

# Antipodes Global Shares (Quoted Managed Fund) (ASX:AGX1)

ARSN 625 560 269

UPDATE AS AT 30 APRIL 2019

Antipodes Partners	<ul style="list-style-type: none"> <li>Global pragmatic value manager</li> <li>We take advantage of the market's tendency for <i>irrational extrapolation</i>, identify investments that offer a high <i>margin of safety</i> and build portfolios with a <i>capital preservation</i> focus</li> </ul>
Fund features	<ul style="list-style-type: none"> <li><b>Objective</b> – to achieve absolute returns in excess of the benchmark over the investment cycle (typically 3-5 years)</li> <li><b>Global diversification</b> – Access to 30+ global companies via a single trade</li> <li><b>Proven track record</b> – Strategy has outperformed 1.6% p.a. since inception on 1 July 2015<sup>1</sup></li> <li><b>Alignment of interests</b> – proportion of each team member's remuneration is invested into Antipodes funds. Antipodes also has a significant investment alongside unitholders</li> <li><b>Simple access</b> – being exchange traded, investors can buy or sell AGX1 like a regular share during the trading day</li> </ul>

## PORTFOLIO COMMENTARY

The Fund was up 4.9% for the month, while the benchmark returned 4.3%, resulting in an outperformance of 0.6%.

Key contributors include:

- Connectivity cluster, notably Qualcomm following the favourable resolution of the 2 1/2 year licensing dispute with Apple, a testament to the strength of Qualcomm's intellectual property as we make the technology leap to 5G
- Online services, notably Facebook following a strong result which showed growth in usage across the platforms, and robust revenue and earnings growth. The makeover of core Facebook includes the release of new features, and a continued focus on ecommerce and interoperability between the platforms will continue to drive engagement and monetisation.

Key detractors include:

- Range Resources produced a solid result due to higher production, better gas price realisations and an improvement in cash flows with a commitment to lower capex. Despite this the market remains disappointed with the lack of progress on asset sales to reduce the debt burden. Management continues to pursue possible sale opportunities.

## FUND FACTS

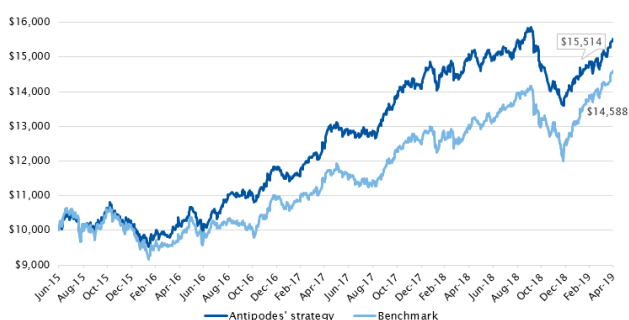
Investment manager	Antipodes Partners
Inception date	5 November 2018
Benchmark	MSCI All Country World Net Index in AUD
Management fee	1.10% p.a.
Performance fee	15% of net return in excess of benchmark
Distribution	Annual, 30 June
Net Asset Value (NAV)	\$5.2804
Unit valuation	Sydney business day
Fund AUM	\$23m
Strategy AUM	\$2,065m

## NET PERFORMANCE (%)

	AGX1	Benchmark	Difference
1 month	4.9	4.3	0.6
3 months	8.0	11.3	-3.3
YTD	11.7	16.0	-4.3
1 year	-	-	-
Inception	5.6	10.6	-5.0

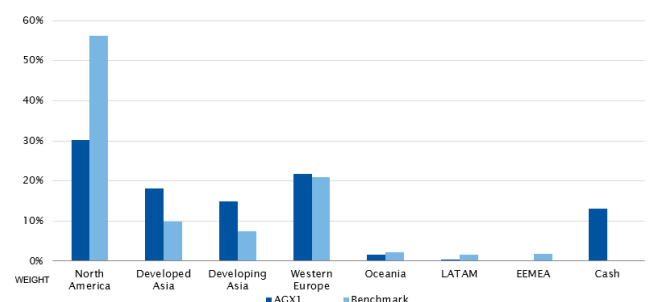
Past performance is not a reliable indicator of future performance  
 Returns are quoted in AUD and net of applicable fees, costs and taxes

