

Bendigo Global Share Fund

Monthly fund update - June 2020

Investment approach

The Fund aims to deliver long-term capital growth with moderate income through investment in a diversified portfolio of predominantly international shares. The Fund invests with a selection of high quality Australian and international investment managers that employ a range of management styles that include active and index management, and who specialise in managing portfolios of international shares (which may include Australia).

Fund performance¹

as at 30 June 2020

	3 months %	6 months %	1 year %	3 years %p.a.	5 years %p.a.	Since inception %p.a.
Bendigo Global Share Fund	11.78	-1.70	4.90	9.57	7.16	6.39
Benchmark ²	11.78	-5.16	3.42	8.94	8.02	7.86

An example of how your investment grows

Growth of \$10,000¹

(Based on historic Fund performance over the last 5 years)



Fund facts

Fund APIR code	STL0015AU
Fund inception date	1 June 2006
Distribution frequency	Half yearly
Management costs ³	0.95% p.a.
Buy / Sell spread ³	+0.15% / -0.13%
Minimum investment / minimum balance	\$5,000
Recommended investment timeframe	5 years +
Suggested risk level	High

Unit price (ex distribution)

as at 30 June 2020

Application price	\$1.37217
Withdrawal price	\$1.36833

Distribution details (cents per unit)

31 December 2019	\$0.00150
30 June 2020	\$0.04257

Make the most of your investment

► The power of compounding

Compounding can be a powerful tool in wealth creation. Reinvesting distributions can be one of the easiest and cheapest ways to increase your holdings over time. You're compounding your investment's growth by continually adding more units which, in turn, will generate distributions of their own.

Why not reinvest your half yearly distributions?

► The benefits of making it regular

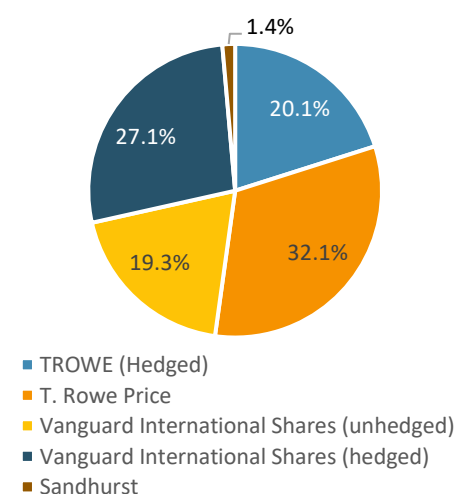
Making regular contributions to your investment can both grow your investment and smooth the effects of market highs and lows.

Why not add a Regular Savings Plan to your investment? Establish one from as little as \$50 per month.

You can also use BPAY® to add to your investment at any time with as little as \$100. See your statement for your BPAY reference number.

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Investment manager allocation



* Includes small amounts of cash that are held in Bendigo Bank operating accounts.

Portfolio performance

The Fund performed in line with its benchmark over the quarter. Outperformance by T. Rowe Price mitigated the majority of underperformance of State Street, with an overweight to Technology stocks in the US proving beneficial. Technology stocks continue to divide investors and has shaped much of the under/outperformance of global equity managers. The sector possesses high prices, however is backed by strong growth, creating a valuation headache for investment analysts.

Economic commentary

The June quarter of 2020 will be characterised as one of the sharpest recoveries in risk assets on record. Australian shares (measured by the S&P ASX 300 accumulation index) recorded a 16.8% rise while global equity markets (measured by the MSCI World Ex Australia hedged total return index) appreciated 17.8% over the same period. Investors were encouraged by the scale and speed of stimulatory measures enacted by governments and central banks alike in order to soften the economic impacts of shutdown measures taken to slow COVID-19 transmissions.

As a result, market participants find themselves weighing up poor economic data, higher valuations and impending earnings announcements which will provide greater insight into the actual impact of disruption on business operations and profitability as a result of coronavirus restrictions. While markets are broadly higher, a look at industry sector performance highlights the nuanced outperformance of sectors perceived to be more insulated from lockdowns. For example, the information technology sector has benefited from an acceleration of people working from home and a greater adoption of digital payments in lieu of physical cash transactions. Many of these trends are not new, however, the rate in which businesses and consumers have had to change their behaviour in response to the pandemic has fast-tracked these themes with information technology companies the direct beneficiaries. The MSCI World Information Technology sector appreciated 31.2% since March vastly outperforming the benchmark return of 17.8%.

Closer to home much conjecture remains around the proposed end of fiscal support payments such as the Job Keeper and Job Seeker subsidies. These policies in concert with other measures have eased some of the negative impacts facing the Australian economy with data points such as unemployment and GDP tracking better than initial economist projections.

Looking forward, challenges remain on the health front with recent data pointing to an increase in infections around the globe. On the positive side, Australia remains one of the better placed nations regarding case counts and testing capacity. Governments and central banks will be required to continue to support economies going forward as disrupted companies and individuals still need to finance expenses. The economic strain will only be permanently eased by a return to full economic activity in time. The road ahead is likely to be a volatile one, emphasising the need for diversification and pragmatic risk management through the various stages of the recovery.

Do you have any questions?

For further information contact us on 1800 634 969 or visit www.sandhursttrustees.com.au

Footnotes

1. Fund performance figures are calculated before tax and after fees and costs; using withdrawal prices and assumes distributions are reinvested. Past performance is not an indication of future performance.
2. The MSCI World ex Australia 50% hedged to AUD Index was adopted as the Fund's benchmark on 31 December 2016, benchmark calculations prior to this date are based on the MSCI World Accumulation Index (AUD) Hedged. The benchmark is a custom index rather than standard index and MSCI does not express any opinion about Sandhurst or the Fund.
3. Other fees and costs may apply. See the Product Disclosure Statement for full details.

The Bendigo Global Share Fund (previously known as the Sandhurst Professional GVI Global Industrial Fund) (Fund), is issued by Sandhurst Trustees Limited (Sandhurst) ABN 16 004 030 737 AFSL 237906 a subsidiary of Bendigo and Adelaide Bank Limited (the Bank) ABN 11 068 049 178 AFSL 237879. Sandhurst and the Bank receive remuneration on the issue of the Fund or the service they provide, full details of which are contained in the Product Disclosure Statement. Investments in the Fund are not deposits with, guaranteed by, or liabilities of the Bank or any of its related entities. Economic and outlook forecasts are not guaranteed to occur. Sandhurst has prepared this document based on information available to it. The information provided in this document has not been verified. Accordingly, no representation is made to the fairness and accuracy of the information, opinions and conclusions contained in this document. This update is provided by Sandhurst and contains general advice only. Please consider your situation and read the PDS available at www.sandhursttrustees.com.au/pds, any Bendigo Bank branch or by phoning 1800 634 969 before making an investment decision.

This information is current as at 30 June 2020 (unless stated otherwise) and is subject to change without notice.

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