



## Global Value Improvers Strategy

**Strategy Overview:** The Strategy invests in equity securities of global companies that are considered to be undervalued, and are improving on environmental, social and governance measures through transforming their own products and services or enabling other entities to advance ESG objectives.

**Benchmark:** MSCI World Value (Net) (AUD) Index

**Strategy Inception:** Dec. 2021

**Strategy AUM\*:** \$29.72M AUD

**Holdings Range:** 30-40<sup>1</sup>

**Objective:** To generate long-term capital appreciation while seeking to outperform the benchmark.<sup>3</sup>

**Investment Philosophy:** Focused on stocks with room to improve ESG practices, trading at a discount because the market does not appreciate their value thesis yet.

**Performance:** Upside capture driven by stock selection, valuation discipline, and short duration nature of cash flows.

Downside volatility can be cushioned by quality and the long-term nature of the improver thesis, which can help to offset short-term cyclical pressure.<sup>3</sup>

### Portfolio Management Team<sup>4</sup>

- ▶ **Grace Su**  
Managing Director, Portfolio Manager, 23 years experience
- ▶ **Jean Yu, CFA, PhD**  
Managing Director, Portfolio Manager, 22 years experience

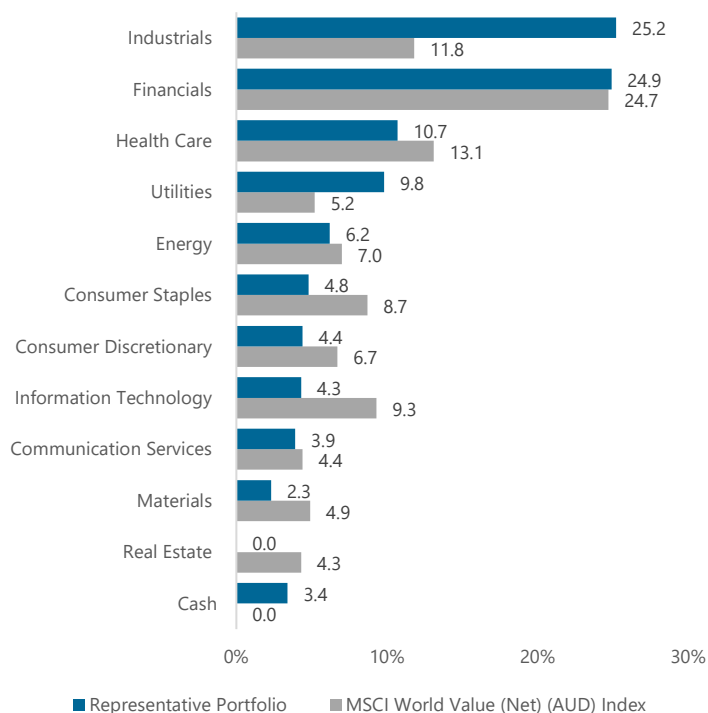
### Fundamental Research Platform

- ▶ Portfolio managers leverage the firm's proprietary research team of experienced analysts for investment ideas and insights

### Average Annual Total Returns (%)<sup>2</sup>

|                                    | 3 Months | YTD  | 1 Year | Since Inception (31 Dec. 2021) |
|------------------------------------|----------|------|--------|--------------------------------|
| Composite (Gross of Fees)          | 5.7      | 24.8 | 31.6   | 16.1                           |
| MSCI World Value (Net) (AUD) Index | 2.0      | 18.6 | 24.5   | 10.2                           |

### Sector Weightings<sup>1,2</sup>



### Top 10 Holdings<sup>1</sup>

| Security                        | % of Total Representative Portfolio |
|---------------------------------|-------------------------------------|
| Compass Group Plc               | 4.42                                |
| Oracle Corp                     | 4.27                                |
| Paypal Holdings Inc             | 4.19                                |
| Nexans Sa                       | 4.05                                |
| Wells Fargo & Co                | 4.04                                |
| Hitachi Ltd                     | 3.98                                |
| Meta Platforms Inc- Class A     | 3.92                                |
| Totalenergies Se                | 3.70                                |
| Unilever Plc                    | 3.55                                |
| Banco Bilbao Vizcaya Argentia   | 3.48                                |
| <b>Total</b>                    | <b>39.59</b>                        |
| <b>Total Number of Holdings</b> | <b>36</b>                           |