## PERFORMANCE OF THE INVESTMENT STRATEGY



<sup>1</sup> Growth of \$10,000 invested in the Global Long strategy since inception on 1 July 2015 to 30 April 2019

## DIFFERENTIATED REGIONAL EXPOSURE<sup>2</sup>



<sup>2</sup> Regional exposure of the Antipodes Global Shares (Quoted Managed Fund) vs. the Benchmark as at 30 April 2019. Exposures use iShares MSCI ACWI ETF in AUD as benchmark proxy

## INAV TICKERS

Bloomberg	AGX1.AU Equity	AGFLIV Index
Thomson Reuters	AGX1.AX	AGFLOFV=SOLA
IRESS	AGX1.AXW	AGX1IV

## ASSET ALLOCATION

	Long
Weight (% NAV)	87.0
Count	64
Avg. weight	1.4
Top 10 (% NAV)	26.4
Top 30 (% NAV)	61.2

## TOP 10 EQUITY LONGS (%)

Name	Country	Weight
Qualcomm	United States	3.0
Facebook	United States	3.0
Ping An Insurance	China/HK	2.8
Microsoft	United States	2.7
Cisco Systems	United States	2.7
Electricite de France	France	2.6
Siemens	Germany	2.5
General Electric	United States	2.4
Sony	Japan	2.4
KB Financial Group	Korea	2.3

## CURRENCY EXPOSURE<sup>3</sup> (%)

ISO	Long equity	Currency	Difference
USD	30.3	36.6	6.4
AUD	1.5	5.3	3.8
SEK	0.0	2.8	2.8
JPY	11.6	14.0	2.4
CHF	2.8	4.9	2.1
NOK	0.0	2.0	2.0
BRL	0.0	1.4	1.4
GBP	0.0	1.0	1.0
HKD	1.3	1.8	0.6
MXN	0.4	0.4	0.0
INR	1.2	1.2	0.0
EUR	18.9	16.5	-2.3
KRW	6.6	3.7	-2.9
CNY	12.4	8.4	-4.0

<sup>3</sup> Where possible, regions, countries and currencies classified on a look through basis

## FURTHER INFORMATION

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## SECTOR EXPOSURE<sup>4</sup> (%)

Sector	Long
Banks	11.9
Internet	10.2
Hardware	9.9
Industrial	9.1
Software	7.4
Retail	5.5
Communications	5.5
Healthcare	4.2
Energy	4.1
Other	19.1

<sup>4</sup> Antipodes Partners classification

## REGIONAL EXPOSURE<sup>3,4</sup> (%)

Region	Long
<b>North America</b>	<b>30.3</b>
<b>Developed Asia</b>	<b>18.2</b>
<i>Korea</i>	6.6
<i>Japan</i>	11.6
<b>Developing Asia</b>	<b>14.9</b>
<i>China/Hong Kong</i>	13.7
<i>India</i>	1.2
<b>Western Europe</b>	<b>21.7</b>
<i>Eurozone</i>	18.9
<i>Rest Western Europe</i>	2.8
<b>Australia</b>	<b>1.5</b>
<b>Rest of World</b>	<b>0.4</b>
<b>Total Equities</b>	<b>87.0</b>
<b>Cash</b>	<b>13.0</b>
<b>Totals</b>	<b>100.0</b>

## MARKET CAP EXPOSURE (%)

Band	Long
Mega (>\$100b)	39.5
Large (>\$25b <\$100b)	23.4
Medium (>\$5b <\$25b)	20.2
Small (<\$5b)	3.8

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