is one of Australia's leading ethical fund managers. By investing responsibly in well-managed ethical companies, we deliver competitive financial performance to our clients and positive change to society and the environment. Since our inception in 1986, our Ethical Charter has guided all investment decisions and underpinned our business practices. Every year 10 per cent of our profits* are distributed to charitable organisations and social impact initiatives through The Australian Ethical Foundation.

Investment objective

To provide long-term growth through investment in international companies which meet the Australian Ethical Charter.

Price information

Pricing frequency: Daily

Buy/Sell spread: 0.10%/0.10%

Fund facts

Fund size: \$3.49m

Benchmark: Australian Ethical International Shares Composite

Asset class: Equity

Inception date: 13/06/2007

Minimum investment timeframe: 7 Years

Risk level: High

Identifiers

ISIN code: AU60AUG00069

APIR code: AUG0006AU

Distributions

Frequency: 2

Dates: 30/06, 31/12

Fees

Management costs - PDS: 1.85%

Minimum initial investment: \$1,000
\$500 with a Regular investor plan

Additional transactional and operational costs: 0.00%

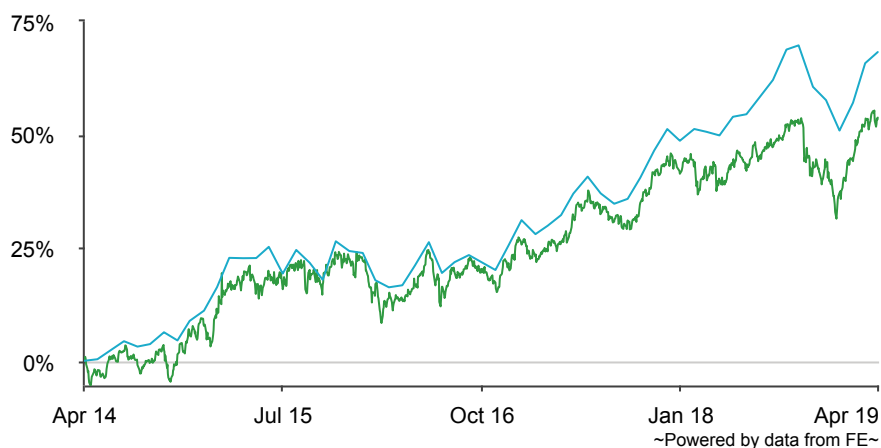
A full explanation of all the fees and costs that you may be charged for investing in the Fund is provided in the Fund's Product Disclosure Statements available from our website australianethical.com.au

*(after tax, before bonus expense)

Investment strategy

The opportunity to invest in a diversified portfolio of companies listed on international stock exchanges, which meet the Australian Ethical Charter.

Cumulative performance (as at 31/03/2019)



■ Australian Ethical International Shares
■ Benchmark

Performance (as at 31/03/2019)

	1m	3m	6m	1y	3y	5y	10y	Since inception
Fund	0.8%	12.1%	0.9%	9.6%	10.6%	9.0%	8.2%	2.5%
Benchmark	1.5%	11.5%	-0.9%	12.3%	13.0%	11.0%	12.4%	6.3%

Calendar Performance (as at end 2018)

	CY2018	CY2017	CY2016	CY2015	CY2014
Fund	-3.0%	12.5%	2.9%	13.3%	8.4%
Benchmark	1.5%	13.4%	5.9%	11.5%	9.5%

Source: FE.

Total returns are calculated using the sell (exit) price, net of management fees and gross of tax as if distributions of income have been reinvested at the actual distribution reinvestment price. The actual returns received by an investor will depend on the timing, buy and exit prices of individual transactions. Return of capital and the performance of your investment in the fund are not guaranteed. Past performance is not a reliable indicator of future performance. Figures showing a period of less than one year have not been adjusted to show an annual total return. Figures for periods of greater than one year are on a per annum compound basis. The current benchmark may not have been the benchmark over all periods shown in the above chart and tables. The calculation of the benchmark performance links the performance of previous benchmarks and the current benchmark over the relevant time periods.

Australian Ethical International Shares Fund

FUND PROFILE - 31 MARCH 2019

Top 10

Microsoft Corporation	3.4%
Alphabet Inc. Class A	3.0%
Accenture Plc Class A	1.8%
Allianz SE	1.6%
Prudential Financial, Inc.	1.6%
American Express Company	1.6%
Amgen Inc.	1.5%
Chubb Limited	1.5%
AXA SA	1.4%
AT&T Inc.	1.3%

Ratings and awards

RIAA rating:



UNPRI signatory:



Why invest ethically?

Portfolio diversification: Diversify your portfolio by investing in companies and sectors not well covered by other fund managers and brokers.

Help build a better world: Invest in the new, low-carbon economy, fund medical and technology breakthroughs, efficient transport and more.

Promote human rights: We strive to avoid any investment in companies involved in the poor treatment of asylum seekers or the exploitation of workers through poor working conditions.

Need Help?