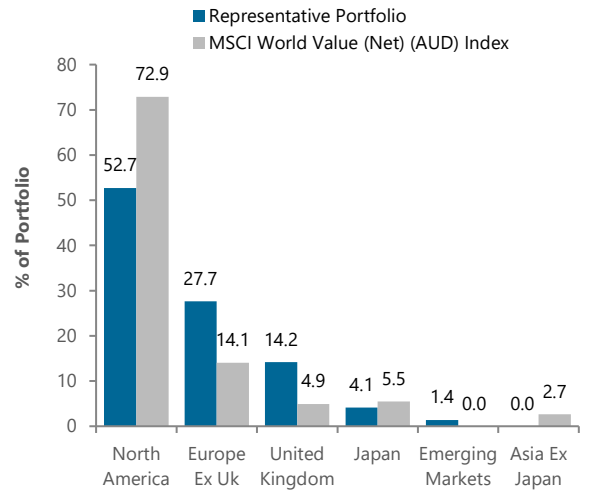
## Portfolio Characteristics & Risk Statistics<sup>1,2</sup>

| Characteristics               | Representative Portfolio | MSCI World Value (Net) (AUD) Index |
|-------------------------------|--------------------------|------------------------------------|
| P/E Ratio (forward 12 mos.)   | 16.3                     | 15.3                               |
| Price/Book                    | 3.7                      | 3.1                                |
| EPS Growth Next 3-5 Years (%) | 12.1                     | 8.7                                |
| ROE (%)                       | 16.4                     | 16.3                               |
| Dividend Yield (%)            | 2.2                      | 2.8                                |
| Turnover (trailing 12 mos.)   | 51.4                     | --                                 |

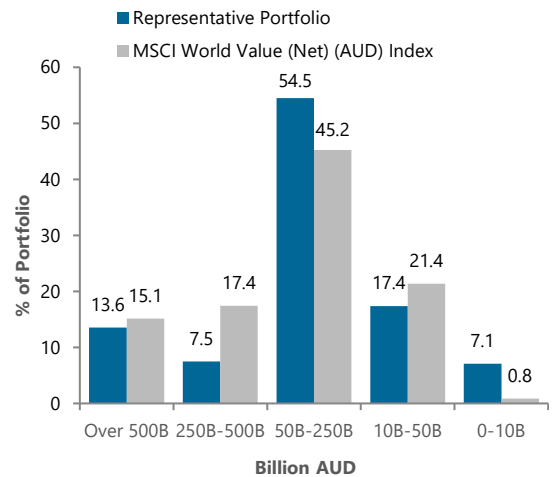
## Growth of AUD 10,000 Investment<sup>2</sup>



## Regional Allocation<sup>1</sup>



## Market Cap Breakdown<sup>1</sup>



<sup>1</sup> Source: FactSet. Representative portfolio characteristics, holdings, regional and sector weightings and market capitalisation are based on a representative portfolio and are subject to change at any time. Holdings, sector weightings, market capitalisation and portfolio characteristics of individual client portfolios may differ, sometimes significantly, from those shown. This information does not constitute, and should not be construed as, investment advice or recommendations with respect to the securities and sectors listed.

<sup>2</sup> Past performance is no guarantee of future results. Please see GIPS endnotes. Performance is preliminary and subject to change. Performance returns less than one year are not annualised.

<sup>3</sup> There is no guarantee that the Portfolio's objective will be met.

<sup>4</sup> ClearBridge Investments, LLC. Portfolio Management Team.

\* As at 31 May 2024.

P/E ratios are weighted harmonic average.

Price/Book is weighted average.

Performance source: Internal.

Benchmark source: Morgan Stanley Capital

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**Past performance is no guarantee of future results.**