

# Global Equity Income Strategy **CANTOR Fitzgerald**

## FACTSHEET

November 2020

### Monthly Portfolio Commentary

'Certainty' drove global equity markets up almost 10% in November, with the Biden election victory and positive vaccine news from Pfizer/BIONTECH, Moderna and AstraZeneca, overriding concern over increasing COVID-19 cases globally. The Global Equity Income portfolio rose by 9.8% as its financial and industrial holdings rallied strongly. Outperforming holdings included industrials Vinci (+26%) and Honeywell (+20%), financials Aviva (+24%) and BlackRock (+13%), and consumer discretionary stocks LVMH (+20%) and Diageo (+16%). Pfizer rose 12% following its positive vaccine news. The main detractors were Consumer Staples whose stability were seen as a disadvantage in the buoyant market, with Reckitt Benckiser, Nestle and Procter & Gamble all falling slightly. Over the month we sold out of Heineken after a 20% 'pop' on the vaccine news, while buying new positions in industrial DCC and exchange operator Nasdaq.

### Why choose the Global Equity Income Strategy?

Much analysis has shown that in the long term the majority of equity market returns are made up of dividends and dividend growth. Hence we believe a portfolio combining high quality companies where management are focused on growing their dividend is very much aligned with our own investment beliefs.

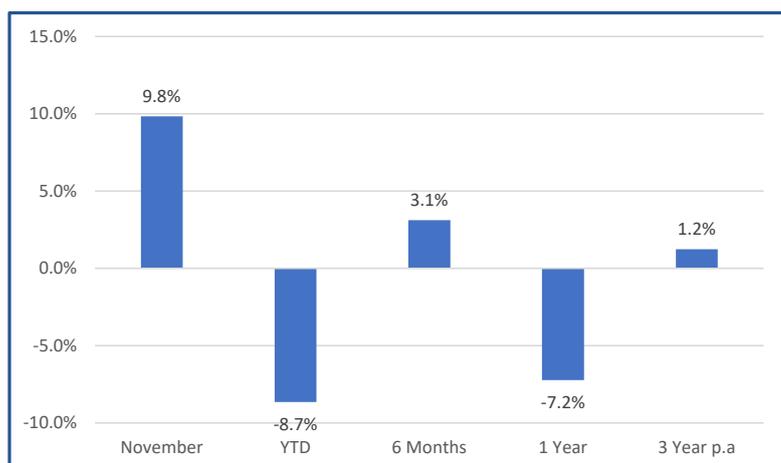
### Conservatism

Conservatism features strongly in our investment process when allocating our clients capital. We are unashamed of this and protecting our clients from losses is at the forefront of our risk management process.

### Experience of the team

The team was one of the first investment managers to focus on dividend paying companies as a strategy. Over the last 30 years we have experienced the peaks and troughs of the markets and have successfully navigated these events by sticking rigidly to our investment philosophy and process.

### Investment Returns Net of AMC\*



\*Source: Cantor Fitzgerald Ireland Ltd. Research as of 30/11/2020

### Investment Objective

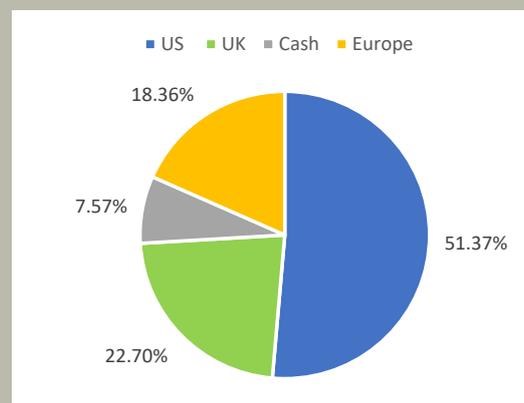
The investment objective of the Global Equity Income Fund is to invest in a diversified global portfolio of financially-strong, well-managed companies that have a proven record in paying an attractive dividend and have management commitment to consistently increase it.

We aim to improve long-term risk-adjusted total equity returns while maintaining a balanced exposure to dividend yield, quality and dividend growth. We will aim to generate a c. 5-6% return annually over the medium term.

### Portfolio Management Team

Pramit Ghose, Bernard Murphy & Gareth Walsh

### Geographical Exposure\*



### Calendar Year Returns\*

2019	2018	2017	2016
20.8%	-7.1%	6.8%	10.7%

\*Source: Cantor Fitzgerald Ireland Ltd. Research as at 30/11/2020

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

WARNING: This fund may be affected by changes in currency exchange rates

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## Top 10 Equity Holdings (41.46% of assets)\*:

Company	Sector
Walmart Inc	Consumer Staples
Blackrock Inc	Financials
Comcast Corp	Communication Services
Norfolk Southern Corp	Industrials
Capgemini Se	Information Technology
Mondelez International	Consumer Staples
Smith & Nephew Plc	Health Care
Rio Tinto Plc	Materials
Unilever Plc	Consumer Staples
Reckitt Benckiser Group	Consumer Staples

## Sector Weights\*:

Sector	Global Equity Income
Consumer Staples	23.61%
Health Care	17.64%
Information Technology	12.36%
Financials	12.21%
Industrials	12.19%
Cash	7.57%
Materials	6.98%
Communication Services	4.39%
Consumer Discretionary	3.05%
Energy	0.00%
Utilities	0.00%
Real Estate	0.00%

\*Source: Bloomberg & Cantor Fitzgerald Ireland Ltd. Research as at 30/11/20

## Holding Update\*\*



DCC is a leading international sales, marketing and support services group with a clear focus on performance and growth. It is listed on the London Stock Exchange and is a constituent of the FTSE 100. It operates through four divisions: DCC LPG (liquefied petroleum gas)-a leading sales and marketing business with operations in Europe, Asia and the US, and a developing business in the retailing of natural gas and electricity. DCC Retail & Oil- a leader in the sales, marketing and retailing of transport and commercial fuels, heating oils and related products and services in Europe. DCC Technology- a leading sales, marketing and services partner for global technology brands. DCC Healthcare- a leading healthcare business, providing products and services to healthcare providers and health and beauty brand owners. In FY20 to 31st March LPG contributed 46% of profits, Retail & Oil 29%, Technology 13% and Healthcare 12%.

DCC recently issued a strong set of interim numbers to 30th September reporting a 7% increase in adj EPS to 117.9p, significantly ahead of market expectations. The company declared an interim dividend of 51.95p up 5% on H120. Demonstrating management confidence in the strength of the balance sheet, the company committed c£90m to acquisitions in Europe and North America. The stock yields 2.7% on a FY21 16.7x .

\*\*Source: Bloomberg & Cantor Fitzgerald Ireland Ltd. Research

WARNING: This is not a stock recommendation

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