

# Global Equity Compounders Strategy FACTSHEET



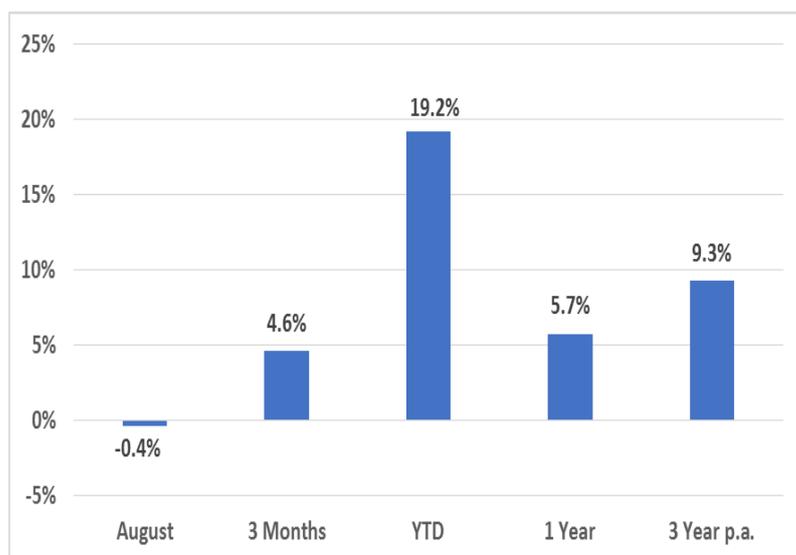
August 2019

## Monthly Portfolio Commentary

Global equities fell back sharply in August as the global trade war escalated, but recovered towards month end and global equities ended the month down 1%. The Compounders portfolio fell just 0.4% and ended the eight months up 19.2% YTD (net of fees). A number of holdings performed well, driven by better than expected earnings/outlooks – US foodservices company Sysco (+10%), Danish pharmaceutical Novo Nordisk (+10%), cosmetics giant Estee Lauder (+9%), and internet travel special Booking Holdings (+5%) which boosted overall performance.

On the negative side, Prudential dropped 18% on Hong Kong concerns, while Danish hearing aid company GN Store fell 11% on trade war fears. Over the month we brought cash levels down to 9%, with a new holding in Apple, and topping up Cap Gemini, Prudential and Ahold on share price weakness.

## Investment Returns Net of AMC\*



### Calendar Year Returns\*

2018	2017	2016
-7.6%	9.3%	0.5%

\*Source: Cantor Fitzgerald Ireland Ltd. Research as at 31/08/2019

## Investment Objective

The investment objective of the Global Equity Compounders Portfolio is to actively invest in a diversified global portfolio of high quality companies that offer compounding attractive returns and lower volatility over time. A key focus is the avoidance of 'negative surprise' companies that can often have a significant detrimental effect on an investor's portfolio. The strategy will aim to generate a c. 6-7% return annually over the medium term.

## Philosophy

Through our unique and complex approach to stock selection, we will;

- Identify companies that hold durable competitive advantages versus peers
- Generate strong cash flow
- Have a track record of achieving high returns on capital in addition to maintaining robust balance sheets.

The aim is to generate a positive absolute return and we are happy to maintain material cash holdings during periods of market excess that reduce our investable stock universe. Our dynamic portfolio positioning will actively respond to changes in the macro environment, aiming to maximise positive performance while minimising drawdowns.

## Portfolio Management Team

Pramit Ghose, Bernard Murphy & Gareth Walsh

WARNING: Past performance is not a reliable guide to future performance. The value of your investment may go down as well as up.

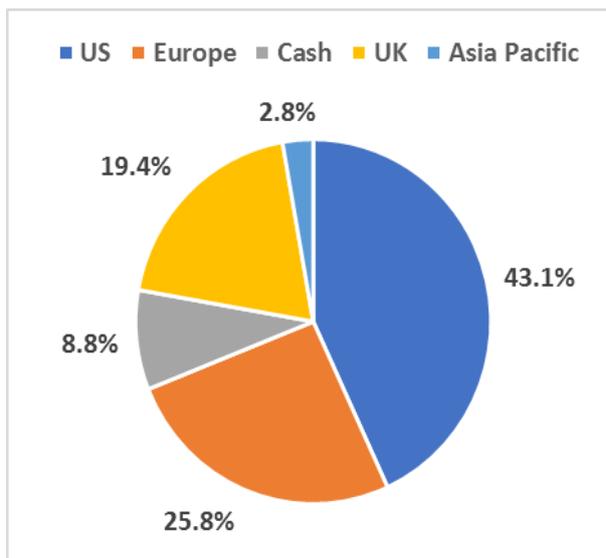
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## Sector Weights\*:

Sector	Compounders
Technology	31%
Cash	9%
Consumer Discretionary	14%
Consumer Staples	17%
Industrials	9%
Financials	7%
Health Care	9%
Communication Services	4%
Materials	0%
Utilities	0%
Energy	0%
Real Estate	0%

## Geographic Holdings\*:



## Top 10 Equity Holdings (43.4% of assets)\*:

Company	Sector
LVMH Moet-Hennessy Louis Vuitton	Consumer Discretionary
Amadeus IT Group	Technology
Visa	Financial
Nike	Consumer Discretionary
Alphabet Inc	Communication Services
CapGemini	Technology
McCormick & Co	Consumer Staples
Accenture	Technology
Microsoft Corp	Technology
AHold	Consumer Staples

\*Source: Bloomberg & Cantor Fitzgerald Ireland Ltd. Research as at 31/08/2019

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