Contact us between 9:00am-5:00pm

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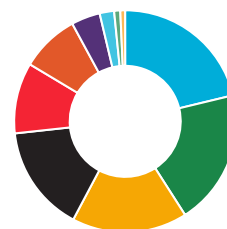
c/o Boardroom Pty Ltd

GPO Box 3993

Sydney NSW 2001

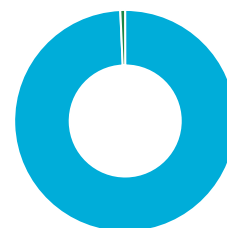
Sector allocation

Financials	21.2%
Information Technology	19.7%
Industrials	16.8%
Communication Services	15.5%
Health Care	10.3%
Real Estate	8.5%
Consumer Discretionary	4.2%
Utilities	2.1%
Consumer Staples	0.9%
Other	0.7%



Asset allocation

International Shares	99.3%
Cash	0.7%



Commentary

The International Shares Fund grew by 12.1% (12.4% wholesale fund) in the March quarter, resulting in outperformance of 0.6% (0.9%) versus the benchmark. The Financial, Industrial and Real Estate sectors were the top performers with the Fund overweight in each of these sectors.

The Communication Services sector also performed strongly where Netflix, Alphabet and Facebook were the top performing individual stocks. The sectors taking a dip from performance were Consumer Discretionary and Energy.

There were some below-expectation quarterly company results in the Discretionary sector while the substantial increase in the oil price contributed to strong performance in the Energy sector. As the Fund does not hold any stocks in the Energy sector due to ethical screening it negatively impacted performance.

The MSCI World ex Australia index performed strongly over the March quarter, increasing 11.5%. This was predominantly driven by the US equities market which increased 13.1%, reversing losses of the previous quarter when investors sold off risk due to uncertainty arising from the China/US trade war.

Driving the strong performance this quarter was a 32% rally in the oil price and industrial companies reporting good quarterly results. There were similar strong gains for France (+13.1%), Germany (+9.2%) and the UK (+8.2%) despite the Brexit process stalling.

The UK reacted positively to better than expected manufacturing production and GDP numbers. The European markets reacted positively to news that China and the US were progressing on renewed trade talks. Similarly, the Asian markets performed strongly in line with global performance.

Australian Ethical International Shares Fund (Wholesale)



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Investment objective

To provide long-term growth through investment in international companies which meet the Australian Ethical Charter.

Price information

Pricing frequency:	Daily
Buy/Sell spread:	0.10%/0.10%

Fund facts

Fund size:	\$55.35m
Benchmark:	Australian Ethical International Shares Composite
Asset class:	Equity
Inception date:	30/06/2015
Minimum investment timeframe:	7 Years
Risk level:	High

Identifiers

ISIN code:	AU60AUG00259
APIR code:	AUG0025AU

Distributions

Frequency:	2
Dates:	30/06, 31/12

Fees

Management costs - PDS:	0.85%
Minimum initial investment:	\$25,000
Additional transactional and operational costs:	0.00%

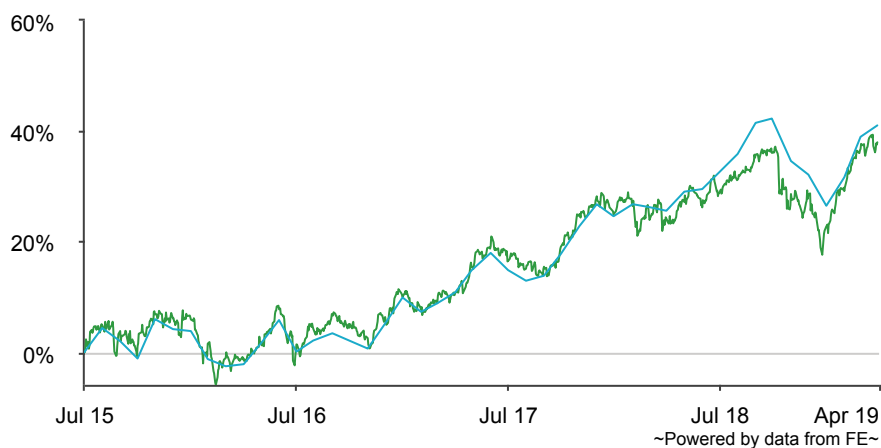
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Cumulative performance (as at 31/03/2019)



■ Australian Ethical International Shares
■ Benchmark

Performance (as at 31/03/2019)

	1m	3m	6m	1y	3y	5y	10y	Since inception
Fund	0.9%	12.4%	1.4%	10.9%	11.8%	-	-	9.0%
Benchmark	1.5%	11.5%	-0.9%	12.3%	13.0%	-	-	9.6%

Calendar Performance (as at end 2018)

	CY2018	CY2017	CY2016	CY2015	CY2014
Fund	-1.7%	13.6%	3.9%	-	-
Benchmark	1.5%	13.4%	5.9%	-	-

Source: FE.

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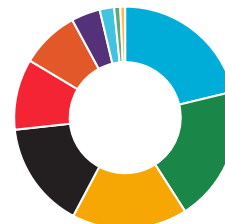
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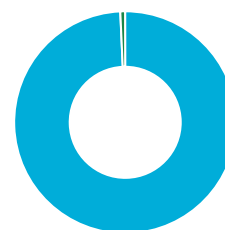
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