EVANS & PARTNERS
# Australian FLAGSHIP FUND



| NTA per unit | Unit price (EFF) | Gross assets | 12-month distribution yield (target: 5%) | Annualised performance since inception (21 June 2018)[1] |
|---|---|---|---|---|
| $1.66 | $1.66 | $26.6 MILLION | 4.7% | 8.3% |

## INVESTMENT OBJECTIVE

To provide investors with capital growth, attractive risk-adjusted returns, and stable distributions over the long term through exposure to quality Australian equities that are well positioned to deliver sustainable earnings growth and returns on capital.

## PORTFOLIO UPDATE

The Evans & Partners Australian Flagship Fund (Fund) declined 8.2% during February, underperforming the S&P/ASX 200 Accumulation Index (Index) by 0.5%.

February was a weak month across the board, with all of the 11 GICS sectors declining. Defensive sectors, Utilities (-3.6%), Health Care (-3.7%) and REITS (-4.9%), held up reasonably well relative to the overall market, as investors looked for places to hide as the market sold off. The weakest sectors were Information Technology (-17.3%), Energy (-17.2%) and Materials (-11.7%) with the latter two being affected by the prospect of weaker global economic growth due to COVID-19.

All stocks in the Fund declined during the month, although 10 of the Fund's holdings outperformed the Index. The stronger performers were CSL (-0.8%), CBA (-1.9%) and NAB (-2.9%). Meanwhile, stocks that lagged did so mostly due to concerns around COVID-19. Energy stocks – such as Oil Search (-24.2%) and Woodside (-17.5%) – were the hardest hit, whilst the worst performing stock in the Fund was Reliance Worldwide (-24.9%) which reported a disappointing 1H20 result and lowered its full year guidance range.

## PORTFOLIO MANAGERS


Ben Chan
Portfolio Manager

Adam Alexander
Portfolio Manager

## FUND PERFORMANCE[1]

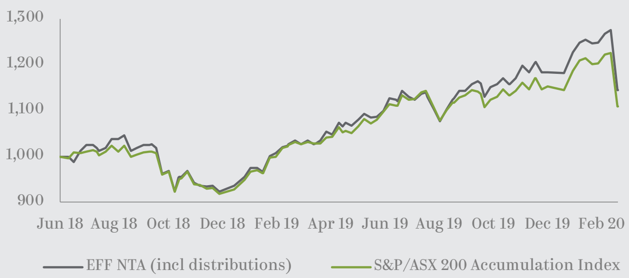
| | 1 MONTH | 3 MONTH | 6 MONTH | 1 YEAR | 3 YEARS | 5 YEARS | SINCE INCEPTION (P.A.) |
|---|---|---|---|---|---|---|---|
| NTA | -8.2% | -5.1% | 1.6% | 11.8% | - | - | 8.3% |
| S&P/ASX 200 Accumulation Index | -7.7% | -5.2% | -0.6% | 8.6% | - | - | 6.3% |
| Excess Return | -0.5% | 0.1% | 2.2% | 3.1% | - | - | 1.9% |

Note: Numbers may not sum due to rounding.

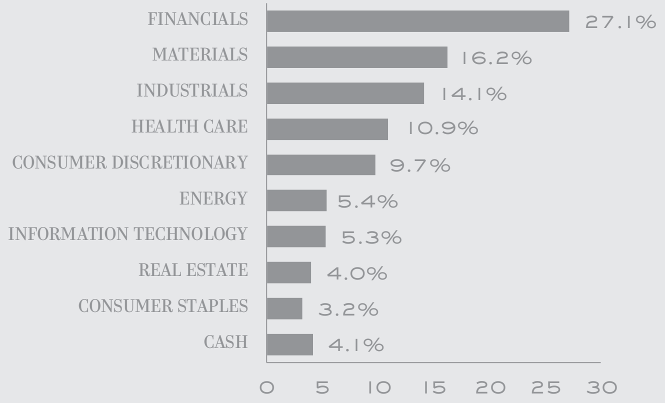
## TOP 10 HOLDINGS

| | |
|---|---|
| ANZ Banking Group | Macquarie Group Limited |
| Aristocrat Leisure Ltd | National Australia Bank Ltd |
| BHP Group Ltd | Sydney Airport |
| Commonwealth Bank of Australia | Transurban Group |
| CSL Ltd | Wesfarmers Ltd |

## PERFORMANCE CHART[1]




## SECTOR EXPOSURE




Source: Investment Manager, Bloomberg

Notes: Data at 29 February 2020 unless stated. Numbers may not sum due to rounding. 1. All returns are total returns, inclusive of reinvested distributions. NTA returns are net of fees and costs. Past performance is not a reliable indicator of future performance. Inception 21 June 2018. Chart data range: 21 June 2018 to 29 February 2020. Initial index value 1,000. Index Source: Bloomberg.

# ABOUT WALSH & COMPANY

Walsh & Company, part of the Evans Dixon Group, is a multibillion-dollar global funds management firm founded in 2007, with assets under management across global equities, residential and commercial property, private equity, fixed income, and sustainable and social investments. It provides access to unique investment strategies not readily accessible to investors and focuses on building high-quality, diversified portfolios.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## IMPORTANT INFORMATION

This report has been authorised for release by the Board of Walsh & Company Investments Limited (ACN 152 367 649, AFSL 410 433), as responsible entity for the Evans & Partners Australian Flagship Fund (**Fund**) (ARSN 625 303 068).

This report has been prepared by Evans and Partners Investment Management Pty Limited (**Investment Manager**) (ACN 619 080 045, CAR No. 1255264), as investment manager for the Fund.

This report may contain general advice. Any general advice provided has been prepared without taking into account your objectives, financial situation or needs. Before acting on the advice, you should consider the appropriateness of the advice with regard to your objectives, financial situation and needs.

Past performance of the Fund is not a reliable indicator of the future performance of the Fund.

This report may contain statements, opinions, projections, forecasts and other material (forward-looking statements), based on various assumptions. Those assumptions may or may not provide to be correct. The Investment Manager and its advisers (including all of their respective directors, consultants and/or employees, related bodies corporate and the directors, shareholders, managers, employees or agents of them) (**Parties**) do not make any representation as to the accuracy or likelihood of fulfilment of the forward-looking statements or any of the assumptions upon which they are based. Actual results, performance or achievements may vary materially from any projections and forward-looking statements and the assumptions on which those statements are based. Readers are cautioned not to place undue reliance on forward-looking statements and the Parties assume no obligation to update that information.